

**PORTLAND DEVELOPMENT COMMISSION**

Portland, Oregon

**RESOLUTION NO. 7173**

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR  
BEGINNING JULY 1, 2015, AND ENDING JUNE 30, 2016; AND MAKING  
APPROPRIATIONS**

**WHEREAS**, the Portland Development Commission (“PDC”) Board of Commissioners ( “Board”) adopted the budget for fiscal year (“FY”) 2015-16 (the “FY 2015-16 Adopted Budget”) on June 24, 2015, pursuant to Resolution No. 7130;

**WHEREAS**, the PDC Board adopted Budget Amendment No. 1 for FY 2015-16 (the “FY 2015-16 Revised Budget”) on November 14, 2015, pursuant to Resolution No. 7155;

**WHEREAS**, the appropriation categories for the FY 2015-16 Adopted Budget are Business Development, Housing, Infrastructure, Property Redevelopment, Administration, Debt Service, Cash Transfers Out, and Contingency;

**WHEREAS**, the appropriation categories for the FY 2015-16 Revised Budget are being modified to replace “Business Development” with “Economic Development” in concert with the adoption of PDC’s new chart of accounts;

**WHEREAS**, due to updated current year requirements for projects and programs it is necessary to amend PDC’s FY 2015-16 Adopted Budget to reflect such changes in accordance with the State of Oregon budget law (Oregon Revised Statutes (“ORS”) Chapter 294) and specific provisions for supplemental budgets in accordance with ORS 294.471; and

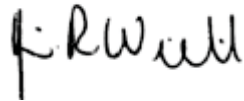
**WHEREAS**, this proposed budget amendment increases the total PDC FY 2015-16 Budget from \$358,339,555 in the FY 2015-16 Revised Budget to \$421,209,635 including transfers and contingency.

**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 2015-16 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 2015-16 Revised Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$421,209,635 (the FY 2015-16 Revised 1 Budget, as so amended, the “FY 2015-16 Revised 2 Budget”);

**BE IT FURTHER RESOLVED**, that pursuant to PDC’s FY 2015-16 Revised 2 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2015, and ending June 30, 2016, from the funds and for the expenditure categories as detailed in the FY 2015-16 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 March 9, 2016

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

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Gina Wiedrick, Recording Secretary

## Revised Budget Appropriation By Fund

Revised Appropriation Summary	Revised 1 FY 2015-16	Recommended Change	Revised 2 FY 2015-16
<b>Resources</b>			
Beginning Fund Balance	216,837,436	-27,672	216,809,764
<b>Revenue</b>			
Debt Proceeds	0	11,673,378	11,673,378
Fees and Charges	1,323,089	8,372,809	9,695,898
Interest on Investments	542,852	2,931	545,783
Intergovernmental Revenues	11,642,052	499,722	12,141,774
Loan Collections	8,251,165	3,680,105	11,931,270
Long Term Debt	11,000,000	28,968,145	39,968,145
Miscellaneous	446,053	-166	445,887
Property Income	23,812,815	8,486,397	32,299,212
Reimbursements	9,607,634	-1,776,671	7,830,963
Service Reimbursements	13,608,290	0	13,608,290
Short Term Debt	60,792,095	-8,898	60,783,197
Transfers In	476,074	3,000,000	3,476,074
<b>Total Revenue</b>	<b>141,502,119</b>	<b>62,897,752</b>	<b>204,399,871</b>
<b>Total Resources</b>	<b>358,339,555</b>	<b>62,870,080</b>	<b>421,209,635</b>
<b>Requirements</b>			
<b>Program Expenditures</b>			
Administration	14,483,483	276,811	14,760,294
Economic Development*	25,674,925	497,630	26,172,555
Housing	47,015,440	-10,047,641	36,967,799
Infrastructure	17,272,690	-6,496,883	10,775,807
Property Redevelopment	129,370,874	-53,247,201	76,123,673
<b>Total Program Expenditures</b>	<b>233,817,412</b>	<b>-69,017,284</b>	<b>164,800,128</b>
Debt	0	583,669	583,669
Transfers	14,084,364	3,000,000	17,084,364
Contingency	110,437,779	128,303,695	238,741,474
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>358,339,555</b>	<b>62,870,080</b>	<b>421,209,635</b>

### Changes to Resources

- **Debt Proceeds:** Increases \$11,673,378 for draws on General Fund backed interim line of credit for public project expenditures (mostly related to Centennial Mills demo).
- **Fees and Charges:** Increases \$8,372,809, primarily to recognize current year return of TIF resources previously disbursed to Multnomah County for County Courthouse/Bridge Ramp Relocation project (based IGA amended in June, 2015 by PDC Board and Multnomah County Board).
- **Loan Collections:** Increases \$3,680,105, based on year-to-date principal and interest collections and updated estimates of year-end collections. \$3,500,000 of increase represents White Stag repayment in Downtown Waterfront.
- **Long-Term Debt:** Increases \$28,968,145 for revised estimate of TIF line of credit draws by June 30 (provides reimbursement of resources to support Post Office interfund loan after estimated to occur after June 30).
- **Property Income:** Increases a net \$8,486,397 - mostly related to inclusion of Station Place Lot 5 property sale and

updates to property income related to Inn at Convention Center

- **Reimbursements:** Decreases \$1,887,439 based on net change from moving Multnomah County resources from Reimbursements to Fees and Charges (above) and reception of GGP resources. Final budget of \$7,459,570 includes addition of amount received by Downtown Waterfront Fund for TIF portion of property contract settlement approved by the Board in December, 2015 (GGP).
- **Transfers In:** Estimated amount required as an interfund loan from River District URA for costs associated with Post Office site acquisition through June 30.

### Changes to Requirements

- **Administration:** Increase \$276,811 for transfer of final Education URA resources back to taxing jurisdictions and reclassification of certain activities from Property Redevelopment to Administration based on updated chart of accounts implementation.
- **Economic Development:** Increases a net \$497,630. The change incorporates \$500,000 for the planned IGA with Multnomah County disperse County portion of Inclusive Startup Fund to PEIC.
- **Housing:** Decreases \$10,047,641 based on updated estimates of PHB expenditures. Funding already incorporated in FY 2016-17 Requested Budget.
- **Infrastructure:** Decreases a net \$6,496,883 based on moving portion of funding for parks and transportation in Lents, Gateway and Interstate to FY 2016-17, offset by an increase in River District due to the inclusion of Burnside transportation improvements.
- **Property Redevelopment:** Decreases a net \$53,247,201. Key changes include a reduction in River District for the Post Office site and project development in Oregon Convention Center. Amounts have been reflected in estimated beginning balances in those funds to fund activity in FY 2016-17 Requested Budget. The reductions are offset by an increase of \$4,010,565 in Lents for accelerated timing and increased project spending for Lents Town Center projects.
- **Debt:** Adds estimated interest payments in current year related to General Fund backed interim line of credit in River District based on planned borrowings.
- **Transfers:** Increases \$3,000,000 in River District for current year estimated interfund loan amount to Business Management Fund (for current year Post Office site acquisition requirements).
- **Contingency:** Increases \$128,303,695 to balance change in resources with change in expenditures. Most of the increase is represented as part of the beginning balance and expenditures programmed in the FY 2016-17 Requested Budget.

**\*Note: The appropriation category formally shown as Business Development in the Adopted Budget and Budget Revision No. 1 is being renamed as Economic Development in this budget revision and in subsequent budget report with the implementation of PDC's updated chart of accounts. Most activity that occurred within Business Development such as Traded Sector activities, Business Lending programs and Community Economic Development activities remain part of the Economic Development Appropriation.**

**Airport Way URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	4,776,522	0	4,776,522
<b>Revenue</b>			
Fees and Charges	100	0	100
Interest on Investments	10,000	0	10,000
Loan Collections	86,580	29,696	116,276
Property Income	555,390	203,861	759,251
<b>Total Revenue</b>	<b>652,070</b>	<b>233,557</b>	<b>885,627</b>
<b>Total Resources</b>	<b>5,428,592</b>	<b>233,557</b>	<b>5,662,149</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	11,795	0	11,795
Economic Development	294,832	-225,100	69,732
Property Redevelopment	216,041	18,067	234,108
<b>Total Expenditures</b>	<b>522,668</b>	<b>-207,033</b>	<b>315,635</b>
Transfers	580,411	0	580,411
Contingency	4,325,513	440,590	4,766,103
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>5,428,592</b>	<b>233,557</b>	<b>5,662,149</b>

**Changes to Resources**

- Loan collections and property income increased based on year to date activity and updated projections.

**Changes to Requirements**

- **Economic Development:** Decreases \$225,100 for business lending. Appropriation moved to contingency for reallocation in FY 2016-17 budget.
- **Property Redevelopment:** Increases \$18,067 for current year Cascade Station property management/site improvement.
- **Contingency:** Increases \$440,590 to balance change in resources against change in expenditures.

**Ambassador Program Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	18,680	0	18,680
<b>Revenue</b>			
Interest on Investments	120	0	120
<b>Total Revenue</b>	<b>120</b>	<b>0</b>	<b>120</b>
<b>Total Resources</b>	<b>18,800</b>	<b>0</b>	<b>18,800</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	18,800	0	18,800
<b>Total Expenditures</b>	<b>18,800</b>	<b>0</b>	<b>18,800</b>
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>18,800</b>	<b>0</b>	<b>18,800</b>

**No Recommended Changes**

**Business Management Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	3,121,581	0	3,121,581
<b>Revenue</b>			
Fees and Charges	1,000,000	-1,000,000	0
Interest on Investments	25,000	0	25,000
Property Income	3,300,000	3,962,500	7,262,500
Transfers In	0	3,000,000	3,000,000
<b>Total Revenue</b>	<b>4,325,000</b>	<b>5,962,500</b>	<b>10,287,500</b>
<b>Total Resources</b>	<b>7,446,581</b>	<b>5,962,500</b>	<b>13,409,081</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	4,802	0	4,802
Economic Development	25,000	0	25,000
Property Redevelopment	1,000,000	2,000,000	3,000,000
<b>Total Expenditures</b>	<b>1,029,802</b>	<b>2,000,000</b>	<b>3,029,802</b>
Contingency	6,416,779	3,962,500	10,379,279
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>7,446,581</b>	<b>5,962,500</b>	<b>13,409,081</b>

**Changes to Resources**

- **Fees and Charges:** Decreases \$1,000,000 for placeholder for contract revenue related to Post Office predevelopment.
- **Property income:** Increases \$3,962,500 based on non-TIF portion of property contract settlement approved by the Board in December (GGP).
- **Transfers In:** Estimated amount required as an interfund loan from River District URA for costs associated with Post Office site acquisition through June 30.

**Changes to Requirements**

- **Property Redevelopment:** Net increase of \$2,000,000 to provide \$3,000,000 appropriation in current fiscal year for Post Office site acquisition.
- **Contingency:** Increases \$3,962,500 to balance change in resources against change in expenditures.

**Central Eastside URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	15,954,751	0	15,954,751
<b>Revenue</b>			
Fees and Charges	800	0	800
Interest on Investments	10,000	0	10,000
Loan Collections	200,054	63,457	263,511
Property Income	104,000	0	104,000
Short Term Debt	5,168,320	0	5,168,320
<b>Total Revenue</b>	<b>5,483,174</b>	<b>63,457</b>	<b>5,546,631</b>
<b>Total Resources</b>	<b>21,437,925</b>	<b>63,457</b>	<b>21,501,382</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	8,511	0	8,511
Economic Development	338,423	0	338,423
Housing	3,199,671	-3,000,000	199,671
Infrastructure	1,674,300	-1,497,215	177,085
Property Redevelopment	6,591,102	19,950	6,611,052
<b>Total Expenditures</b>	<b>11,812,007</b>	<b>-4,477,265</b>	<b>7,334,742</b>
Transfers	577,121	0	577,121
Contingency	9,048,797	4,540,722	13,589,519
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>21,437,925</b>	<b>63,457</b>	<b>21,501,382</b>

**Changes to Resources**

- **Loan Collections:** Increases \$63,457 for current year to date activity and updated year-end forecast for principal and interest collections.

**Changes to Requirements**

- **Housing:** Decreases \$3,000,000 for current year estimated PHB expenditures.
- **Infrastructure:** Decreases \$1,497,215 for timing of District Parking project (moved to FY 2016-17 budget).
- **Contingency:** Increases \$4,540,722 to balance change in resources against change in expenditures.



**Convention Center URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	41,116,424	0	41,116,424
<b>Revenue</b>			
Fees and Charges	1,500	0	1,500
Interest on Investments	30,000	0	30,000
Loan Collections	292,735	58,273	351,008
Property Income	3,998,473	-1,981,183	2,017,290
<b>Total Revenue</b>	<b>4,322,708</b>	<b>-1,922,910</b>	<b>2,399,798</b>
<b>Total Resources</b>	<b>45,439,132</b>	<b>-1,922,910</b>	<b>43,516,222</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	11,795	0	11,795
Economic Development	150,100	-150,000	100
Housing	7,127,807	-987,807	6,140,000
Property Redevelopment	29,396,793	-22,736,024	6,660,769
<b>Total Expenditures</b>	<b>36,686,495</b>	<b>-23,873,831</b>	<b>12,812,664</b>
Transfers	1,028,793	0	1,028,793
Contingency	7,723,844	21,950,921	29,674,765
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>45,439,132</b>	<b>-1,922,910</b>	<b>43,516,222</b>

**Changes to Resources**

- **Loan Collections:** Increases \$58,273 for current year to date activity and updated year-end forecast for principal and interest collections.
- **Property Income:** Decreases a net \$1,922,910 for removing sale for B&K site and offset by adding revenue associated with Inn at the Convention Center.

**Changes to Requirements**

- **Economic Development:** Decreases \$150,000 to remove business lending from current year appropriations and include in future year appropriation.
- **Housing:** Decreases \$987,807 for current year estimated PHB expenditures.
- **Property Redevelopment:** Decreases \$22,736,024 from Project Development line item. Reduction in appropriation moved to contingency to fund Hotel Garage line item in FY 2016-17 Requested Budget.
- **Contingency:** Increases \$21,010,304 to balance change in resources against change in expenditures and fund expenditures. Included as beginning fund balance estimate in FY 2016-17 Requested Budget.

**Downtown Waterfront URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	18,955,207	0	18,955,207
<b>Revenue</b>			
Fees and Charges	1,650	9,323,009	9,324,659
Interest on Investments	30,000	0	30,000
Loan Collections	248,772	3,500,000	3,748,772
Property Income	2,573,135	13,670	2,586,805
Reimbursements	9,347,009	-1,887,439	7,459,570
<b>Total Revenue</b>	<b>12,200,566</b>	<b>10,949,240</b>	<b>23,149,806</b>
<b>Total Resources</b>	<b>31,155,773</b>	<b>10,949,240</b>	<b>42,105,013</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	11,795	0	11,795
Economic Development	223,319	68,379	291,698
Housing	1,717,345	-1,717,345	0
Infrastructure	500,000	0	500,000
Property Redevelopment	5,278,512	18,300	5,296,812
<b>Total Expenditures</b>	<b>7,730,971</b>	<b>-1,630,666</b>	<b>6,100,305</b>
Transfers	561,647	0	561,647
Contingency	22,863,155	12,579,906	35,443,061
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>31,155,773</b>	<b>10,949,240</b>	<b>42,105,013</b>

**Changes to Resources**

- **Fees and Charges:** Increases \$9,323,009 to recognize current year return of TIF resources previously disbursed to Multnomah County for County Courthouse/Bridge Ramp Relocation project (based IGA amended in June, 2015 by PDC Board and Multnomah County Board).
- **Loan Collections:** Increases \$3,500,000 for repayment of White Stag loan.
- **Reimbursements:** Decreases \$1,887,439 based on net change from moving Multnomah County resources from Reimbursements to Fees and Charges (above) and reception of GGP resources. Final budget of \$7,459,570 includes addition of amount received by Downtown Waterfront Fund for TIF portion of property contract settlement approved by the Board in December, 2015 (GGP).

**Changes to Requirements**

- **Housing:** Decreases \$1,717,345 for current year estimated PHB expenditures.
- **Property Redevelopment:** Increases \$18,300, primarily for inclusion of property tax payments made on One Waterfront South property (taxes paid this year due to private activity on site).
- **Contingency:** Increases \$12,579,906 to balance change in resources against change in expenditures and fund expenditures in FY 2016-17 Requested Budget. Added contingency to be included in FY 2016-17 Proposed Budget as available resources supporting Old Town/Chinatown plan.

**Education District URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	1,056,952	0	1,056,952
<b>Revenue</b>			
Interest on Investments	0	1,786	1,786
<b>Total Revenue</b>	<b>0</b>	<b>1,786</b>	<b>1,786</b>
<b>Total Resources</b>	<b>1,056,952</b>	<b>1,786</b>	<b>1,058,738</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	869,607	131,338	1,000,945
Infrastructure	186,775	-129,550	57,225
Property Redevelopment	570	-2	568
<b>Total Expenditures</b>	<b>1,056,952</b>	<b>1,786</b>	<b>1,058,738</b>
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>1,056,952</b>	<b>1,786</b>	<b>1,058,738</b>

**Changes to Resources**

- **Interest:** Increases \$1,786 based on current year interest earned on cash.

**Changes to Requirements**

- **Administration:** Increases \$131,338 for total return of URA resources to taxing jurisdictions based on URA closeout.
- **Property Redevelopment:** Decreases \$129,550 based on final amount of Streetcar Realignment project.

**Enterprise Loans Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	3,039,351	0	3,039,351
<b>Revenue</b>			
Fees and Charges	16,850	0	16,850
Interest on Investments	18,450	0	18,450
Loan Collections	170,145	24,435	194,580
Transfers In	328,203	0	328,203
<b>Total Revenue</b>	<b>533,648</b>	<b>24,435</b>	<b>558,083</b>
<b>Total Resources</b>	<b>3,572,999</b>	<b>24,435</b>	<b>3,597,434</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	75,892	0	75,892
Economic Development	771,304	550	771,854
Housing	0	0	0
<b>Total Expenditures</b>	<b>847,196</b>	<b>550</b>	<b>847,746</b>
Transfers	36,822	0	36,822
Contingency	2,688,981	23,885	2,712,866
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>3,572,999</b>	<b>24,435</b>	<b>3,597,434</b>

**Changes to Resources**

- **Loan Collections:** Increases \$24,435 for current year to date activity and updated year-end forecast for principal and interest collections.

**Changes to Requirements**

- **Economic Development:** Increases \$550 for current year staffing requirements.

**Enterprise Management Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	76,864	0	76,864
<b>Revenue</b>			
Property Income	1,200,000	0	1,200,000
<b>Total Revenue</b>	<b>1,200,000</b>	<b>0</b>	<b>1,200,000</b>
<b>Total Resources</b>	<b>1,276,864</b>	<b>0</b>	<b>1,276,864</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Housing	1,276,864	0	1,276,864
<b>Total Expenditures</b>	<b>1,276,864</b>	<b>0</b>	<b>1,276,864</b>
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>1,276,864</b>	<b>0</b>	<b>1,276,864</b>

**No Recommended Changes**

**Enterprise Zone Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	2,795,279	0	2,795,279
<b>Revenue</b>			
Fees and Charges	235,000	0	235,000
Interest on Investments	15,238	0	15,238
Miscellaneous	424,053	0	424,053
<b>Total Revenue</b>	<b>674,291</b>	<b>0</b>	<b>674,291</b>
<b>Total Resources</b>	<b>3,469,570</b>	<b>0</b>	<b>3,469,570</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,082,757	0	1,082,757
<b>Total Expenditures</b>	<b>1,082,757</b>	<b>0</b>	<b>1,082,757</b>
Transfers	1,890	0	1,890
Contingency	2,384,923	0	2,384,923
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>3,469,570</b>	<b>0</b>	<b>3,469,570</b>

**No Recommended Changes**

**Gateway Regional Center URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	6,358,307	0	6,358,307
<b>Revenue</b>			
Fees and Charges	50	0	50
Interest on Investments	20,832	0	20,832
Loan Collections	13,815	0	13,815
Long Term Debt	0	0	0
Property Income	0	0	0
Reimbursements	3,600	0	3,600
Short Term Debt	4,797,948	0	4,797,948
<b>Total Revenue</b>	<b>4,836,245</b>	<b>0</b>	<b>4,836,245</b>
<b>Total Resources</b>	<b>11,194,552</b>	<b>0</b>	<b>11,194,552</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	7,285	0	7,285
Economic Development	354,271	0	354,271
Housing	858,837	-331,512	527,325
Infrastructure	2,893,080	-2,466,438	426,642
Property Redevelopment	2,451,815	-1,000,000	1,451,815
<b>Total Expenditures</b>	<b>6,565,288</b>	<b>-3,797,950</b>	<b>2,767,338</b>
Transfers	614,249	0	614,249
Contingency	4,015,015	3,797,950	7,812,965
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>11,194,552</b>	<b>0</b>	<b>11,194,552</b>

**Changes to Resources**

No Changes

**Changes to Requirements**

- **Housing:** Decreases \$331,512 for current year estimated PHB expenditures.
- **Infrastructure:** Decreases \$2,466,438 based on inclusion of parks and street projects FY 2016-17 Requested Budget.
- **Property Redevelopment:** Decreases \$1,000,000 for decreased commercial real estate lending that is included in FY 2016-17 Requested budget and Five-Year Forecast.
- **Contingency:** Increases \$3,797,950 to balance change in resources against change in expenditures and fund expenditures in FY 2016-17 Requested Budget.

**General Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	1,762,246	0	1,762,246
<b>Revenue</b>			
Fees and Charges	44,339	0	44,339
Interest on Investments	2,000	0	2,000
Intergovernmental Revenues	7,086,603	500,000	7,586,603
Loan Collections	136,704	0	136,704
Property Income	124,406	0	124,406
Service Reimbursements	13,608,290	0	13,608,290
Transfers In	147,871	0	147,871
<b>Total Revenue</b>	<b>21,150,213</b>	<b>500,000</b>	<b>21,650,213</b>
<b>Total Resources</b>	<b>22,912,459</b>	<b>500,000</b>	<b>23,412,459</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	13,076,691	145,233	13,221,924
Economic Development	7,331,400	500,000	7,831,400
Housing	162,777	2,406	165,183
Property Redevelopment	414,926	-148,559	266,367
<b>Total Expenditures</b>	<b>20,985,794</b>	<b>499,080</b>	<b>21,484,874</b>
Transfers	612,283	0	612,283
Contingency	1,314,382	920	1,315,302
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>22,912,459</b>	<b>500,000</b>	<b>23,412,459</b>

**Changes to Resources**

- **Intergovernmental Revenues:** Increases \$500,000 for planned IGA with Multnomah County receive County portion of Inclusive Startup Fund.

**Changes to Requirements**

- **Administration:** Increases \$145,233 reclassify EB-5 program from Commercial Property Redevelopment to Administration based on new chart of accounts.
- **Economic Development:** Increases \$500,000 for planned IGA with Multnomah County disperse County portion of Inclusive Startup Fund to PEIC.
- **Property Redevelopment:** Decreases a net \$148,559, mostly related to reclassifying EB-5 program from Commercial Property Redevelopment to Administration based on new chart of accounts.
- **Contingency:** Increases \$920 to balance change in resources with change in expenditures.



**HCD Contract Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	190,042	0	190,042
<b>Revenue</b>			
Intergovernmental Revenues	2,164,772	0	2,164,772
<b>Total Revenue</b>	<b>2,164,772</b>	<b>0</b>	<b>2,164,772</b>
<b>Total Resources</b>	<b>2,354,814</b>	<b>0</b>	<b>2,354,814</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	2,164,814	0	2,164,814
<b>Total Expenditures</b>	<b>2,164,814</b>	<b>0</b>	<b>2,164,814</b>
Transfers	190,000	0	190,000
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>2,354,814</b>	<b>0</b>	<b>2,354,814</b>

**No Recommended Changes**

**Interstate Corridor URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	22,486,620	0	22,486,620
<b>Revenue</b>			
Fees and Charges	2,200	-700	1,500
Interest on Investments	72,914	0	72,914
Loan Collections	664,610	1	664,611
Property Income	1,190,284	-491,160	699,124
Reimbursements	63,529	0	63,529
Short Term Debt	18,981,000	0	18,981,000
<b>Total Revenue</b>	<b>20,974,537</b>	<b>-491,859</b>	<b>20,482,678</b>
<b>Total Resources</b>	<b>43,461,157</b>	<b>-491,859</b>	<b>42,969,298</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	34,133	0	34,133
Economic Development	8,909,324	26,000	8,935,324
Housing	10,426,729	-952,883	9,473,846
Infrastructure	5,853,037	-1,759,830	4,093,207
Property Redevelopment	4,855,211	-15,428	4,839,783
<b>Total Expenditures</b>	<b>30,078,434</b>	<b>-2,702,141</b>	<b>27,376,293</b>
Transfers	1,842,154	0	1,842,154
Contingency	11,540,569	2,210,282	13,750,851
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>43,461,157</b>	<b>-491,859</b>	<b>42,969,298</b>

**Changes to Resources**

- **Property Income:** Decreases \$491,160 based on current timing for disposition of MLK and Alberta property.

**Changes to Requirements**

- **Economic Development:** Increases \$26,000 for updated year-end estimated expenditures for Community Economic Development work.
- **Housing:** Decreases a net \$1,759,830 based on updated estimates of PHB expenditures. Funding already incorporated in FY 2016-17 Requested Budget.
- **Property Redevelopment:** Increases \$15,428, mostly for updated year-end estimated expenditures for long-term property owner development activity.
- **Contingency:** Increases \$2,210,282 to balance change in resources with change in expenditures and fund FY 2016-17 Requested Budget beginning balance.

**Lents Town Center URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	18,589,745	0	18,589,745
<b>Revenue</b>			
Fees and Charges	1,800	48,500	50,300
Interest on Investments	61,040	0	61,040
Loan Collections	209,149	0	209,149
Long Term Debt	0	0	0
Property Income	61,025	0	61,025
Reimbursements	82,500	0	82,500
Short Term Debt	9,990,000	0	9,990,000
<b>Total Revenue</b>	<b>10,405,514</b>	<b>48,500</b>	<b>10,454,014</b>
<b>Total Resources</b>	<b>28,995,259</b>	<b>48,500</b>	<b>29,043,759</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	19,327	0	19,327
Economic Development	866,270	0	866,270
Housing	1,794,840	0	1,794,840
Infrastructure	2,769,574	-1,743,850	1,025,724
Property Redevelopment	6,743,508	4,010,565	10,754,073
<b>Total Expenditures</b>	<b>12,193,519</b>	<b>2,266,715</b>	<b>14,460,234</b>
Transfers	1,500,374	0	1,500,374
Contingency	15,301,366	-2,218,215	13,083,151
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>28,995,259</b>	<b>48,500</b>	<b>29,043,759</b>

**Changes to Resources**

- **Fees and Charges:** Increases \$48,500 based on updated estimated loan fees associated with Lents Town Center projects.

**Changes to Requirements**

- **Infrastructure:** Decreases \$1,743,850 for Leach Botanical Garden (already incorporated in FY 2016-17 Requested Budget).
- **Property Redevelopment:** Increases \$4,010,565, for updated project cost and timing for Lents Town Center projects (expected to disburse by the end of March).
- **Contingency:** Decreases \$2,218,215 to balance change in resources with change in expenditures and fund FY 2016-17 Requested Budget beginning balance.

**North Macadam URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	9,185,550	0	9,185,550
<b>Revenue</b>			
Fees and Charges	0	0	0
Interest on Investments	20,000	0	20,000
Loan Collections	27,239	0	27,239
Long Term Debt	0	0	0
Miscellaneous	17,000	0	17,000
Property Income	7,939,062	-3,000	7,936,062
Short Term Debt	1,740,000	0	1,740,000
<b>Total Revenue</b>	<b>9,743,301</b>	<b>-3,000</b>	<b>9,740,301</b>
<b>Total Resources</b>	<b>18,928,851</b>	<b>-3,000</b>	<b>18,925,851</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	5,740	0	5,740
Economic Development	14,732	0	14,732
Housing	10,960,000	-1,500,000	9,460,000
Infrastructure	886,318	0	886,318
Property Redevelopment	351,425	6,051	357,476
<b>Total Expenditures</b>	<b>12,218,215</b>	<b>-1,493,949</b>	<b>10,724,266</b>
Transfers	995,937	0	995,937
Contingency	5,714,699	1,490,949	7,205,648
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>18,928,851</b>	<b>-3,000</b>	<b>18,925,851</b>

**Changes to Resources**

- **Property Income:** Decreases \$3,000 for true-up of current year property management revenue.

**Changes to Requirements**

- **Housing:** Decreases \$1,500,000 for timing of Parcel 3 project based on PHB estimates (included in FY 2016-17 Requested Budget).
- **Property Redevelopment:** Increases \$6,051, for updated property management costs (Parcel 3).
- **Contingency:** Increases a net \$1,490,949 to balance change in resources with change in expenditures and fund FY 2016-17 Requested Budget beginning balance.

**NPI URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	529,332	0	529,332
<b>Revenue</b>			
Interest on Investments	1,248	905	2,153
Intergovernmental Revenues	289,582	40,891	330,473
Short Term Debt	166,312	-8,898	157,414
<b>Total Revenue</b>	<b>457,142</b>	<b>32,898</b>	<b>490,040</b>
<b>Total Resources</b>	<b>986,474</b>	<b>32,898</b>	<b>1,019,372</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	695,018	0	695,018
<b>Total Expenditures</b>	<b>695,018</b>	<b>0</b>	<b>695,018</b>
Transfers	41,346	0	41,346
Contingency	250,110	32,898	283,008
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>986,474</b>	<b>32,898</b>	<b>1,019,372</b>

**Changes to Resources**

- **Intergovernmental Revenues:** Increases \$40,891 based on portion of NPI revenue sharing tax revenue from Multnomah County and the City of Portland (based on true-up of tax forecast).
- **Short Term Debt:** Decreases \$8,898 based on true-up of TIF portion of tax forecast (after revenue sharing).

**Changes to Requirements**

- **Contingency:** Increases a net \$32,898 based on increased resources. Additional contingency is part of FY 2016-17 Requested Budget beginning balance.

**Other Federal Grants Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	1,594,597	-27,672	1,566,925
<b>Revenue</b>			
Fees and Charges	10,500	0	10,500
Interest on Investments	5,250	0	5,250
Intergovernmental Revenues	117,475	-27,060	90,415
Loan Collections	166,571	0	166,571
Reimbursements	110,996	-68,467	42,529
<b>Total Revenue</b>	<b>410,792</b>	<b>-95,527</b>	<b>315,265</b>
<b>Total Resources</b>	<b>2,005,389</b>	<b>-123,199</b>	<b>1,882,190</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,365,431	277,801	1,643,232
<b>Total Expenditures</b>	<b>1,365,431</b>	<b>277,801</b>	<b>1,643,232</b>
Transfers	46,056	0	46,056
Contingency	593,902	-401,000	192,902
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>2,005,389</b>	<b>-123,199</b>	<b>1,882,190</b>

**Changes to Resources**

- **Intergovernmental Revenues:** Decreases \$27,060 for final amount of resources related to close out of JIAC EDA grant.

**Changes to Requirements**

- **Economic Development:** Net change increases \$277,801 as a result of \$400,000 increase in appropriation required for increased EDA loan fund loan activity and a decrease in the final estimated activity related to closeout of JIAC EDA grant.
- **Contingency:** Decreases \$401,000 to add Economic Development appropriation for increased loan activity.

**Risk Management Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	247,200	0	247,200
<b>Revenue</b>			
Interest on Investments	760	240	1,000
<b>Total Revenue</b>	<b>760</b>	<b>240</b>	<b>1,000</b>
<b>Total Resources</b>	<b>247,960</b>	<b>240</b>	<b>248,200</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	247,960	240	248,200
<b>Total Expenditures</b>	<b>247,960</b>	<b>240</b>	<b>248,200</b>
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>247,960</b>	<b>240</b>	<b>248,200</b>

Recognizes additional interest earnings and appropriates to Administration for contingent risk fund (no expenditures forecast).

**River District URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	52,655,293	0	52,655,293
<b>Revenue</b>			
Debt Proceeds	0	11,673,378	11,673,378
Fees and Charges	8,000	2,000	10,000
Interest on Investments	200,000	0	200,000
Intergovernmental Revenues	1,983,620	-14,109	1,969,511
Loan Collections	5,359,380	0	5,359,380
Long Term Debt	11,000,000	28,968,145	39,968,145
Miscellaneous	5,000	-166	4,834
Property Income	2,767,040	6,781,709	9,548,749
Reimbursements	0	179,235	179,235
Short Term Debt	19,948,515	0	19,948,515
<b>Total Revenue</b>	<b>41,271,555</b>	<b>47,590,192</b>	<b>88,861,747</b>
<b>Total Resources</b>	<b>93,926,848</b>	<b>47,590,192</b>	<b>141,517,040</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	77,435	0	77,435
Economic Development	772,971	0	772,971
Housing	8,630,070	-700,000	7,930,070
Infrastructure	2,509,606	1,100,000	3,609,606
Property Redevelopment	71,971,968	-35,420,121	36,551,847
<b>Total Expenditures</b>	<b>83,962,050</b>	<b>-35,020,121</b>	<b>48,941,929</b>
Debt	0	583,669	583,669
Transfers	5,085,559	3,000,000	8,085,559
Contingency	4,879,239	79,026,644	83,905,883
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>93,926,848</b>	<b>47,590,192</b>	<b>141,517,040</b>

**Changes to Resources**

- **Debt Proceeds:** Increases \$11,673,378 for draws on General Fund backed interim line of credit for public project expenditures (mostly related to Centennial Mills demo).
- **Long-Term Debt:** Increases \$28,968,145 for revised estimate of TIF line of credit draws by June 30 (provides reimbursement of resources to support Post Office interfund loan after estimated to occur after June 30).
- **Property Income:** Increases a net \$6,781,709 - mostly related to inclusion of Station Place Lot 5 property sale.

**Changes to Requirements**

- **Housing:** Decreases a net \$700,000 based on updated estimates of PHB expenditures. Funding already incorporated in FY 2016-17 Requested Budget.
- **Infrastructure:** Increases \$1,100,000 for carryover of Pearl Circulation improvements (Burnside Transportation



Improvements).

- **Property Redevelopment:** Decreases a net \$35,420,121. Primarily decrease are Post Office site current year acquisition estimate (\$28,000,000) and 10th and Yamhill (\$1,500,000). \$3,000,000 of Post Office site moved to Transfers based on approval of Interfund Loan to Business Management Fund for acquisition of the site. Balance of Post Office resources moved to Transfers for the Interfund Loan to the Business Management Fund in Requested Budget in FY 2016-17 (based on revised timeline for site acquisition).
- **Debt:** Adds estimated interest payments in current year related to General Fund backed interim line of credit.
- **Transfers:** Increases \$3,000,000 for current year estimated interfund loan amount to Business Management Fund (for current year Post Office site acquisition requirements).
- **Contingency:** Increases \$79,026,644 to balance change in resources with change in expenditures. Increase is included in FY 2016-17 Requested Budget to fund FY 2016-17 Requested Budget requirements including majority of interfund loan to the Business Management Fund for the Post Office site acquisition.

**South Park Blocks URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	8,127,057	0	8,127,057
<b>Revenue</b>			
Fees and Charges	300	0	300
Interest on Investments	10,000	0	10,000
Loan Collections	675,411	4,243	679,654
<b>Total Revenue</b>	<b>685,711</b>	<b>4,243</b>	<b>689,954</b>
<b>Total Resources</b>	<b>8,812,768</b>	<b>4,243</b>	<b>8,817,011</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	11,795	0	11,795
Economic Development	200,100	0	200,100
Housing	860,500	-860,500	0
Property Redevelopment	79,003	0	79,003
<b>Total Expenditures</b>	<b>1,151,398</b>	<b>-860,500</b>	<b>290,898</b>
Transfers	253,097	0	253,097
Contingency	7,408,273	864,743	8,273,016
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>8,812,768</b>	<b>4,243</b>	<b>8,817,011</b>

**Changes to Resources**

- **Loan Collections:** Increases \$4,243 based on updated estimate of principal and interest collections for current year.

**Changes to Requirements**

- **Housing:** Decreases a net \$860,500 based on updated estimates of PHB expenditures. Funding already incorporated in FY 2016-17 Requested Budget.
- **Contingency:** Decreases \$864,743 to balance resources with expenditures and fund FY 2016-16 Requested Budget beginning balance.

**Willamette Industrial URA Fund**

	<b>Revised 1 FY 2015-16</b>	<b>Recommended Change</b>	<b>Revised 2 FY 2015-16</b>
<b>Resources</b>			
Beginning Fund Balance	4,199,836	0	4,199,836
<b>Revenue</b>			
Interest on Investments	10,000	0	10,000
Short Term Debt	0	0	0
<b>Total Revenue</b>	<b>10,000</b>	<b>0</b>	<b>10,000</b>
<b>Total Resources</b>	<b>4,209,836</b>	<b>0</b>	<b>4,209,836</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	8,920	0	8,920
Economic Development	96,059	0	96,059
Property Redevelopment	20,000	0	20,000
<b>Total Expenditures</b>	<b>124,979</b>	<b>0</b>	<b>124,979</b>
Transfers	116,625	0	116,625
Contingency	3,968,232	0	3,968,232
Ending Fund Balance	0	0	0
<b>Total Requirements</b>	<b>4,209,836</b>	<b>0</b>	<b>4,209,836</b>

**No Recommended Changes**

**RESOLUTION NO. 7173**

**RESOLUTION TITLE:**

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2015, AND ENDING JUNE 30, 2016; AND MAKING APPROPRIATIONS

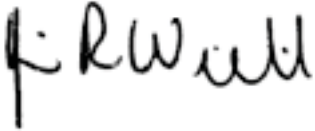
Adopted by the Portland Development Commission on March 9, 2016

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 Gustavo Cruz, Jr.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	Commissioner Aneshka Dickson	<input 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 William Myers	<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><b>Date:</b></p> <p>March 11, 2016</p>
<p><b>Gina Wiedrick, Recording Secretary</b></p>	