

**PORTLAND DEVELOPMENT COMMISSION**

Portland, Oregon

**RESOLUTION NO. 7230**

**ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING  
JULY 1, 2016, AND ENDING JUNE 30, 2017; AND MAKING APPROPRIATIONS**

**WHEREAS**, the Portland Development Commission (“PDC”) Board of Commissioners ( “Board”) adopted the budget for fiscal year (“FY”) 2016-17 (the “FY 2016-17 Adopted Budget”) on June 8, 2016, pursuant to Resolution No. 7187;

**WHEREAS**, the PDC Board adopted Budget Amendment No. 1 for FY 2016-17 (the “FY 2016-17 Revised Budget”) on November 9, 2016, pursuant to Resolution No. 7215;

**WHEREAS**, the appropriation categories for the FY 2016-17 Adopted Budget are Economic 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 2016-17 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 2016-17 Budget from \$581,253,828 in the FY 2016-17 Revised Budget to \$557,776,071, 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 2016-17 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 2016-17 Revised Budget with the Budget Appropriation by Fund included in Budget Amendment No. 2, with total requirements of \$557,776,071 (the FY 2016-17 Revised 1 Budget, as so amended, the “FY 2016-17 Revised 2 Budget”);

**BE IT FURTHER RESOLVED**, that pursuant to PDC’s FY 2016-17 Revised 2 Budget, appropriations be and hereby are made for the fiscal year beginning July 1, 2016, and ending June 30, 2017, from the funds and for the expenditure categories as detailed in the FY 2016-17 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 12, 2017



**PDC Summary**  
**Total Resources and Requirements**

<b>Total All Funds</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	280,827,314	1,219,972	282,047,286
<b>Revenue</b>			
City General Fund	5,722,466	-100,000	5,622,466
Fees and Charges	14,720,662	146,217	14,866,879
Grants - Federal except HCD	1,088,734	191,266	1,280,000
Grants - HCD Contract	2,130,224	0	2,130,224
Grants - State & Local	302,916	46,155	349,071
Interest on Investments	485,246	683,516	1,168,762
Loan Collections	7,816,814	17,677,205	25,494,019
TIF Debt Proceeds	97,450,490	1,084,663	98,535,153
Other Debt Proceeds	17,961,785	0	17,961,785
Miscellaneous	801,584	303,731	1,105,315
Property Income	35,568,350	-13,839,972	21,728,378
Reimbursements	585,036	-188,000	397,036
Service Reimburesments	13,464,206	0	13,464,206
Transfers In	102,328,001	-30,702,510	71,625,491
<b>Total Revenue</b>	<b>300,426,514</b>	<b>-24,697,729</b>	<b>275,728,785</b>
<b>Total Resources</b>	<b>581,253,828</b>	<b>-23,477,757</b>	<b>557,776,071</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	13,705,282	-141,969	13,563,313
Economic Development	15,467,078	-212,845	15,254,233
Housing	86,661,258	-30,315,263	56,345,995
Infrastructure	16,018,024	-9,019,228	6,998,796
Property Redevelopment	212,728,354	6,446,440	219,174,794
<b>Total Expenditures</b>	<b>344,579,996</b>	<b>-33,242,865</b>	<b>311,337,131</b>
Transfers	115,792,207	-30,702,509	85,089,698
Contingency	120,881,625	40,467,616	161,349,242
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>581,253,828</b>	<b>-23,477,757</b>	<b>557,776,071</b>

**Changes to Resources:**

**Beginning Fund Balance** increases \$1,219,972 based on actual FY 2015-16 ending fund balances one fund not reconciled in prior budget amendment.

Decrease **General Fund** resources a net \$100,000 to move funding to next fiscal year based on program timing (requested through City Spring Budget Amendment Process).

**Fees and Charges** increase \$146,217 – mostly related to Ezone activity and implementation of C-Pace program.

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**Loan Collections** increase \$17,677,205 to include updated repayment estimates through end of fiscal year. Most of the change recognizes term for 2007 NMTC projects (\$7.5M) and repayment of VMC loan to OMF (\$3M), and other loans (all in OCC URA Fund). NMTC projects are restructure with equal principal amount included under Property Redevelopment (commercial lending).

**TIF Debt Proceeds** increase \$1,084,663 between several districts based on updated current year estimates.

**Property Income** decreases \$13,839,972 mostly related to moving NMAC Parcel 3 transaction to next fiscal year and removing purchase of Block 49 by Business Management Fund from OCCURA (due to CC Hotel Garage transaction being removed from Business Management Fund). Offset by increases in property sales in Airport Way.

**Transfers In** decrease \$30,702,510 to remove interfund loan from OCCURA to Business Management Fund (since CC Hotel Garage no longer will occur in Business Mgt Fund).

### **Changes to Requirements:**

**Administration** decreases \$141,969 for net changes in administrative overhead. Increases include adjustments to community sponsorships/special events and director recruitment expenses. Decreases are primarily timing of disparity study (IGA with City of Portland). Offset by slight increases in URAs for debt management expense.

**Economic Development** decreases a net \$212,845 - includes pushing business lending resources to future years in several URAs (Mainly N/NE resources in Interstate) and \$100,000 in General Fund resources to next fiscal year based on program timing.

**Housing** decreases a net \$30,315,263 across URAs based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year). Also includes PDC grant of \$7M related to Parcel 3 property moving to next fiscal year.

**Infrastructure** decreases a net \$9,019,228 for (1) reclassifying Downtown Waterfront and River District parking investments as broader redevelopment opportunity funds and pushing resources to next fiscal year and (2) moving Gateway Park and Street improvements, Interstate Lombard investments and Lents Leach Botanical Garden all to next fiscal year based on partner timing. Funding in all cases already represented in FY 2017-18 Requested Budget.

**Property Redevelopment** increases a net \$6,446,440 based on changes across URA funds. Movement of CC Hotel Garage from Business Management Fund to OCCURA Fund mostly cancels itself. Increases largely related to adding \$7.5M lending to OCCURA to fund restructured 2007 NMTC projects that termed.

**Transfers** decrease \$30,702,509 to remove interfund loan from OCCURA to Business Management Fund since CC Hotel Garage transaction will be managed entirely within OCCURA Fund.

**Contingency** increases \$40,467,616 to recognize de-appropriation of resources based on project timing (and already factored into FY 2017-18 beginning fund balance. Additional resources being recognized through this revision not programmed will be added to the FY 2017-18 Beginning Fund Balance.

**Fund Summary**  
**Total Resources and Requirements**

<b>General Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	1,545,176	-111,838	1,433,338
<b>Revenue</b>			
City General Fund	5,722,466	-100,000	5,622,466
Fees and Charges	85,330	125,000	210,330
Grants - State & Local	59,117	0	59,117
Loan Collections	57,986	137,091	195,077
Property Income	12,926	0	12,926
Reimbursements	60,000	12,000	72,000
Service Reimburesments	13,464,206	0	13,464,206
Transfers In	99,438	0	99,438
<b>Total Revenue</b>	<b>19,561,469</b>	<b>174,091</b>	<b>19,735,560</b>
<b>Total Resources</b>	<b>21,106,645</b>	<b>62,253</b>	<b>21,168,898</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	12,861,128	-155,089	12,706,039
Economic Development	5,860,126	-35,000	5,825,126
Housing	88,050	0	88,050
Property Redevelopment	445,248	0	445,248
<b>Total Expenditures</b>	<b>19,254,552</b>	<b>-190,089</b>	<b>19,064,463</b>
Transfers	579,721	1	579,722
Contingency	1,272,372	252,341	1,524,713
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>21,106,645</b>	<b>62,253</b>	<b>21,168,898</b>

Changes to Resources:

- Beginning Fund Balance decreases \$111,838 for beginning fund balance true-up.
- Decrease General Fund resources \$100,000 to move funds via City of Portland Spring Budget Amendment Process to FY 2017-18 (requested).
- Fees and charges increase \$125,000 for agreements with Multnomah County for CPACE implementation and Bureau of Planning and Sustainability for supporting – Powell-Division Healthy Connective Communities IGA.
- Loan collections increase \$137,091 to transfer working capital loan balance to Enterprise Loans Fund.

Changes to Requirements:

- Administration decreases \$155,089 for net changes in administrative overhead. Increases include adjustments to community sponsorships/special events and director recruitment expenses. Decreases are primarily timing of disparity study (IGA with City of Portland).
- Economic Development decreases a net \$35,000 for funding requested to carryover to FY 2017-18 (\$100,000) offset by increases for BPS IGA.
- Transfers increase \$27,128 – represents transfers to Enterprise Loans Fund for pooling of revolving loan receipts.
- Contingency increases \$252,341 to balance revised requirements with resources. Savings will partially fund disparity study budget next fiscal year.

**Fund Summary**  
**Total Resources and Requirements**

<b>Other Federal Grants</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	795,894	0	795,894
<b>Revenue</b>			
Fees and Charges	1,564	0	1,564
Interest on Investments	200	0	200
Loan Collections	316,694	110,000	426,694
<b>Total Revenue</b>	<b>318,458</b>	<b>110,000</b>	<b>428,458</b>
<b>Total Resources</b>	<b>1,114,352</b>	<b>110,000</b>	<b>1,224,352</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	215,362	350,000	565,362
<b>Total Expenditures</b>	<b>215,362</b>	<b>350,000</b>	<b>565,362</b>
Transfers	43,241	0	43,241
Contingency	855,749	-240,000	615,749
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>1,114,352</b>	<b>110,000</b>	<b>1,224,352</b>

Changes to Resources:

- Loan collections increase \$110,000 for updated EDA loan collection amounts.

Changes to Requirements:

- Economic Development increases \$350,000 using mostly funds held in contingency to fund current year EDA loan activity.
- Contingency decreases \$240,000 to balance requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>HCD Contract Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	290,042	0	290,042
<b>Revenue</b>			
Grants - HCD Contract	2,130,224	0	2,130,224
Property Income	0	251,456	251,456
<b>Total Revenue</b>	<b>2,130,224</b>	<b>251,456</b>	<b>2,381,680</b>
<b>Total Resources</b>	<b>2,420,266</b>	<b>251,456</b>	<b>2,671,722</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	2,130,224	42	2,130,266
Property Redevelopment	0	251,456	251,456
<b>Total Expenditures</b>	<b>2,130,224</b>	<b>251,498</b>	<b>2,381,722</b>
Transfers	290,000	0	290,000
Contingency	42	-42	0
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>2,420,266</b>	<b>251,456</b>	<b>2,671,722</b>

Changes to Resources:

- Adds \$251,456 for book value sale/transfer of McGalliard property to 9101 project.

Changes to Requirements:

- Property Redevelopment increases \$251,456 for offsetting transaction transferring program income to PHB/City of Portland (property was purchased in 1999 with CDBG resources from city).

**Fund Summary**  
**Total Resources and Requirements**

<b>Enterprise Zone</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	2,927,846	0	2,927,846
<b>Revenue</b>			
Fees and Charges	38,000	-31,312	6,688
Interest on Investments	7,154	0	7,154
Miscellaneous	801,584	53,731	855,315
<b>Total Revenue</b>	<b>846,738</b>	<b>22,419</b>	<b>869,157</b>
<b>Total Resources</b>	<b>3,774,584</b>	<b>22,419</b>	<b>3,797,003</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,221,610	-300,408	921,202
<b>Total Expenditures</b>	<b>1,221,610</b>	<b>-300,408</b>	<b>921,202</b>
Transfers	2,981	0	2,981
Contingency	2,549,993	322,827	2,872,820
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>3,774,584</b>	<b>22,419</b>	<b>3,797,003</b>

Changes to Resources:

- True-up of current year anticipated Ezone charges and program contributions based participant companies.

Changes to Requirements:

- Economic Development decreases \$300,408 for Ezone programming (Workforce and Business Development) moved to next fiscal year.
- Contingency increases \$322,827 to balance current year requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>Ambassador Program Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	18,820	0	18,820
<b>Revenue</b>			
Interest on Investments	150	0	150
<b>Total Revenue</b>	<b>150</b>	<b>0</b>	<b>150</b>
<b>Total Resources</b>	<b>18,970</b>	<b>0</b>	<b>18,970</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	18,950	0	18,950
<b>Total Expenditures</b>	<b>18,950</b>	<b>0</b>	<b>18,950</b>
Contingency	20	0	20
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>18,970</b>	<b>0</b>	<b>18,970</b>

No changes



**Fund Summary**  
**Total Resources and Requirements**

<b>Airport Way URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	4,974,317	0	4,974,317
<b>Revenue</b>			
Fees and Charges	830	0	830
Interest on Investments	10,000	0	10,000
Loan Collections	81,654	0	81,654
Property Income	0	1,035,000	1,035,000
<b>Total Revenue</b>	<b>92,484</b>	<b>1,035,000</b>	<b>1,127,484</b>
<b>Total Resources</b>	<b>5,066,801</b>	<b>1,035,000</b>	<b>6,101,801</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	3,647	4,000	7,647
Economic Development	260,383	-200	260,183
Property Redevelopment	118,348	27,311	145,659
<b>Total Expenditures</b>	<b>382,378</b>	<b>31,111</b>	<b>413,489</b>
Transfers	119,950	0	119,950
Contingency	4,564,473	1,003,889	5,568,362
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>5,066,801</b>	<b>1,035,000</b>	<b>6,101,801</b>

Changes to Resources

- Property income increases \$1,035,000 for planned sale at Cascade Station.

Changes to Requirements

- Slight changes to Administration and Property Redevelopment to manage debt management expenses and Cascade Station property management requirements.
- Contingency increases \$1,003,889 to match requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>Central Eastside URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	21,518,339	0	21,518,339
<b>Revenue</b>			
Fees and Charges	1,622	-582	1,040
Interest on Investments	5,000	0	5,000
Loan Collections	184,929	0	184,929
TIF Debt Proceeds	4,207,546	849,980	5,057,526
Property Income	104,000	0	104,000
<b>Total Revenue</b>	<b>4,503,097</b>	<b>849,398</b>	<b>5,352,495</b>
<b>Total Resources</b>	<b>26,021,436</b>	<b>849,398</b>	<b>26,870,834</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	32,404	0	32,404
Economic Development	330,215	0	330,215
Housing	3,235,965	-572,114	2,663,851
Infrastructure	3,069,234	-2,415,000	654,234
Property Redevelopment	4,416,856	0	4,416,856
<b>Total Expenditures</b>	<b>11,084,674</b>	<b>-2,987,114</b>	<b>8,097,560</b>
Transfers	600,782	0	600,782
Contingency	14,335,980	3,836,512	18,172,492
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>26,021,436</b>	<b>849,398</b>	<b>26,870,834</b>

Changes to Resources

- TIF Debt Proceeds increases \$849,980 based on updated estimates.

Changes to Requirements

- Housing decreases \$572,114 based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year).
- Infrastructure decreases \$2,415,000 to reclassify and move District Parking to future fiscal year and move Community Center project funding to future years.
- Increase contingency \$3,836,512 to balance revised requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>Convention Center URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	38,400,928	0	38,400,928
<b>Revenue</b>			
Fees and Charges	1,931	1,711	3,642
Interest on Investments	10,000	0	10,000
Loan Collections	415,349	13,500,000	13,915,349
Property Income	8,834,543	-4,996,500	3,838,043
Reimbursements	50,000	0	50,000
Transfers In	102,510	-102,510	0
<b>Total Revenue</b>	<b>9,414,333</b>	<b>8,402,701</b>	<b>17,817,034</b>
<b>Total Resources</b>	<b>47,815,261</b>	<b>8,402,701</b>	<b>56,217,962</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	30,045	2,000	32,045
Economic Development	115,880	-110	115,770
Housing	5,080,000	0	5,080,000
Property Redevelopment	7,180,579	38,997,500	46,178,079
<b>Total Expenditures</b>	<b>12,406,504</b>	<b>38,999,390</b>	<b>51,405,894</b>
Transfers	31,887,005	-30,600,000	1,287,005
Contingency	3,521,752	3,311	3,525,063
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>47,815,261</b>	<b>8,402,701</b>	<b>56,217,962</b>

Changes to Resources

- Loan collections increase \$13,500,000 balloon repayments (term for 2007 NMTC projects and repayment of VMC loan to OMF, and other loans. NMTC projects are restructure with equal principal amount included under Property Redevelopment (commercial lending).
- Property income decreases \$4,996,500 since Block 49 is no longer being sold to the Business Management Fund (no longer executing interfund loan or transaction in Business Management Fund).

Changes to Requirements

- Property Redevelopment increases \$38,997,500 to include new loan for 2007 NMTC projects that came to term and \$32,000,000 fund CC Hotel Garage development directly from OCC URA Fund (removed from Business Management Fund).
- Transfers decrease \$30,600,000 to remove planned interfund loan to Business Management Fund for CC Hotel Garage development.

**Fund Summary**  
**Total Resources and Requirements**

<b>Downtown Waterfront URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	40,581,897	0	40,581,897
<b>Revenue</b>			
Fees and Charges	42,384	0	42,384
Interest on Investments	10,000	0	10,000
Loan Collections	262,475	0	262,475
Property Income	1,059,635	3,117	1,062,752
Reimbursements	30,454	0	30,454
<b>Total Revenue</b>	<b>1,404,948</b>	<b>3,117</b>	<b>1,408,065</b>
<b>Total Resources</b>	<b>41,986,845</b>	<b>3,117</b>	<b>41,989,962</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	8,000	1,000	9,000
Economic Development	217,744	50,954	268,698
Housing	1,971,910	-1,971,910	0
Infrastructure	500,000	-500,000	0
Property Redevelopment	2,311,465	158,182	2,469,647
<b>Total Expenditures</b>	<b>5,009,119</b>	<b>-2,261,774</b>	<b>2,747,345</b>
Transfers	476,622	0	476,622
Contingency	36,501,104	2,264,891	38,765,995
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>41,986,845</b>	<b>3,117</b>	<b>41,989,962</b>

Changes to Resources

- Property income - slight increase of \$3,117 for current year income estimates for DTWF properties.

Changes to Requirements

- Housing decreases \$1,791,910 based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year).
- Infrastructure decreases \$500,000 to reclassify budget for parking development under Property Redevelopment (OT/CT Parking and Investments).
- Property Redevelopment increases a net \$158,182. Includes increases for timing of community livability grant (Chinese Garden) and PIP grants.
- Contingency increases \$2,264,891 to balance requirements with resources - most resources allocated to OT/CT Parking and Investments project in FY 2017-18 budget and forecast.

**Fund Summary**  
**Total Resources and Requirements**

<b>Gateway Reg Center URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	10,098,914	0	10,098,914
<b>Revenue</b>			
Fees and Charges	1,764	0	1,764
Interest on Investments	22,444	0	22,444
Loan Collections	12,894	0	12,894
TIF Debt Proceeds	4,740,478	238,737	4,979,215
<b>Total Revenue</b>	<b>4,777,580</b>	<b>238,737</b>	<b>5,016,317</b>
<b>Total Resources</b>	<b>14,876,494</b>	<b>238,737</b>	<b>15,115,231</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	10,000	0	10,000
Economic Development	378,285	0	378,285
Housing	2,360,466	-2,180,000	180,466
Infrastructure	2,531,488	-2,246,440	285,048
Property Redevelopment	4,895,926	-3,255,000	1,640,926
<b>Total Expenditures</b>	<b>10,176,165</b>	<b>-7,681,440</b>	<b>2,494,725</b>
Transfers	711,999	0	711,999
Contingency	3,988,330	7,920,177	11,908,507
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>14,876,494</b>	<b>238,737</b>	<b>15,115,231</b>

Changes to Resources

- TIF Debt Proceeds increase \$238,737 based on revised forecast.

Changes to Requirements

- Housing decreases \$2,180,000 based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year).
- Infrastructure decreases \$2,246,440 to match timing of Gateway park and street improvements in FY 2017-18 budget.
- Property Redevelopment decreases \$3,255,000 to reduce current year commercial lending. Included in budget spending assumptions for FY 2017-18.
- Contingency increases \$7,920,177 to balance requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>Interstate Corridor URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	26,176,511	0	26,176,511
<b>Revenue</b>			
Fees and Charges	4,991	0	4,991
Interest on Investments	39,901	125,000	164,901
Loan Collections	397,961	250,000	647,961
TIF Debt Proceeds	18,981,000	0	18,981,000
Property Income	767,406	0	767,406
Reimbursements	71,526	0	71,526
<b>Total Revenue</b>	<b>20,262,785</b>	<b>375,000</b>	<b>20,637,785</b>
<b>Total Resources</b>	<b>46,439,296</b>	<b>375,000</b>	<b>46,814,296</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	22,532	1,000	23,532
Economic Development	926,903	-480,200	446,703
Housing	17,878,902	-7,853,387	10,025,515
Infrastructure	1,326,638	-1,101,985	224,653
Property Redevelopment	5,536,673	-393,195	5,143,478
<b>Total Expenditures</b>	<b>25,691,648</b>	<b>-9,827,767</b>	<b>15,863,881</b>
Transfers	2,075,948	0	2,075,948
Contingency	18,671,700	10,202,767	28,874,467
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>46,439,296</b>	<b>375,000</b>	<b>46,814,296</b>

Changes to Resources

- Interest on investments increase \$125,000 based on revised forecast of current year interest earnings.
- Loan collections increase \$250,000 to true-up current year principal and interest receipts.

Changes to Requirements:

- Economic Development decreases \$480,200 - mostly business lending funds that will be added to N/NE implementation in FY 2017-18.
- Housing decreases \$7,853,384 based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year).
- Infrastructure decreases a net \$1,101,985 for timing of Lombard street improvements (already included in FY 2017-18 budget).
- Property Redevelopment decreases \$393,195 for timing of MLK Alberta project (moved some resources to next fiscal year).
- Contingency increases \$10,202,767 to balance requirements with resources. Added to beginning fund balance in FY 2017-18.

**Fund Summary**  
**Total Resources and Requirements**

<b>Lents Town Center URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	21,849,770	0	21,849,770
<b>Revenue</b>			
Fees and Charges	31,211	51,400	82,611
Interest on Investments	51,118	65,000	116,118
Loan Collections	5,212,118	3,595,000	8,807,118
TIF Debt Proceeds	17,990,000	0	17,990,000
Property Income	4,013,579	0	4,013,579
Reimbursements	73,056	0	73,056
<b>Total Revenue</b>	<b>27,371,082</b>	<b>3,711,400</b>	<b>31,082,482</b>
<b>Total Resources</b>	<b>49,220,852</b>	<b>3,711,400</b>	<b>52,932,252</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	20,000	1,000	21,000
Economic Development	896,266	0	896,266
Housing	12,537,946	2,375,525	14,913,471
Infrastructure	3,385,038	-1,890,980	1,494,058
Property Redevelopment	27,786,621	60,000	27,846,621
<b>Total Expenditures</b>	<b>44,625,871</b>	<b>545,545</b>	<b>45,171,416</b>
Transfers	1,824,654	0	1,824,654
Contingency	2,770,327	3,165,855	5,936,182
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>49,220,852</b>	<b>3,711,400</b>	<b>52,932,252</b>

- Resources
  - Beginning Fund Balance increases \$4,782,953 based on actual FY 2015-16 ending fund balance.
  - Fees and charges increase \$51,400 for anticipated total cost of PDC services that will be reimbursed by 9101 LLC project.
  - Loan Income increases \$3,595,000 to true-up all predev loan repayments related to LTC projects.
- Requirements
  - Housing increases \$2,375,525 for timing of disbursements on set aside project carryover for Lents Town Center projects.
  - Infrastructure decreases \$1,890,980 for Leach Botanical Gardens already moved to FY 2017-18 budget based on project timing.
  - Property Redevelopment increases a net \$60,000 to include additional appropriation for staffing and other costs related to 9101 LLC project/LTC projects.
  - Contingency increases \$3,165,855 to balance requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>NPI URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	774,406	0	774,406
<b>Revenue</b>			
Grants - State & Local	243,799	46,155	289,954
Interest on Investments	672	0	672
TIF Debt Proceeds	563,466	-4,055	559,411
<b>Total Revenue</b>	<b>807,937</b>	<b>42,100</b>	<b>850,037</b>
<b>Total Resources</b>	<b>1,582,343</b>	<b>42,100</b>	<b>1,624,443</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,035,000	0	1,035,000
<b>Total Expenditures</b>	<b>1,035,000</b>	<b>0</b>	<b>1,035,000</b>
Transfers	121,178	0	121,178
Contingency	426,165	42,100	468,265
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>1,582,343</b>	<b>42,100</b>	<b>1,624,443</b>

Changes to Resources:

- Grants - State & Local increase amount for anticipated revenue sharing agreements to \$289,954 for current fiscal year.

Changes to Requirements:

- Contingency increases \$42,100 based on available funds (funds to be recieved, but not appropriated this year).



**Fund Summary**  
**Total Resources and Requirements**

<b>North Macadam Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	14,418,546	0	14,418,546
<b>Revenue</b>			
Fees and Charges	136	0	136
Interest on Investments	30,000	0	30,000
Loan Collections	27,238	0	27,238
TIF Debt Proceeds	8,993,000	0	8,993,000
Property Income	7,978,562	-7,680,118	298,444
<b>Total Revenue</b>	<b>17,028,936</b>	<b>-7,680,118</b>	<b>9,348,818</b>
<b>Total Resources</b>	<b>31,447,482</b>	<b>-7,680,118</b>	<b>23,767,364</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	20,000	1,000	21,000
Economic Development	3,605	0	3,605
Housing	17,060,000	-15,057,000	2,003,000
Infrastructure	2,695,831	5,000	2,700,831
Property Redevelopment	4,619,029	682,045	5,301,074
<b>Total Expenditures</b>	<b>24,398,465</b>	<b>-14,368,955</b>	<b>10,029,510</b>
Transfers	815,394	0	815,394
Contingency	6,233,623	6,688,837	12,922,460
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>31,447,482</b>	<b>-7,680,118</b>	<b>23,767,364</b>

Changes to Resources

- Property income decreases \$7,680,118 to move sale of Parcel 3 to next fiscal year (portion related to NMAC – gain on sale included in Business Management Fund).

Changes to Requirements

- Housing increases decreases \$15,057,000 to include parcel 3 related expenses (grant for property acquisition and PHB Set Aside investment) in next fiscal year.
- Property Redevelopment increases a net \$682,045 - most of the increase related to acquisition of Jasmine property from South Park Blocks fund (property is geographically within NMAC URA, this action will add asset to NMAC assets.)
- Contingency increases \$6,688,837 to balance revised requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>River District URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	72,512,435	0	72,512,435
<b>Revenue</b>			
Fees and Charges	7,579	0	7,579
Grants - Federal except HCD	1,088,734	191,266	1,280,000
Interest on Investments	200,000	493,293	693,293
Loan Collections	560,476	0	560,476
TIF Debt Proceeds	41,975,000	0	41,975,000
Other Debt Proceeds	17,961,785	0	17,961,785
Property Income	9,497,699	100,028	9,597,727
Reimbursements	300,000	-200,000	100,000
Transfers In	493,293	0	493,293
<b>Total Revenue</b>	<b>72,084,566</b>	<b>584,587</b>	<b>72,669,153</b>
<b>Total Resources</b>	<b>144,597,001</b>	<b>584,587</b>	<b>145,181,588</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	437,608	0	437,608
Economic Development	161,227	0	161,227
Housing	21,055,906	-5,056,600	15,999,306
Infrastructure	2,509,795	-869,823	1,639,972
Property Redevelopment	39,635,505	83,107	39,718,612
<b>Total Expenditures</b>	<b>63,800,041</b>	<b>-5,843,316</b>	<b>57,956,725</b>
Transfers	75,294,346	0	75,294,346
Contingency	5,502,614	6,427,903	11,930,517
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>144,597,001</b>	<b>584,587</b>	<b>145,181,588</b>

Changes to Resources:

- Grants increase \$191,66 to reconcile current anticipated Union Station grant draws.
- Interest on Investments increase \$493,293 to true-up to the current year anticipated interest earnings on River District cash.
- Property income increases a net \$100,028 for current forecast on income producing properties in the district.
- Reimbursements decrease \$200,000 based on current year environmental reimbursement forecast.

Changes to Requirements:

- Housing decreases \$5,056,600 based on current year expenditure forecast from PHB (Set Aside amounts moved into next fiscal year).
- Infrastructure decreases \$869,823 to reclassify budget for parking development under Property Redevelopment (OT/CT Parking and Investments).
- Property Redevelopment increases \$83,107. Includes increases for reclassification of parking infrastructure budget, Lot 5 remediation costs, and PIP grants; decreases for moving some expenses to next fiscal year. Decreases for lower property remediation/predevelopment on several properties.
- Contingency increases \$6,427,903 to balance requirements with resources.

**Fund Summary**  
**Total Resources and Requirements**

<b>South Park Blocks URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	8,596,326	0	8,596,326
<b>Revenue</b>			
Fees and Charges	837	0	837
Interest on Investments	10,000	0	10,000
Loan Collections	87,438	0	87,438
Property Income	0	747,045	747,045
<b>Total Revenue</b>	<b>98,275</b>	<b>747,045</b>	<b>845,320</b>
<b>Total Resources</b>	<b>8,694,601</b>	<b>747,045</b>	<b>9,441,646</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	5,000	3,120	8,120
Economic Development	200,000	0	200,000
Housing	5,360,000	0	5,360,000
Property Redevelopment	62,104	45,034	107,138
<b>Total Expenditures</b>	<b>5,627,104</b>	<b>48,154</b>	<b>5,675,258</b>
Transfers	305,615	0	305,615
Contingency	2,761,882	698,891	3,460,773
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>8,694,601</b>	<b>747,045</b>	<b>9,441,646</b>

Change to Resources

- Property income increases \$747,045 for NMAC purchasing Jasmine parcel.

Change to Requirements

- Property Redevelopment increases a net \$45,034 to add funding for a PIP grant and project staffing requirements.
- Contingency increased by \$698,891 to balance resources with requirements.

**Fund Summary**  
**Total Resources and Requirements**

<b>Willamette Industrial URA Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	4,108,435	0	4,108,435
<b>Revenue</b>			
Interest on Investments	10,000	0	10,000
<b>Total Revenue</b>	<b>10,000</b>	<b>0</b>	<b>10,000</b>
<b>Total Resources</b>	<b>4,118,435</b>	<b>0</b>	<b>4,118,435</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	5,718	0	5,718
Economic Development	95,000	-5,000	90,000
Property Redevelopment	20,000	0	20,000
<b>Total Expenditures</b>	<b>120,718</b>	<b>-5,000</b>	<b>115,718</b>
Contingency	3,997,717	5,000	4,002,717
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>4,118,435</b>	<b>0</b>	<b>4,118,435</b>

Change to Requirements

- Economic Development decreases \$5,000 to reallocate staff time to projects in other funds.

**Fund Summary**  
**Total Resources and Requirements**

<b>Enterprise Loans Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	3,796,050	1,331,810	5,127,860
<b>Revenue</b>			
Fees and Charges	2,483	0	2,483
Interest on Investments	8,066	0	8,066
Loan Collections	199,602	85,114	284,716
Transfers In	432,760	0	432,760
<b>Total Revenue</b>	<b>642,911</b>	<b>85,114</b>	<b>728,025</b>
<b>Total Resources</b>	<b>4,438,961</b>	<b>1,416,924</b>	<b>5,855,885</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	1,400,298	195,077	1,595,375
<b>Total Expenditures</b>	<b>1,400,298</b>	<b>195,077</b>	<b>1,595,375</b>
Transfers	46,968	0	46,968
Contingency	2,991,695	1,221,847	4,213,542
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>4,438,961</b>	<b>1,416,924</b>	<b>5,855,885</b>

Change to Resources:

- Beginning Fund Balance increases \$1,331,810 for actual cash balance not trued-up during Revised 1 Budget.
- Loan collections increase \$85,114 for loans previously held by General Fund now being recorded in Working Capital Fund (sub-fund of Enterprise Loans Fund).
- Transfers in increase \$27,128 for receipt of additional General Fund loan repayments (all General Fund loan repayments are transferred and pooled with PDC's other Enterprise Loan Funds).

Change to Requirements:

- Economic Development increases \$195,077 for purchase of working capital loan balances from General Fund (to consolidate loan balances in single fund).
- Contingency increases \$1,221,847 to match revised requirements with resources (related to higher beginning balances and repayment of interfund loans).

**Fund Summary**  
**Total Resources and Requirements**

<b>Enterprise Mgt Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	32,113	0	32,113
<b>Revenue</b>			
Interest on Investments	0	223	223
Property Income	0	0	0
<b>Total Revenue</b>	<b>0</b>	<b>223</b>	<b>223</b>
<b>Total Resources</b>	<b>32,113</b>	<b>223</b>	<b>32,336</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Housing	32,113	223	32,336
<b>Total Expenditures</b>	<b>32,113</b>	<b>223</b>	<b>32,336</b>
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>32,113</b>	<b>223</b>	<b>32,336</b>

Changes to Resources:

- Increases for final interest accrual to fund for managing Headwaters Apartments.

Changes to Requirements:

- Increases final, residual cash transferred to PHB based on final interest accrual. Fund will be closed out at end of fiscal year.

**Fund Summary**  
**Total Resources and Requirements**

<b>Business Mgt Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	7,161,488	0	7,161,488
<b>Revenue</b>			
Fees and Charges	14,500,000	0	14,500,000
Interest on Investments	69,541	0	69,541
Miscellaneous	0	250,000	250,000
Property Income	3,300,000	-3,300,000	0
Transfers In	101,200,000	-30,600,000	70,600,000
<b>Total Revenue</b>	<b>119,069,541</b>	<b>-33,650,000</b>	<b>85,419,541</b>
<b>Total Resources</b>	<b>126,231,029</b>	<b>-33,650,000</b>	<b>92,581,029</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Economic Development	0	12,000	12,000
Property Redevelopment	115,700,000	-30,210,000	85,490,000
<b>Total Expenditures</b>	<b>115,700,000</b>	<b>-30,198,000</b>	<b>85,502,000</b>
Transfers	595,803	-102,510	493,293
Contingency	9,935,226	-3,349,490	6,585,736
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>126,231,029</b>	<b>-33,650,000</b>	<b>92,581,029</b>

- Resources
  - Decrease property sales \$3,300,000 for sale of Parcel 3 non-TIF portion of property sale.
  - Transfers In decrease \$30,600,000 for higher interfund loan from River District to fund environmental escrow on Post Office.
- Requirements
  - Property Redevelopment decreases \$30,210,000 to move CC Hotel Garage expenditures to OCCURA Fund.
  - Transfers decrease \$102,510 for interest on interfund loan - loan will not longer take place since CC Garage will disburse directly from OCCURA Fund.
  - Contingency decrease \$3,3349,490 to balance resources with requirements.

**Fund Summary**  
**Total Resources and Requirements**

<b>Internal Service Fund</b>	<b>Revised 1</b>		<b>Revised 2</b>
	<b>FY 2016-17</b>	<b>Revision</b>	<b>FY 2016-17</b>
<b>Resources</b>			
Beginning Fund Balance	249,061	0	249,061
<b>Revenue</b>			
Interest on Investments	1,000	0	1,000
<b>Total Revenue</b>	<b>1,000</b>	<b>0</b>	<b>1,000</b>
<b>Total Resources</b>	<b>250,061</b>	<b>0</b>	<b>250,061</b>
<b>Requirements</b>			
<b>Expenditures</b>			
Administration	249,200	0	249,200
<b>Total Expenditures</b>	<b>249,200</b>	<b>0</b>	<b>249,200</b>
Contingency	861	0	861
Ending Balance	0	0	0
<b>Total Requirements</b>	<b>250,061</b>	<b>0</b>	<b>250,061</b>

No changes



**RESOLUTION NO. 7230**

**RESOLUTION TITLE:**

ADOPTING BUDGET AMENDMENT NO. 2 FOR THE FISCAL YEAR BEGINNING JULY 1, 2016,  
AND ENDING JUNE 30, 2017; AND MAKING APPROPRIATIONS


Adopted by the Portland Development Commission on April 12, 2017

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 type="checkbox"/>	Commissioner Mark Edlen	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<input type="checkbox"/>	Commissioner Alisha Moreland-Capuia MD	<input 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 checked="" type="checkbox"/>	Commissioner Gustavo J. Cruz, Jr.	<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>April 13, 2017</p>
<p><b>Pam Micek, Recording Secretary</b></p>	