

BEFORE THE METRO COUNCIL

AN ORDINANCE RECOGNIZING AND
ACCEPTING INTERGOVERNMENTAL)
REVENUE FROM THE CITY OF PORTLAND)
AND INCREASING APPROPRIATIONS IN)
THE MERC POOLED CAPITAL FUND FOR FY)
2000-01, AND DECLARING AN EMERGENCY)

ORDINANCE NO. 01-912.

Introduced by Mike Burton,
Executive Officer

WHEREAS, The Metro Council has reviewed and considered the need to recognize and accept intergovernmental revenue and increase appropriations for the 2000-01 fiscal year; and

WHEREAS, The Council recognizes and accepts the \$2 million in intergovernmental revenue from the City of Portland for capital expenditures at the Portland Center for the Performing Arts; and

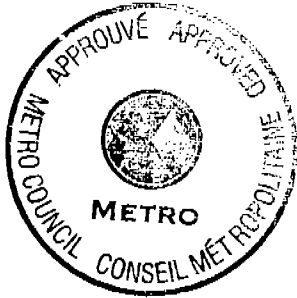
WHEREAS, Appropriations must be increased to expend this intergovernmental revenue; now, therefore,

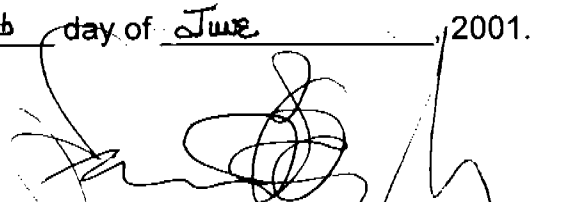
THE METRO COUNCIL ORDAINS AS FOLLOWS:

1. That the FY 2000-01 Budget and Schedule of Appropriations are hereby amended as shown in the column entitled "Revision" of Exhibit A to this Ordinance for the purpose of increasing appropriations in operating expenditures by \$700,000 and capital outlay by \$1,300,000 in the MERC Pooled Capital Fund.

2. This Ordinance being necessary for the immediate preservation of the public health, safety or welfare of the Metro area in order to meet obligations and comply with Oregon Budget Law, an emergency is declared to exist, and this Ordinance takes effect upon passage.

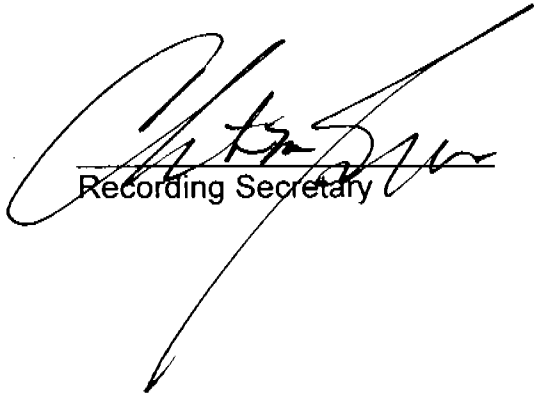
ADOPTED by the Metro Council this 14th day of June, 2001.





David Bragdon, Presiding Officer

ATTEST:



Recording Secretary

Approved as to Form:



Daniel B. Cooper, General Counsel

Exhibit A
Schedule of Appropriations
FY 2000-01 Budget Amendment
Ordinance No. 01-912

	Current Appropriations *	Revision	Amended Appropriations
MERC POOLED CAPITAL FUND			
Beginning Fund Balance	\$5,706,287	\$0	\$5,706,287
Intergovernmental Revenue	0	2,000,000	2,000,000
Interest Earnings	240,500	0	240,500
Total Fund Resources	\$5,946,787	\$2,000,000	\$7,946,787
Operating Expenses (PS & M&S)	\$25,000	\$700,000	\$725,000
Capital Outlay	790,000	1,300,000	2,090,000
Transfers	4,000,000	0	4,000,000
Contingency	550,000	0	550,000
Unappropriated Balance	581,787	0	581,787
Total Fund Requirements	\$5,946,787	\$2,000,000	\$7,946,787

All Other Appropriations Remain as Previously Adopted

** Resources are not appropriated within the budget process. They are shown here for comparison.*

REGIONAL FACILITIES AND OPERATIONS COMMITTEE REPORT

CONSIDERATION OF **ORDINANCE NO. 01-912**, FOR THE PURPOSE OF RECOGNIZING AND ACCEPTING INTERGOVERNMENTAL REVENUE FROM THE CITY OF PORTLAND AND INCREASING APPROPRIATIONS IN THE MERC POOLED CAPITAL FUND FOR FY 2000-01; AND DECLARING AN EMERGENCY

Date: May 31, 2001

Presented by: Councilor Park

Committee Recommendation: At its May 31, 2001, meeting, the Regional Facilities & Operations Committee voted 3-0 to recommend Council adoption of Ordinance No. 01-912. Voting in favor: Councilors Burkholder, Hosticka, and Park. Voting against: None. Absent: None.

Background: Mark Williams, MERC General Manager, presented the staff report. He explained that, as part of the intergovernmental agreement (IGA) regarding the Visitor Development Fund (VDF) signed in December between Metro, The City of Portland, and Multnomah County, the Portland Center for the Performing Arts (PCPA) is to receive revenues for both capital improvements and maintenance. This ordinance recognizes receipt of those revenues and adds the appropriation to the MERC Pooled Capital Fund for FY 2000-01.

Committee Issues/Discussion: Councilor Burkholder asked what type of capital projects have been identified for the use of these funds. Mr. Williams responded that all potential projects are listed in Metro's approved Capital Improvement Plan (CIP). Those projects without adequate funding are identified as such, and all projects are prioritized for completion as funding comes in. One of the primary pending projects is the installation of additional women's restrooms at Keller Auditorium.

Councilor Burkholder asked if this would be an annual amount coming through the IGA? Mr. Williams stated that the \$2 million of current revenue is a one-time event, but \$600,000 will come in annually, with a consumer price index (CPI) escalator through another IGA with the City of Portland to support PCPA. Of this amount, \$300,000 will be used for capital improvements, and \$300,000 will buy down user fees for non-profit arts groups.

Key Public Testimony: There was none.

STAFF REPORT

CONSIDERATION OF ORDINANCE NO. 01-912 RECOGNIZING AND ACCEPTING INTERGOVERNMENTAL REVENUE FROM THE CITY OF PORTLAND AND INCREASING APPROPRIATIONS IN THE MERC POOLED CAPITAL FUND FOR FY 2000-01, AND DECLARING AN EMERGENCY.

Date: May 15, 2001

Presented by: Bryant Enge

DESCRIPTION

The proposed ordinance recognizes and accepts intergovernmental revenue from the City of Portland for capital maintenance and capital improvements at the Portland Center for the Performing Arts. Along with accepting the revenue, the ordinance authorizes increasing appropriations within the MERC Pooled Capital Fund for FY 2000-01

EXISTING LAW

Oregon Local Budget Law provides for changes to appropriations after budget adoption when intergovernmental revenue is received for a specific purpose and if the additional revenue was not known at the time of budget adoption. The local government must recognize and accept the intergovernmental revenue and may increase appropriations so that the additional funds may be expended during the current fiscal year.

BACKGROUND

At the time the budget was adopted, the final outcome of the election and the financing for the OCC Expansion project was being negotiated with all of the parties. As a part of those negotiations, the City of Portland agreed to sell bonds that would be used for capital expenditures at the Portland Center for the Performing Arts (PCPA). All parties have signed the intergovernmental agreement and the bonds have been sold. The City of Portland will reimburse the PCPA for capital expenditures based upon an approved project list.

Anticipating the sale of these bonds, the City of Portland issued a reimbursement resolution which allows Metro to be reimbursed for all capital expenditures for the PCPA back to May 20, 1999. Recognizing the full revenue and expenditures will allow Metro to recover as much as possible this fiscal year. All unspent funds will be available to fund projects in upcoming years.

BUDGET IMPACT

This ordinance accepts increases intergovernmental revenue by \$2 million in the MERC Pooled Capital Fund. It also increases appropriations in operating expenses and capital outlay to match this amount. All other appropriations are as previously adopted.

OUTSTANDING QUESTIONS

Adoption of this ordinance resolves all outstanding questions regarding this intergovernmental revenue.

EXECUTIVE OFFICER'S RECOMMENDATION

The Executive Officer recommends adoption of Ordinance No. 01-912