

Not Adopted

BEFORE THE COUNCIL OF THE
METROPOLITAN SERVICE DISTRICT

FOR THE PURPOSE OF APPROVING A)
FISCAL YEAR 1990-91 SUPPLEMENTAL)
BUDGET AND TRANSMITTING THE)
APPROVED BUDGET TO THE TAX)
SUPERVISING AND CONSERVATION)
COMMISSION)

RESOLUTION NO. 90-1376

Introduced by Rena Cusma,
Executive Officer

WHEREAS, A Supplemental Budget is necessary as provided in ORS 294.480 (1)(a) due to "an occurrence or condition which had not been ascertained at the time of the preparation of a budget for the current year which requires a change in financial planning;" and

WHEREAS, The Council of the Metropolitan Service District convened as Budget committee has reviewed the Proposed Supplemental Budget and held a public hearing on the proposed Budget and considered overall issues affecting the FY 1990-91 Supplemental Budget; and

WHEREAS, Pursuant to Oregon Budget Law, the Council convened as Budget Committee must approve the FY 1990-91 Supplemental Budget and said approved budget must be transmitted to the Tax Supervising and Conservation Commission (TSCC) for public hearing and review; now, therefore,

BE IT RESOLVED,

1. That the Proposed FY 1990-91 Supplemental Budget as amended by the Council of the Metropolitan Service District convened as Budget Committee, which is on file at the Metropolitan Service District offices, is hereby approved.

2. That the Executive Officer is hereby directed to submit the Approved FY 1990-91 Supplemental Budget to the Tax Supervising and Conservation Commission for public hearing and review.

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ADOPTED by the Council of the Metropolitan Service District this

_____ day of _____, 1990.

Tanya Collier, Presiding Officer

kr:ord90-91:supp2:res
December 17, 1990

STAFF REPORT

CONSIDERATION OF RESOLUTION NO. 90-1376 APPROVING A SUPPLEMENTAL BUDGET AND TRANSMITTING THE APPROVED BUDGET TO THE TAX SUPERVISING AND CONSERVATION COMMISSION AND ORDINANCE NO. 91-380 AMENDING ORDINANCE NO. 90-340A REVISING THE FY 1990-91 BUDGET AND APPROPRIATIONS FOR THE PURPOSE OF ADOPTING A SUPPLEMENTAL BUDGET

Date: December 17, 1990

Presented by: Jennifer Sims

FACTUAL BACKGROUND AND ANALYSIS

A Supplemental Budget is necessary due to unforeseen circumstances that require changes in our financial planning. Two actions are presented toward adopting a Supplemental Budget for FY 1990-91. Ordinance No. 91-380 revises the FY 1990-91 Budget and Appropriations Schedule to reflect the necessary financing changes. This action is presented for consideration at this time but is not intended to be adopted until after the Tax Supervising and Conservation Commission (TSCC) conducts a public hearing. TSCC review is required under Oregon Budget Law because total fund appropriations are increasing. Resolution No. 90-1376 approves the Supplemental Budget and transmits the approved budget to the TSCC. Specific actions requested under this proposal are explained below.

Hanna Property Acquisition

The Memorial Coliseum and the Oregon Convention Center are experiencing a shortfall in the amount of parking available to patrons of the facilities. The acquisition of the Hanna property, located at the corner of Williams and Hassalo, would provide additional parking for both facilities as well as provide for future expansion needs. The Metro Exposition-Recreation Commission established a Property Acquisition Committee to investigate the various issues involved with this potential purchase. The Committee compiled a report with information from various sources regarding the property and presented their findings to the Metro E-R Commission. As a result of this report, the Commission recommended the purchase of the Hanna property and requested staff to proceed to secure financing in the amount of \$1.2 million for the purchase and associated costs, environmental clean-up and recommended renovations.

The actual terms of the financing agreement are still being negotiated. It is anticipated the amount will be paid over a ten year period at approximately 7 to 8 percent interest. Payments will not begin until FY 1991-92. Additional parking revenue will be realized to offset the cost of the purchase. Under the terms of the consolidation agreement between the City of Portland and the Metropolitan Service District, title to any real property purchased with funds of the former City ERC facilities shall remain with the City of Portland.

Telephone Room Operations

The opportunity has developed to establish a full service Ticketmaster outlet at the Performing Arts Center to serve the Metro ERC facilities. The current Ticketmaster service provided by the Metro ERC staff is very limited and is performed manually. The new service would provide on-line automated ticket sales for all facilities and greatly enhance the service to customers. It provides the capability to call up all events scheduled at the facilities, to inform customers of all available information regarding seating, to accept credit charges over the phone, to automatically deposit credit charges as they are made and to track event promoter accounts.

This service requires the expansion of the hours and service provided by the Telephone Sales Room at the Performing Arts Center. An additional 6.0 FTE (3.0 FTE full time, 3.0 FTE part time) would be required to staff the facility. Under the agreement with Ticketmaster, they would provide all necessary equipment and provide training to the staff. The Metro ERC would pay Ticketmaster a percentage of the sales. By performing this service, the Metro ERC facilities would receive a profit which would otherwise go to other Ticketmaster outlets.

EXECUTIVE OFFICER'S RECOMMENDATION

The Executive Officer recommends approval of Resolution No. 90-1376, approving the FY 1990-91 Supplemental Budget and transmitting the approved budget to the Tax Supervising and Conservation Commission. In addition, following TSCC review and certification, the Executive Officer recommends adoption of Ordinance No. 91-380, adopting the FY 1990-91 Supplemental Budget.