

METROPOLITAN EXPOSITION-RECREATION COMMISSION

RESOLUTION NO. 93-28

Authorizing the General Manager recommend to Metro that the following operating issues be incorporated into an Operating Policy Statement relating to the Commission's acceptance to manage the Multnomah County Expo Center.

The Metropolitan Exposition-Recreation Commission finds:

1. That it is the intent that the Expo Center will support the County Fair, as stated in the Inter-Governmental Agreement, by providing free rental of facilities, all full time operational staff for setup and tear-down and all revenues generated by the Fair will go to the County Fair Fund. This would be provided by MERC for two years only, 1994 and 1995;

2. That MERC will assist the Fair Advisory Committee and Fair Board in converting to a private non-profit operation in 3 years, with the expectation that they will then be charged the same as other tenants;

3. That a budget for Fiscal Year 1993-94 has been approved by Metro and that MERC accepts that future budgets will require a subsidy to Parks (Green Spaces) annually for their operational deficit. The transfer amount represents the projected support to offset operational shortfalls as long as such funds are available from net profits of the Expo operation or until alternative funding for Green Spaces is found. (See attached financial projections). Any excess funds beyond the transferred, budgeted or projected amount shall remain with the Expo Center for use as the Commission shall determine exclusive to the operations of the Expo Center;

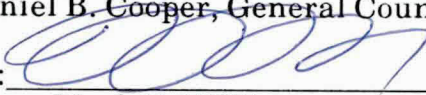
4. That a Future Capital Fund be established and funded annually as part of the Expo Center Budget to be used for major maintenance, capital projects and master plan enhancements. All of these expenditures and annual contributions to the Future Capital Fund to be determined by the MERC Commission in the budget process;

5. That as of January 1, 1994, MERC assumes management responsibility of the Multnomah County Expo Center pending approval of the Intergovernmental Agreement by both Metro and Multnomah County and that the above recommended operational policies be incorporated in the annual management principles set forth as an Operating Policy Statement.


BE IT THEREFORE RESOLVED that the Metropolitan Exposition-Recreation Commission accepts responsibility for the management of the Multnomah County Expo Center pending approval of the IGA and recommends the incorporation of the above operational policy statement.

Passed by the Commission on December 8, 1993

Approved As To Form
Daniel B. Cooper, General Counsel:

By: 
Mark B. Williams
Senior Assistant Counsel


Chairman


Secretary/Treasurer

PARKS AND EXPO CENTER FINANCIAL PROJECTIONS KEY ASSUMPTIONS

1. Excess resources generated at the Expo Center and Glendoveer Golf Course would be available to support county parks and cemetery activities.
2. County parks, Glendoveer Golf Course and cemetery functions would be managed jointly with the Metro Greenspaces program.
3. MERC would manage the Expo Center in conjunction with other MERC facilities.
4. The fund balance is transferred with the functions.
5. The Fair is treated as any other Expo Center user. A revenue neutral pass through of fair-related racing revenues is budgeted.
6. Expo fee increases go into effect July 1, 1994.
7. There would be selective implementation of the Expo Center capital improvement plan, including only life-safety projects and other projects necessary to keep the facility functional.
8. Excise tax would be imposed as an add-on charge to all eligible revenue sources beginning July 1, 1994. The amount generated would be transferred back as needed to cover costs.
9. Revenue producing capital projects would be constructed using revenue bonds and/or private contractors. Operations and debt service would be covered by project revenues.

**Multnomah County Parks and Expo Transfer
Updated Summary Financial Projections
August 11, 1993**

Metro Adopted Budget	Revised			
	FY 1993-94	FY 1994-95	FY 1995-96	FY 1996-97

Resources

Fund Balance	\$187,372	\$450,000	\$207,868	\$177,027	\$128,625
Parks Revenues	1,788,524	1,788,524	1,867,229	1,968,290	2,071,386
Expo Revenues	1,549,532	1,549,532	1,659,981	1,702,608	1,821,229
Excise Tax Earned on Parks and Expo	0	0	191,829	199,514	211,833
General Fund Support	80,000	0	0	0	24,445
Total Resources	\$3,605,428	\$3,788,056	\$3,926,907	\$4,047,439	\$4,257,518

Requirements

Regional Parks	\$2,214,264	\$2,275,201	\$2,363,337	\$2,469,302	\$2,643,646
Expo	1,301,164	1,304,987	1,386,543	1,449,511	1,513,872
Contingency	90,000	100,000	100,000	100,000	100,000
Unappropriated Balance	0	107,868	77,027	28,625	0
Total Requirements	\$3,605,428	\$3,788,056	\$3,926,907	\$4,047,439	\$4,257,518

RECAP:

Expo Revenue:	\$1,549,532	\$1,659,981	\$1,702,608	\$1,821,229
Expo Require:	\$1,304,987	\$1,386,543	\$1,449,511	\$1,513,872
Projected Expo Transfer for Parks Subsidy	\$ 244,545	\$ 273,438	\$ 253,097	\$ 307,357