

Exhibit #2: Amended FY 2021-22 Spring Supplemental Budget

During the Spring Budget Monitoring Process (BMP), City bureaus 1) provide updates on current year expenditures and capital projects, and 2) may request changes to current year budgets. These changes are generally primarily technical to better align budgets with actual and projected revenues and spending. As shown in the table on below, bureaus submitted a total of 155 decision packages with a net change of \$181.9 million in total appropriations. This exhibit walks through a summary of those changes.

FY 2021-22 Spring BMP Decision Package Summary

Decision Package Type	Number of Decision Packages Submitted	Spring 2021-22 Requested Adjustments
Technical Adjustments	15	\$157,055,258
New Revenue	17	\$72,956,312
Internal Transfer	19	\$18,688,555
Policy Set-Aside	9	\$5,601,895
Mid-Year Reduction	2	\$3,088,846
Compensation Set-Aside	9	\$2,804,976
Non GF Contingency	4	\$938,000
New GF Request	16	(\$192,835)
GF Program Carryover	46	(\$14,450,429)
Other Adjustments	18	(\$64,550,969)
	155	\$181,939,609

GENERAL FUND SUMMARY

	Adopted Budget	Current Revised Budget	Proposed Adjustments	Total Proposed Revised
Beginning Fund Balance	29,097,508	102,632,470	-	102,632,470
Taxes	306,099,807	306,099,807	-	306,099,807
Licenses & Permits	226,908,332	227,304,332	100,000	227,404,332
Charges for Services	19,520,827	15,898,094	906,000	16,804,094
Intergovernmental	65,926,711	65,888,444	999,629	66,888,073
Interagency Revenue	64,972,416	63,982,379	102,444	64,084,823
Fund Transfers - Revenue	51,721,625	81,398,554	-	81,398,554
Bond & Note Proceeds	2,025,000	2,411,472	-	2,411,472
Miscellaneous	3,991,306	3,593,261	(65,000)	3,528,261
Revenues	770,263,532	869,208,813	2,043,073	871,251,886

	Adopted Budget	Current Revised Budget	Proposed Adjustments	Total Proposed Revised
Personnel	470,401,089	457,081,970	8,003,156	465,085,126
External Materials and Services	141,314,712	195,617,361	(15,880,067)	179,737,294
Internal Materials and Services	70,640,562	89,592,007	(7,109,228)	82,482,779
Capital Outlay	3,242,000	5,151,656	(428,453)	4,723,203
Debt Service	13,012,339	13,012,339	90,000	13,102,339
Fund Transfers - Expense	49,557,169	71,283,415	14,789,880	86,073,295
Contingency	22,095,661	37,470,065	2,577,785	40,047,850
Expenses	770,263,532	869,208,813	2,043,073	871,251,886

The Spring Supplemental Budget, as proposed, includes a total increase in FY 2021-22 expenses (including contingency) in the General Fund of \$2.0 million.

Discretionary Changes

What follows are details of General Fund discretionary resources. For line-item detail, see the table in Exhibit 4.

New General Fund Requests (Draws on unrestricted contingency)

The Spring Supplemental Budget as proposed includes the following new packages:

- \$50,214 in the Office of Management & Finance Community Safety Division to fund current year Street Services Coordination Center costs. In the Fall BMP, Council allocated \$175,000 for the Street Services Coordination Center. This was originally budgeted in the

Portland Housing Bureau and is being transferred to the Community Safety Division for this work. The new General Fund allocation represents the additional funding required for four months of operations.

- \$500,000 in the Office of Management & Finance Community Safety Division for Street Services Coordination Center transportation services for those experiencing unsheltered homelessness to move themselves and their belongings from an outdoor camp posted for removal to a shelter, temporary housing, or permanent housing space.
- \$1.4 million in the Office of Management & Finance Community Safety Division for additional community safety investments to mitigate gun violence for the upcoming summer.
- \$23,316 in the Portland Bureau of Transportation for street design improvements at the intersection of 72nd and Woodstock to address community concerns.
- \$35,594 in the Portland Bureau of Transportation to cover costs associated with street closure permitting work.
- \$1.7 million in Portland Fire & Rescue for overtime costs driven by additional awarded leave to ensure that all shifts are fully staffed for the remainder of the fiscal year.
- \$110,000 for additional estimated overtime costs associated with having Portland Fire & Rescue employees report to the Street Services Coordination Center.
- \$500,000 in Prosper Portland to promote economic recovery for BIPOC small business and food carts.
- \$500,000 in Prosper Portland to double the amount of funding for grants to support business with immediate physical repair needs.
- \$100,000 in Special Appropriations as a grant to the East Portland Chamber of Commerce for business operations and support.
- \$200,000 in Special Appropriations for next steps for critical life and safety upgrades needed at the Keller Auditorium.
- \$435,000 in Special Appropriations for grant sponsorships for upcoming summer events, including the Blues Festival, Rose Festival, Juneteenth, Oregon Brewer's Festival, Pride, and Petalpalooza.

Return of General Fund Resources

The Portland Police Bureau (PPB) received \$5,264,000 in one-time General Fund discretionary resources in the FY 2021-22 Adopted Budget, intended to support the accelerated hiring of 30 officers. Half of these resources were allocated for use in FY 2021-22, and the other half were set-aside in contingency for use in FY 2022-23. The bureau was directed to use this funding only for the personnel costs related to 30 new Police Officer hires and no other bureau expenses. PPB is returning the \$2,632,000 in one-time General Fund resources allocated for accelerated hiring in the FY 2021-22 Adopted Budget as the funds have not been used. The Police Bureau has not reached a level of hiring where the one-time funds are needed as a significant number of sworn officer vacancies funded with ongoing resources remain unfilled. As such, the resources are being returned to the General Fund.

There is an additional small return of \$9,799 from Special Appropriations to true up the actual

Current Appropriation Level Target for the District Council of Trade Unions and Professional & Technical Employees Local 17 professional development stipends.

Compensation Set-Aside and Personnel Contingency Costs

As part of budget development, CBO budgets in a central account a portion of the Current Appropriation Level associated with cost-of-living adjustments (COLA) and health benefit increases for General Fund bureaus. These funds are known as the “compensation set-aside.” In most bureaus, these costs can be absorbed by vacancies experienced in the regular course of business. However, when bureaus are at or close to full staffing through most of the fiscal year or are otherwise expected to overspend their personnel budgets, they can request the necessary compensation set-aside to cover personnel costs. Any remaining resources become available for Council to allocate for other current or future year budget needs. In FY 2021-22, the City also set aside resources for potential costs related to labor bargained agreements that were approved mid-year.

Due to significant vacancies Citywide in the current year, City bureaus requested notably less than what was set aside for personnel contingency costs. Funding has been allocated for bureaus that are projecting to overspend their personnel budgets and are otherwise unable to cover these costs through other cost mitigation strategies. In cases where bureaus are projecting underspending or in cases where bureaus are able to absorb the costs within their other funds, the Proposed Supplemental Budget does not include allocations that would otherwise fall to balance or be used to offset other costs.

General Fund Policy Set-Aside Requests

The Proposed Supplemental Budget allocates resources from a General Fund policy set-aside allocation, which would draw down \$250,000 from the legal priorities reserve for a settlement paid out by the Office of Management & Finance on behalf of the City.

General Fund Program Carryover

As part of the Spring Supplemental Budget, General Fund bureaus may request program carryover for projects which were budgeted in the current year but will not be encumbered or spent by the end of the fiscal year. These amounts are reduced from bureau budgets and set-aside for re-budgeting as part of the Proposed and Approved Budgets for the following year. This year, a total of \$15.2 million is being carried over and budgeted in FY 2021-22. For line-item detail on these carryovers, see the table in Exhibit 4.

Other Adjustments

There are several adjustments that represent internal transfers, realignments, and other adjustments that do not impact General Fund discretionary or contingency balances. Of note, this includes funding allocated in the Fall Supplemental Budget process for additional storage and hygiene solutions for unsanctioned encampments that is being transferred to the Facilities Fund where the Impact Reduction Program’s budget resides. The project is still in the evaluation and planning stage and may or may not begin expending resources in the current fiscal year.

Updated General Fund Contingency Balances

After Proposed Spring Supplemental Budget changes, there will be a total of **\$39.3 million** in General Fund contingency.

- **\$16.0 million of this total is for General Fund program carryover**, which will be reappropriated in the FY 2022-23 Proposed Budget.

- **\$4.5 million remains in personnel contingency**, which can be used for current or future year needs.
- **\$5.0 million remains in unrestricted contingency**, which can be used for FY 2021-22 or FY 2022-23 needs.
- Just under **\$1.0 million is in capital set-aside**, which will be used for FY 2022-23 projects.
- Finally, a total of **\$12.6 million remains in policy set-aside** for the following:
 - \$1.1 million for Paid Family Medical Leave
 - \$1.1 million for Portland Street Response
 - \$1.0 million for Houseless Participatory Budgeting
 - \$1.0 million for Habitat restoration
 - \$762,036 for Sobering Services
 - \$50,000 for Accessibility
 - \$3.6 million for General Fund overhead true-up
 - A combined \$370,981 for legal services and priorities reserve
 - \$448,257 for Public Safety Support Specialists
 - \$670,000 for O'Bryant Square, and
 - \$850,000 that was transferred by the Impact Reduction Program for allocations in FY 2022-23

Non-General Fund Changes

Subsequent pages provide a summary of changes in funds other than the General Fund.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Transportation Operating Fund	200	(8,024,859)	-	132,274	28,119,491	The bureau is making a series of adjustments related to various projects and program expenses, better aligning current year budgets with planned expenditures and carrying over resources into FY 23. The increase in debt service is for debt issuance costs, and the increase in contingency recognizes 2022 L TRB Series A Funds received in FY 22.
Assessment Collection Fund	201	-	-	-	(1,350)	Interest revenue is being reduced with the balancing entry made in contingency.
Development Services Fund	203	374,482	-	-	(374,482)	This change represents the BDS portion (\$374,482 or 50%) of the Spectator Venues - Providence Park Groundwater Infiltration Migration project.
Property Management License Fund	204	(6,430)	-	-	-	Interest revenue is being reduced with the balancing entry made mostly in miscellaneous services.
Convention and Tourism Fund	209	(8,637,000)	-	-	-	Most of the reduction in program expenses is due to much lower than anticipated transient lodging taxes, with the balancing expense made in transfers to Travel Portland.
General Reserve Fund	210	-	26,589	-	1,400,000	The General Reserve Fund is receiving \$1.3 as a Fund Transfer from the Portland Police Bureau into the Police Equipment Reserve subfund for future replacement of the City's airplane, which does not have dedicated replacement reserves. The Sub-Fund for Fire Capital Reserve is transferring \$26,589 to the Fire Capital Fund as part of closing out this sub-fund.
Special Finance and Resource Fund	211	612,895	-	400,000	-	\$5 million in bond sales revenue is appropriated, with \$400,000 in debt issuance costs. In addition, with the expected repayment of debt in the River District (Fund 301) and Interstate Corridor (Fund 304), bond proceeds formerly dedicated to debt service reserves in those funds are budgeted to be transferred to other funds for different purposes. River District proceeds are moved to the Governmental Bond Redemption Fund to pay debt service on Limited Tax Revenue Bonds, 2022B (a reduction of \$6.5 million in cash transfer revenue in this fund), and Interstate Corridor proceeds (\$2.5 million) are moved to this fund to be transferred to Prosper Portland for projects. The net result on the expense side is the \$612,895 change in program expenses.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Housing Investment Fund	213	(735,534)	116,000	-	-	The \$116,000 is an interfund cash transfer between to Housing Bureau funds to cover expenses associated with the Westwind housing project operating cost increase. The bureau also made several technical adjustments such as program resource adjustments to non-General fund programs for bureau owned buildings and homeownership programs, and also moved funds for better tracking of costs. Most of these changes are technical in nature and do not reflect programmatic changes.
Children's Investment Fund	216	30,000	-	-	(125,982)	The Children's Levy plans to use \$30 thousand of Salary Contingency for COLA and merit. The other item is a technical adjustment to reduce the funds transfer from Parks to the Children's Levy. The new amount is the actual amount of compression in Fiscal Year 21-22.
Grants Fund	217	5,340,213	-	-	-	Adjustments represent changes in multiple bureaus. Of note, Council is appropriating \$2.9 million that had been set aside as housing stabilization contingency for American Rescue Plan Act resources.
Community Development Block Grant Fund	218	(427,235)	-	-	-	These adjustments by the Housing Bureau are true ups of resource and expense appropriations reflecting actual expenditures for multi-year projects. These include allocation reductions to account for higher than anticipated external materials and services estimates associated with the 3032 SE Powell housing unit, and personnel costs related to the recent DCTU agreement.
HOME Grant Fund	219	(13,559,683)	-	-	-	This reduction reflects Housing Bureau technical adjustments related to personnel costs stemming from the recent DCTU agreement, correcting a HOME American Rescue Plan allocation that was double budgeted, and reallocation of funds from a Powellhurst Place housing project to fund a Garden Park Estates predevelopment loan.
Portland Parks Memorial Fund	220	289,400	170,000	-	(288,400)	Increasing Fund Transfer Expense by \$170,000 to recognize increased Washington Park parking revenue, sending to Parks Construction Fund to fund improvements to park. Reducing fund contingency by \$288,400 to increase materials and services costs to fund Killingsworth Landfill improvements

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Tax Increment Financing Reimbursement Fund	221	(5,661,533)	-	-	-	These Housing Bureau adjustments are also technical in nature associated with the DCTU agreement, a limited-term finance coordinator, to match expenditures related to personnel and external materials and services , loan disbursements, adjust commercial insurance allocations, and various carryovers.
Arts Education & Access Fund	223	-	-	-	(140,000)	Interest revenue is being reduced with the balancing entry made in contingency.
Inclusionary Housing Fund	225	2,217,406	-	-	-	This Housing Bureau program expense represents technical adjustments to increase is to cover personnel costs related with recent DCTU agreement, and for predevelopment loan costs.
Housing Property Fund	226	5,328	-	-	-	\$5,328 program related expenses represent Housing Bureau adjustments which are technical in nature associated with the recently approved DCTU agreement, to match property management service expenditures, and to adjust commercial insurance allocations.
Recreational Marijuana Tax Fund	227	(4,757,000)	-	-	-	Civic Life is carrying forward \$3,857,000 of Cannabis funds for Reimagine Oregon. Transportation is carrying forward \$900,000 of Cannabis funds for Outer Stark safety improvements that will take place next Fiscal Year.
Cannabis Licensing Fund	228	-	-	-	-	This Civic Life adjustment generates a net-zero fiscal impact resulting from a cannabis licensing fund technical correction and an internal transfer from the bureau to cover costs associated with an interagency agreement increase with Bureau of Technology Services to perform work on Acela configuration and interface with SAP.
Affordable Housing Development Fund	230	(37,212,793)	-	-	-	This represents technical adjustments by the Housing Bureau resulting from various external materials and services carryovers, to cover expense shortfalls, and for personnel costs associated with the recently approved DCTU agreement.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Citywide Obligations Reserve Fund	231	-	2,209,207	-	1,005,221	Beginning balance and interest revenues are being trued up, with \$2.2 million of the amount transferred to the Environmental Remediation Fund to reimburse prior year Portland Harbor Superfund expenses that were not able to be reimbursed prior to the closing of last fiscal year, and the rest budgeted in contingency. In addition, the fund is removing a transfer of \$30,539 to send to the General Fund associated with cleaning up technical entries for the Portland Levee.
2020 Parks Local Option Levy Fund	232	-	(95,982)	-	95,982	Reducing budgeted cash transfer from Parks Levy to Children's Levy after compression true-up. Increasing fund contingency to balance.
River District URA Debt Redemption Fund	301	-	-	-	-	With the expected repayment of debt in the River District, bond proceeds formerly dedicated to debt service reserves are budgeted to be transferred to other funds for different purposes. River District proceeds are moved to the Governmental Bond Redemption Fund (317) to pay debt service on Limited Tax Revenue Bonds, 2022B for the district, instead of to the Special Finance and Resource Fund.
Interstate Corridor Debt Service Fund	304	-	2,543,090	-	-	Revenues and expenditures are being trued up, with adjustments for beginning fund balance and current or prior year tax collections. The actual amount of fund balance and tax increment collections are not known at the time the Adopted Budget is prepared. Amounts have been revised based on known fund balance, imposed taxes, and prior year tax collections. Tax increment collections are only eligible to be used to service debt. The fund is expected to receive more tax increment revenues than planned, and its budget is being adjusted to apply these revenues to redeem bonds early or will fall to ending balance. Additionally, with the expected repayment of debt in this fund, bond proceeds formerly dedicated to debt service reserves are budgeted to be transferred to other funds for different purposes. Interstate Corridor proceeds are moved to the Special Finance and Resource Fund (211) to be transferred to Prosper Portland for projects.
Pension Debt Redemption Fund	305	-	-	5	-	\$5 is transferred from debt reserves to bonded debt interest to reflect actual debt service.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Lents Town Center URA Debt Redemption Fund	309	-	-	1,185,000	-	Revenues and expenditures are being trued up, with adjustments for beginning fund balance and current or prior year tax collections. The actual amount of fund balance and tax increment collections are not known at the time the Adopted Budget is prepared. Amounts have been revised based on known fund balance, imposed taxes, and prior year tax collections. Tax increment collections are only eligible to be used to service debt. The fund is expected to receive more tax increment revenues than planned, and its budget is being adjusted to apply these revenues to redeem bonds early or will fall to ending balance.
Central Eastside Ind. District Debt Service Fund	310	-	-	435,000	-	Revenues and expenditures are being trued up, with adjustments for beginning fund balance and current or prior year tax collections. The actual amount of fund balance and tax increment collections are not known at the time the Adopted Budget is prepared. Amounts have been revised based on known fund balance, imposed taxes, and prior year tax collections. Tax increment collections are only eligible to be used to service debt. The fund is expected to receive more tax increment revenues than planned, and its budget is being adjusted to apply these revenues to redeem bonds early or will fall to ending balance.
Bancroft Bond Interest and Sinking Fund	311	-	-	(1,687,500)	-	Most of this adjustment is due to projections for bonded debt payments and retirement payments being aligned with the actual trends. The change reflects a reduction in the amount of bonds that were available to be included in the Fall bond sale due to the eligible qualifying liens. As a result, this limited the City's ability to retire additional debt.
Convention Center Area Debt Service Fund	312	-	-	260,000	-	Revenues and expenditures are being trued up, with adjustments for beginning fund balance and current or prior year tax collections. The actual amount of fund balance and tax increment collections are not known at the time the Adopted Budget is prepared. Amounts have been revised based on known fund balance, imposed taxes, and prior year tax collections. Tax increment collections are only eligible to be used to service debt. The fund is expected to receive more tax increment revenues than planned, and its budget is being adjusted to apply these revenues to redeem bonds early or will fall to ending balance.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Special Projects Debt Service Fund	314	-	-	-	-	Adjustments are made to reflect revisions to costs related to debt paid from the General Fund, specifically reductions related to PEN1 not providing their share of the Levee loan repayment in FY 21-22. The City's and PEN1's shares of debt service were both paid from General Fund resources. The cash transfer from the General Fund is reduced by \$14,994 as well as a \$12,573 reduction in local cost sharing, with a balancing reduction in debt service reserves (\$27,567).
Gateway URA Debt Redemption Fund	315	-	-	-	-	Revenues and expenditures are being trued up, with adjustments for beginning fund balance and current or prior year tax collections. The actual amount of fund balance and tax increment collections are not known at the time the Adopted Budget is prepared. Amounts have been revised based on known fund balance, imposed taxes, and prior year tax collections. Tax increment collections are only eligible to be used to service debt. The fund is expected to receive more tax increment revenues than planned, and its budget is being adjusted to apply these revenues to redeem bonds early or will fall to ending balance.
Governmental Bond Redemption Fund	317	-	-	8,777,000	-	The City plans to issue long-term to refinance a portion of the Build Portland line of credit. Adjustments are being made to add bond proceeds to pay principal on this line of credit and related issuance costs (\$160,000). In addition, in April 2020, Council authorized a line of credit to respond to needs related to the COVID-19 pandemic. The adjustments in the Spring BMP add an amount (\$8,617,000) to pay principal of the remaining 2020A line of credit. \$6.5 million is also transferred from the River District Fund to this fund and placed in debt service reserves to pay debt service on Limited Tax Revenue Bonds, 2022B; with the expected repayment of debt in the River District, bond proceeds formerly dedicated to debt service reserves are budgeted to be transferred to other funds for different purposes.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
42nd Avenue NPI Debt Service Fund	319	1,038	-	-	-	This adjustment allows excess tax increment revenues to be returned to the counties. The urban renewal areas related to these funds reached maximum indebtedness in FY 2021. ORS requires that all taxes remaining in a tax increment fund after outstanding debt has been paid to be returned to the counties for redistribution.
Cully Blvd. NPI Debt Service Fund	320	581	-	-	-	This adjustment allows excess tax increment revenues to be returned to the counties. The urban renewal areas related to these funds reached maximum indebtedness in FY 2021. ORS requires that all taxes remaining in a tax increment fund after outstanding debt has been paid to be returned to the counties for redistribution.
Parkrose NPI Debt Service Fund	321	1,156	-	-	-	This adjustment allows excess tax increment revenues to be returned to the counties. The urban renewal areas related to these funds reached maximum indebtedness in FY 2021. ORS requires that all taxes remaining in a tax increment fund after outstanding debt has been paid to be returned to the counties for redistribution.
Rosewood NPI Debt Service Fund	322	(7,000)	-	-	-	Revisions to the budget due to year-end projections include adjustments for beginning fund balance, tax increment collections and interest earnings. Due to the small size of these urban renewal areas and method of calculating taxes, estimates of tax increment collections are imprecise. Adjustments to resources are reflected in revisions to the amount transferred to Prosper Portland for projects.
Division-Midway NPI Debt Service Fund	323	1,075	-	-	-	This adjustment allows excess tax increment revenues to be returned to the counties. The urban renewal areas related to these funds reached maximum indebtedness in FY 2021. ORS requires that all taxes remaining in a tax increment fund after outstanding debt has been paid to be returned to the counties for redistribution.
82nd Ave/Division NPI Debt Service Fund	324	(9,870)	-	-	-	Revisions to the budget due to year-end projections include adjustments for beginning fund balance, tax increment collections and interest earnings. Due to the small size of these urban renewal areas and method of calculating taxes, estimates of tax increment collections are imprecise. Adjustments to resources are reflected in revisions to the amount transferred to Prosper Portland for projects.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Local Improvement District Fund	401	-	-	180,100	(221,700)	The \$180,100 increase in interest expense is due to a new loan that was established in June of 2021 whose interest was not included in this year's budget. As a result, the interest payments are now being added to the budget to align with the actual trends. Funds are being drawn from contingency for this purpose, with additional reductions in contingency due to lower interest revenues.
Parks Capital Improvement Program Fund	402	(39,920,953)	-	-	57,134,508	Recognizing \$8 million in new SDC revenue above budget, increasing fund contingency to balance. Transferring \$7.5 million from General Fund to fund fleet purchases planned for current year but unable to be encumbered to prevent resource from falling to GF ending fund balance. Transfer \$1.5 million in Non-Park Use Permit Revenue from the General Fund to Construction Fund to fund CIP Staff backed by this revenue. True up CIP program to reflect CY project actuals.
Fire Capital Fund	405	-	-	-	798,481	This increase trues up beginning fund balance and recognizes the transfer of General Fund resources for vehicle purchases that are delayed due to supply chain issues.
Sewer System Operating Fund	600	2,388,832	21,500,000	-	1,379,518	\$1.5 million of the \$2.4 million increase in program expenditures is for increased Utility License Fees due to projected increases in rate and SDC revenues, with the rest resulting from increases in services to other bureaus (IAs) as well as for expenditures to address groundwater intrusion issues in the City-owned Providence Park Stadium. The \$21.5 million increase in transfers to other funds has two components: 1) \$16 million to the Sewer System Construction Fund, and 2) \$5.5 million to the Sewer System Debt Redemption Fund (see these funds below for explanations). The net change to contingency consists primarily of a \$1.7 million increase due to additional anticipated rate and SDC revenues and a \$374,482 draw for mitigating groundwater intrusion problems mentioned above.
Hydroelectric Power Operating	601	-	-	-	(961,436)	The bureau is adjusting its beginning fund balance to match the Comprehensive Annual Financing Report and reducing contingency to be consistent with the City's FY 2020-21 ending fund balances.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Water	602	(25,027,370)	575,000	-	49,773,214	The bureau is reducing the CIP by \$25 million to better reflect actual project spending. The bureau is also increasing its cash transfer from the Water Fund to the Water Construction Fund to true up capital and operating revenues.
Golf Fund	603	1,845,000	-	25,000	400,000	Increasing debt services costs, contingency, and materials and services and casual labor costs associated with increased revenues above budget.
Portland International Raceway Fund	604	150,000	-	-	50,000	Recognizing service charge revenue \$200,000 above budget; increasing contingency and casual labor costs to balance.
Parking Facilities Fund	606	(1,914,444)	-	-	(1,041,678)	The Bureau of Transportation is making several carryovers and technical adjustments which include drawing \$1,041,678 from unrestricted contingency. The bureau related program expenses also include repairs and maintenance services costs, parking garage capital expenditures, funding consulting services, and part-time personnel costs.
Spectator Venues & Visitor Activities Fund	607	748,964	-	-	-	The Spectator Venues & Visitors Activities Fund is increasing program expenses for a project to address groundwater issues occurring in Providence Park. The program expenses is balanced by an interagency resources from the Bureau of Environmental Services (BES) and the Bureau of Development Services (BDS) to reimburse the Spectator Venues Fund for the cost of the project (\$374,482 or 50% of the cost from each bureau).
Environmental Remediation Fund	608	-	-	-	2,209,207	\$2,209,207 is being transferred from the Citywide Portland Harbor Reserve Fund to the Environmental Remediation Fund and placed into contingency. The amount is being recognized to reimburse prior year expenses that were not able to be reimbursed prior to the closing of last fiscal year.
Sewer System Debt Redemption Fund	609	-	-	-	-	Due to a projected increase in rate and SDC revenues, \$5.5 million of the revenues above budget are being transferred from BES's operating fund to its debt reserves in the Debt Redemption Fund to act as a buffer if SDCs are less than projected, which would require additional. Should all of the rate and SDC revenues materialize, the \$5.5 million will fall to balance and be addressed in the subsequent fiscal year.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Water Bond Sinking	612	-	-	-	-	No appropriation changes are being made.
Sewer System Construction Fund	614	-	-	-	16,000,000	Supported by projected additional revenue, BES is increasing the transfer from its operating fund to the Construction Fund by \$16 million, budgeting the funds into contingency. The increased transfer to the Construction Fund will either reduce the amount of the next borrowing or delay the timing.
Water Construction	615	-	-	-	106,908,828	The bureau is recognizing \$105 million adjustment in beginning fund balance from the Comprehensive Annual Financial Report and is increasing fund contingency to balance to the FY 2020-21 fund balances.
Sewer System Rate Stabilization Fund	617	-	(15,000,000)	-	15,000,000	Due to rate and SDC revenues coming in higher than budgeted, BES no longer anticipates having to transfer \$15 million from the Rate Stabilization Fund to the Sewer System Operating Fund and is thus placing the amount back into contingency.
Health Insurance Operating Fund	700	2,230,000	-	-	(1,350,000)	These adjustments reduce the Health Fund's contingency by \$2,230,000 to fund unanticipated medical claims (\$2,000,000) and personnel services (\$230,000) which are balanced by an increase in program expenses. The changes also result in a \$540,000 increase in the Health Fund's contingency to account for prescription and Standard Insurance rebate checks, and another \$340,000 increase in contingency for Cobra contributions.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Facilities Services Operating Fund	701	4,680,754	10,350	-	1,444,958	Adjustments to the fund include a \$1.4 million increase in the fund's major maintenance reserve (contingency) due to revenue received from PSU for the City's share of project savings, the project's ETO rebate, and interest earnings on the City's bond proceeds while held by PSU. The \$4.7 million increase in program expenses is related to increases in interagency (IA) resources for a variety of projects, including project management services mainly associated with CityFleet's fuel station replacement project, which is in its final stages. The adjustments also include a \$360,350 increase in cash transfer expenses for three adjustments: \$10,350 cash transfer from the Facilities Fund to BES for the fair market value of a surplus truck; \$350,000 cash transfer from the Facilities Fund to BPS to contract with SOLV for trash pick-up projects and a \$300,000 cash transfer to Facilities fund from the General Fund for funds allocated to the Impact Reduction Program in the FY 2021-22 Fall Supplemental Budget.
CityFleet Operating Fund	702	1,898,826	-	4,610,528	(292,500)	Adjustments include a \$4,610,528 increase in debt service for the fuel station project which is transitioning from a line of credit to a bond issuance due to the final phase of the project. The adjustment also reduces revenue from the line of credit and increases revenue from bond notes and expenses to match. The adjustments include a \$348,472 increase in capital and project management expenses to complete the project. In addition, the fund's adjustments include a \$292,500 draw from contingency for DCTU agreement costs and higher than expected project management costs for the fuel station project. Finally, the fund increases program expenses by \$1,301,796 for increases to CityFleet's interagency with several bureaus, with the largest increases coming from the Parks Bureau.
Printing & Distribution Services Operating Fund	703	(279,556)	-	-	-	\$139,056 of the reduction in bureau expenses is due to decreases in agreed upon services (IAs) with various bureaus, with most of the rest from reductions in service to other governmental jurisdictions, including the State, Multnomah County, and other local jurisdictions.

Fund Number Name	Fund Number	Bureau Program Expenses	Interfund Cash Transfers	Debt Service	Contingency	Explanation
Insurance and Claims Operating Fund	704	968,000	-	-	(968,000)	\$968,000 is being drawn from contingency and appropriated in bureau expenses mostly due to higher than anticipated claims costs but also for additional costs resulting from the recent DCTU agreements and potential payouts.
Workers' Comp. Self Insurance Operating Fund	705	1,584,000	-	-	(1,584,000)	\$1,584,000 is being drawn from contingency and appropriated in bureau expenses mostly due to higher than anticipated claims costs but also for additional costs resulting from the recent DCTU agreements and potential payouts.
Technology Services Fund	706	610,799	-	-	(218,596)	Most of the adjustment in bureau expenses is for unanticipated items and projects, with the resources coming from the fund's contingency (Technology Reserves), but a portion is due to increases in interagency agreements with various bureaus. The change in contingency is net of the draw from contingency just mentioned and increases in interagency agreements with various bureaus, including the placing into replacement reserve accounts for technology projects by the bureaus.
Portland Police Assoc Health Insurnc Fund	707	1,000,000	-	-	(957,000)	The bureau is decreasing contingency by \$957,000 and increasing program expenses by \$1,000,000 in the event of a significant increase in medical expenses. The bureau also increased program revenues by \$43,000 as the result of ESI rebate revenue.
Fire & Police Disability & Retirement Fund	800	2,407,004	-	-	(2,407,004)	The Fire & Police Disability & Retirement Fund is drawing \$2,407,004 from Contingency and allocating to \$50,000 to Personnel Services to prevent over-expenditures due to unanticipated leave payouts; \$2.0M in External Materials and Services for higher than anticipated wage replacement costs which are above original forecasted amounts; and \$357,004 for design and build-out costs for facility relocations