



AGENDA
Special Commission Meeting
Port of Portland Headquarters
7200 N.E. Airport Way, 8th Floor
June 22, 2017
9:00 a.m.

Action Items

1. APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2016-17 *SUZANNE KENNY*
2. ADOPTION OF FISCAL YEAR 2017-18 BUDGET AND ENACTMENT OF ORDINANCE NO. 462-T LEVYING PROPERTY TAXES *SUZANNE KENNY*

APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2016-17

June 22, 2017

Presented by: Suzanne Kenny
Director
Budget and Financial Operations**REQUESTED COMMISSION ACTION**

This agenda item requests approval of adjustments to the appropriation levels for the Port of Portland's (Port) Fiscal Year 2016-17 Budget to reflect expected expenditure levels.

BACKGROUND

Budget appropriations are routinely reset at the end of the fiscal year. In order to avoid a violation of Oregon budget law, each appropriation category must be set high enough to prevent an over-expenditure. Appropriation changes include amounts that are expected to be accrued (but not spent) prior to the fiscal year financial close.

In October 2016, the Commission approved an adjustment to the appropriation levels for the Port's Fiscal Year 2016-17 Budget to provide for a recruitment incentive payment to Cathay Pacific (Cathay) in support of Cathay's twice-weekly direct air cargo service from PDX to Hong Kong. This adjustment resulted in an increase to the Port's total budgeted Resources and Requirements of \$250,000.

In November 2016, the Commission approved adjustments to the appropriation levels for the Port's Fiscal Year 2016-17 Budget to provide for a reimbursement to MAC Venture LLC (dba Mecham Air Center) for the demolition and site preparation associated with the development of 5.3 acres on the north side of Airport Way for the construction and operation of large business aircraft hangars at Portland International Airport (PDX). Including offsetting adjustments, the Port's total Resources and Requirements remain unchanged after these adjustments.

CHANGES TO FISCAL YEAR 2016-17 APPROPRIATIONS

Staff is requesting changes to the Requirements of the General Fund, Airport Revenue Fund, and Airport Construction Fund to ensure sufficient appropriations to cover amounts that may be accrued prior to the fiscal year financial close.

General Fund

For the General Fund, staff requests the following:

- Increase General Aviation operating expenditures by \$800,000, primarily due to emergency runway repairs needed at the Hillsboro Airport due to rapid pavement deterioration. This emergency work provides the temporary repair needed to last until the full depth runway reconstruction can occur as programed in Fiscal Years 2018 and 2019.

APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR
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- Increase Service Reimbursements by \$150,000 to account for additional services provided to General Aviation from PDX Maintenance.
- Increase Other Environmental by \$8,500,000 to provide for potential accruals related to natural resources restoration.
- The offsetting entry for the previous adjustments is a decrease to Contingency of \$9,450,000.

Airport Revenue Fund

Staff requests the following adjustments to the Airport Revenue Fund:

- Increase Operating Expenditures \$2,000,000 as a result of snow and ice removal activity at PDX during the winter.
- Increase Systems Development Charges/Other by \$850,000 to reflect the non-cash working capital impact of the Atlantic Aviation rent credit in recognition of the demolition and site preparation completed by Atlantic Aviation in conjunction with their facility expansion.
- The offsetting entry for the previous adjustments is a decrease in Contingency of \$2,850,000.

Airport Construction Fund

Staff requests the following adjustments to the Airport Construction Fund:

- Increase Capital Outlay by \$10,000,000 as a result of timing and potential year end accruals for PDX terminal projects, including the Concourse D heating, ventilating and air conditioning system; the terminal concessions redevelopment program; and the access control project.
- The offsetting entry for the previous adjustment is a decrease in Contingency of \$10,000,000.

The detailed Schedule of Appropriations and Explanation of Appropriation Changes are attached as Exhibits A and B to this agenda item.

The total Budget for Fiscal Year 2016-17 after these adjustments is \$1,114,604,223. Total Appropriations are \$1,062,825,679 and are shown on Exhibit A. The difference of \$516,778,544 is the total of debt service reserve amounts, which are classified under budget law as Unappropriated Ending Balance in the Airport Revenue Bond Fund and in the Passenger Facility Charge Bond Fund.

EXECUTIVE DIRECTOR'S RECOMMENDATION

The Executive Director recommends that the following resolutions be adopted:

BE IT RESOLVED, That in accordance with ORS 294.463, the Port of Portland Commission finds the need to adjust appropriations within the General Fund, Airport Revenue Fund, and the Airport Construction Fund in the amounts shown on Exhibit A and for the purposes shown on Exhibit B, incorporated by this reference, to meet potential year end accruals and spending patterns unforeseen at the time of adoption of the Fiscal Year 2016-17 Budget; and

BE IT FURTHER RESOLVED, That copies of Exhibit A, Schedule of Appropriations Fiscal Year 2016-17; and Exhibit B, Explanation of Changes to Fund Appropriations Fiscal Year 2016-17, shall be included in the minutes of this meeting; and

BE IT FURTHER RESOLVED, That the Budget Officer is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2016-17

	ADOPTED BUDGET June 28, 2016	CHANGES TO APPROPRIATIONS Oct 12 & Nov 9, 2016	REVISED APPROPRIATIONS Oct 12 & Nov 9, 2016	CHANGES TO APPROPRIATIONS June 22, 2017	REVISED APPROPRIATIONS June 22, 2017
GENERAL FUND					
Beginning Balance	\$ 97,152,163		\$ 97,152,163		\$ 97,152,163
Operating Revenue	79,468,053		79,468,053		79,468,053
Interest on Investments/Other	2,829,327	\$ 250,000	3,079,327		3,079,327
Service Reimbursements	43,210,451		43,210,451		43,210,451
Transfers from Other Funds	3,643,802		3,643,802		3,643,802
Total Resources	\$ 226,303,796	\$ 250,000	\$ 226,553,796	\$ -	\$ 226,553,796
Administration	\$ 55,136,262		\$ 55,136,262		\$ 55,136,262
Marine	19,138,085		19,138,085		19,138,085
Industrial Development	5,071,061		5,071,061		5,071,061
Navigation	11,687,029		11,687,029		11,687,029
General Aviation	2,851,836		2,851,836	800,000	3,651,836
Sub Total	93,884,273	-	93,884,273	800,000	94,684,273
Service Reimbursements	387,267		387,267	150,000	537,267
System Development Charges/Other	5,000	\$ 500,000	505,000		505,000
Long-Term Debt Payments	12,068,244		12,068,244		12,068,244
Other Environmental	9,237,783		9,237,783	8,500,000	17,737,783
Cash Transfers to Other Funds	13,147,316		13,147,316		13,147,316
Contingency	97,573,913	(250,000)	97,323,913	(9,450,000)	87,873,913
Total Requirements	\$ 226,303,796	\$ 250,000	\$ 226,553,796	\$ -	\$ 226,553,796
AIRPORT REVENUE FUND					
Beginning Balance	\$ 88,098,918		\$ 88,098,918		\$ 88,098,918
Operating Revenue	228,230,930		228,230,930		228,230,930
Interest on Investments	938,179		938,179		938,179
Service Reimbursements	1,883,588		1,883,588		1,883,588
Transfers from Other Funds	160,000		160,000		160,000
Total Resources	\$ 319,311,615	\$ -	\$ 319,311,615	\$ -	\$ 319,311,615
Operating Expenditures	\$ 98,087,414		\$ 98,087,414	2,000,000	\$ 100,087,414
System Development Charges / Other	5,000	2,250,000	2,255,000	850,000	3,105,000
Service Reimbursements	27,048,777		27,048,777		27,048,777
Cash Transfers to Other Funds	99,429,508		99,429,508		99,429,508
Contingency	94,740,916	(2,250,000)	92,490,916	(2,850,000)	89,640,916
Total Requirements	\$ 319,311,615	\$ -	\$ 319,311,615	\$ -	\$ 319,311,615
BOND CONSTRUCTION FUND					
Beginning Balance	\$ 10,000,000		\$ 10,000,000		\$ 10,000,000
Interest Income/Other	207,553		207,553		207,553
Federal/State Grants/Other	5,945,913		5,945,913		5,945,913
Property Tax	11,430,000		11,430,000		11,430,000
Transfers from Other Funds	29,520,316		29,520,316		29,520,316
Total Resources	\$ 57,103,782	\$ -	\$ 57,103,782	\$ -	\$ 57,103,782
Capital Outlay	\$ 42,897,228		\$ 42,897,228		\$ 42,897,228
Service Reimbursements	4,196,554		4,196,554		4,196,554
Cash Transfers to Other Funds	10,000		10,000		10,000
Contingency	10,000,000		10,000,000		10,000,000
Total Requirements	\$ 57,103,782	\$ -	\$ 57,103,782	\$ -	\$ 57,103,782
AIRPORT CONSTRUCTION FUND					
Beginning Balance	\$ 73,165,919		\$ 73,165,919		\$ 73,165,919
Interest Income/ Other	879,993		879,993		879,993
Federal / State Grants	13,468,126		13,468,126		13,468,126
Bond and Other Debt Proceeds	100,000,000		100,000,000		100,000,000
Transfers from Other Funds	66,589,560		66,589,560		66,589,560
Total Resources	\$ 254,103,598	\$ -	\$ 254,103,598	\$ -	\$ 254,103,598
Capital Outlay	\$ 128,346,199		\$ 128,346,199	10,000,000	\$ 138,346,199
Bond Issue Costs/Other	1,500,000		1,500,000		1,500,000
Service Reimbursements	13,461,440		13,461,440		13,461,440
Cash Transfers to Other Funds	5,500,000		5,500,000		5,500,000
Contingency	105,295,959		105,295,959	(10,000,000)	95,295,959
Total Requirements	\$ 254,103,598	\$ -	\$ 254,103,598	\$ -	\$ 254,103,598

SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2016-17

	ADOPTED BUDGET June 28, 2016	CHANGES TO APPROPRIATIONS Oct 12 & Nov 9, 2016	REVISED APPROPRIATIONS Oct 12 & Nov 9, 2016	CHANGES TO APPROPRIATIONS June 22, 2017	REVISED APPROPRIATIONS June 22, 2017
AIRPORT REVENUE BOND FUND					
Beginning Balance	\$ 29,927,943		\$ 29,927,943		\$ 29,927,943
Bond and Other Debt Proceeds	7,500,000		7,500,000		7,500,000
Interest Income	45,849		45,849		45,849
Transfers from Other Funds	54,938,168		54,938,168		54,938,168
Total Resources	\$ 92,411,960	\$ -	\$ 92,411,960	\$ -	\$ 92,411,960
Debt Service	\$ 55,084,017		\$ 55,084,017		\$ 55,084,017
Unappropriated Ending Balance	37,427,943		37,427,943		37,427,943
Total Requirements	\$ 92,511,960	\$ -	\$ 92,511,960	\$ -	\$ 92,511,960
PASSENGER FACILITY CHARGE (PFC) FUND					
Beginning Balance	\$ 62,879,641		\$ 62,879,641		\$ 62,879,641
Passenger Facility Charge	34,354,746		34,354,746		34,354,746
Interest and Other	56,263		56,263		56,263
Total Resources	\$ 97,290,650	\$ -	\$ 97,290,650	\$ -	\$ 97,290,650
Bond Fees	\$ 50,225		\$ 50,225		\$ 50,225
Cash Transfers to Other Funds	24,931,418		24,931,418		24,931,418
Contingency	72,309,007		72,309,007		72,309,007
Total Requirements	\$ 97,290,650	\$ -	\$ 97,290,650	\$ -	\$ 97,290,650
PASSENGER FACILITY CHARGE (PFC) BOND FUND					
Beginning Balance	\$ 14,350,601		\$ 14,350,601		\$ 14,350,601
Interest Income	62,611		62,611		62,611
Cash Transfers from Other Funds	14,916,395		14,916,395		14,916,395
Total Resources	\$ 29,329,607	\$ -	\$ 29,329,607	\$ -	\$ 29,329,607
Debt Service	\$ 14,979,006		\$ 14,979,006		\$ 14,979,006
Unappropriated Ending Balance	14,350,601		14,350,601		14,350,601
Total Requirements	\$ 29,329,607	\$ -	\$ 29,329,607	\$ -	\$ 29,329,607
CUSTOMER FACILITY CHARGE (CFC) FUND					
Beginning Balance	\$ 21,859,953		\$ 21,859,953		\$ 21,859,953
Customer Facility Charge	16,404,262		16,404,262		16,404,262
Interest and Other	135,000		135,000		135,000
Total Resources	\$ 38,399,215	\$ -	\$ 38,399,215	\$ -	\$ 38,399,215
Bank Fees/Other	\$ 115,000		\$ 115,000		\$ 115,000
Cash Transfers to Other Funds	26,850,000		26,850,000		26,850,000
Contingency	11,434,215		11,434,215		11,434,215
Total Requirements	\$ 38,399,215	\$ -	\$ 38,399,215	\$ -	\$ 38,399,215
TOTAL - ALL FUNDS	\$ 1,114,354,223	\$ 250,000	\$ 1,114,604,223	\$ -	\$ 1,114,604,223
Less Unappropriated Ending Balances:					
Airport Revenue Bond Fund	\$ 37,427,943		\$ 37,427,943		\$ 37,427,943
Passenger Facility Charge (PFC) Bond Fund	14,350,601		14,350,601		14,350,601
Subtotal Unappropriated Ending Balance	51,778,544	-	51,778,544	-	51,778,544
TOTAL APPROPRIATIONS	\$ 1,062,575,679	\$ 250,000	\$ 1,062,825,679	\$ -	\$ 1,062,825,679

EXPLANATION OF CHANGES TO APPROPRIATIONS - FISCAL YEAR 2016-17

<u>FUND</u>	<u>AMOUNT OF INCREASE/(DECREASE)</u>	<u>REASON FOR CHANGE</u>
GENERAL FUND		
General Aviation	\$ 800,000	Emergency runway repairs needed at Hillsboro Airport.
Service Reimbursements	\$ 150,000	Additional services provided to General Aviation by PDX Maintenance.
Other Environmental	\$ 8,500,000	To provide for potential accruals related to natural resources restoration.
Contingency	\$ <u>(9,450,000)</u>	Balancing entry.
AIRPORT REVENUE FUND		
Operating Expenditures	\$ 2,000,000	Unanticipated snow and ice removal.
System Development Charges/Other	850,000	Non-cash working capital impact of the Atlantic Aviation rent credit in recognition of the demolition and site preparation completed by Atlantic Aviation.
Contingency	\$ <u>(2,850,000)</u>	Balancing entry.
AIRPORT CONTRUCTION FUND		
Capital Outlay	\$ 10,000,000	To provide for timing and potential year end accruals for PDX terminal projects including the concourse D heating, ventilating, and air conditioning system; the terminal concessions redevelopment program; and the access control project.
Contingency	\$ <u>(10,000,000)</u>	Balancing entry.

**ADOPTION OF FISCAL YEAR 2017-18 BUDGET AND ENACTMENT OF ORDINANCE
NO. 462-T LEVYING PROPERTY TAXES**

June 22, 2017

Presented by: Suzanne Kenny
Director
Budget and Financial Operations**REQUESTED COMMISSION ACTION**

This agenda item requests adoption of the Port of Portland (Port) Budget for Fiscal Year 2017-18 and enactment of Ordinance No. 462-T, levying property taxes for Fiscal Year 2017-18.

BACKGROUND

The Port Commission reviewed the Port's Proposed Budget for Fiscal Year 2017-18 at a public hearing in April 2017, and in May approved the Budget for submission to the Tax Supervising and Conservation Commission (TSCC). On June 14, 2017, the TSCC held a public hearing on the Port's Budget for Fiscal Year 2017-18 and certified the Budget with no objections.

ADOPTION OF THE FISCAL YEAR 2017-18 BUDGET

The Budget submitted for adoption today contains changes from the amounts approved by the Commission in May and reviewed with the TSCC on June 14, in the General Fund, Airport Revenue Fund, and Airport Construction Fund. These changes are within the limits of ORS 294.456 and are detailed on the attached exhibits. Exhibits C and D outline and explain these changes. Changes to the appropriation categories within each fund are shown on Exhibit E. The changes in the following areas represent an increase of \$3,973,525 from the budget approved by the Commission on May 10, 2017. This increase is driven primarily by the following changes:

- Operating Revenue is increased by \$4,582,572 as a result of revised Troutdale Reynolds Industrial Park (TRIP) land sale projections.
- Transfers To/From Other Funds are decreased by \$609,047, reflecting the net impact of other changes to transfers between funds.
- Operating Expenditures are increased by \$662,770, which is comprised of the following changes:
 - Administration is increased by \$302,770, due to costs shifting from FY 2017 to FY 2018 for a disparity study to examine the Port's utilization of businesses in our region and determine if there is a disparity between the availability of minority and women owned firms and the utilization of those firms by the Port. The study is the basis for allowing the Port to set small business goals in Port contracts and concession opportunities.
 - Commercial Aviation is increased by \$360,000, due the timing of Air Service Development marketing expenses shifting from FY 2017 to FY 2018.

ADOPTION OF FISCAL YEAR 2017-18 BUDGET AND ENACTMENT OF ORDINANCE NO.
462-T LEVYING PROPERTY TAXES

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- Capitalized Labor is increased by \$33,104 as a result of revised estimates.
- Other expenditures are increased by \$600,000 to account for the non-cash working capital impact of the Atlantic Aviation rent credit in recognition of the demolition and site preparation completed by Atlantic Aviation in conjunction with their facility expansion.
- Finally, Contingency is increased by \$3,352,906, reflecting the net impact of all changes, but primarily due to the revised TRIP land sale projections.

The total Budget for Fiscal Year 2017-18 is \$1,713,006,460. Total Appropriations are \$1,640,612,692 and are shown on Exhibit E. The difference of \$72,393,768 is the total of debt service reserve amounts, which are classified under budget law as Unappropriated Ending Balance in the Airport Revenue Bond Fund, the Passenger Facility Charge Bond Fund, and the Customer Facility Charge Bond Fund.

ORDINANCE NO. 462-T

Ordinance No. 462-T authorizes the Port's tax levy for Fiscal Year 2017-18. The Bond Construction Fund levy will be at the Measure 50 permanent rate of \$0.0701 per thousand dollars of assessed value. Resources from the Port's property tax levy are estimated at \$11,430,000, which is the same amount as the estimate in the Budget approved by the Commission in May.

EXECUTIVE DIRECTOR'S RECOMMENDATION

The Executive Director recommends that the following resolutions be adopted:

BE IT RESOLVED, That the Port of Portland Commission finds as follows:

1. The Port of Portland has, in the time and manner required by law, submitted its Budget for the Fiscal Year July 1, 2017, to June 30, 2018, to the Tax Supervising and Conservation Commission at the time and place fixed by the Tax Supervising and Conservation Commission; and
2. No orders or objections were made by the Tax Supervising and Conservation Commission; and

BE IT FURTHER RESOLVED, That the amounts shown on Exhibit E and for the purposes shown on Exhibits C and D, incorporated by this reference, are hereby appropriated for the Fiscal Year beginning July 1, 2017, in a total amount of \$1,713,006,460; and

BE IT FURTHER RESOLVED, That a copy of Exhibit E, Schedule of Appropriations Fiscal Year 2017-18, shall be attached to the minutes of this meeting; and

ADOPTION OF FISCAL YEAR 2017-18 BUDGET AND ENACTMENT OF ORDINANCE NO.
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BE IT FURTHER RESOLVED, That the Budget for Fiscal Year 2017-18 in the total amount of \$1,713,006,460 is hereby adopted; and

BE IT FURTHER RESOLVED, That the Budget Officer is authorized to execute the necessary documents on behalf of the Port of Portland Commission in a form approved by counsel.

The Executive Director further recommends:

1. That Ordinance No. 462-T, levying taxes to be collected for Fiscal Year 2017-18, be read by title only; and
2. That Ordinance No. 462-T be enacted by a roll call vote.

**ORDINANCE NO. 462-T
OF THE PORT OF PORTLAND**

AN ORDINANCE LEVYING TAXES TO BE COLLECTED IN THE FISCAL YEAR
JULY 1, 2017 TO JUNE 30, 2018, UPON THE TAXABLE PROPERTY WITHIN
THE BOUNDARIES OF THE PORT OF PORTLAND.

BE IT ENACTED BY THE PORT OF PORTLAND:

Section 1 - Findings - The Board of Commissioners of the Port of Portland (Port) hereby finds and determines as follows:

- A. That the Port, situated within the Portland metropolitan area as defined by ORS 778.010, has in the time and manner required by law submitted its Budget for Fiscal Year 2017-18 to the Tax Supervising and Conservation Commission (TSCC) at the time and place fixed by the TSCC;
- B. That the Budget, as submitted to the TSCC, provides that taxes are to be levied at the Measure 50 permanent rate of \$0.0701 per thousand dollars of assessed value for the general purposes of the Port;
- C. That the TSCC, after its hearing on the 14th day of June 2017, has certified pursuant to ORS 294.645 that it has no objections to the Budget as submitted.

Section 2 - Authorization of Tax Levy - The following taxes are hereby imposed and categorized for the tax year 2017-18 upon the assessed value of all taxable property within the Port's district:

	Subject To The General Government Limitation of Section 11b, Article XI of the Oregon Constitution	Excluded From The Limitation
Bond Construction Fund	\$ 0.0701/\$1,000	\$ -
Port Debt Service Fund	\$ -	\$ -
Category Total	\$ 0.0701/\$1,000	\$ -

Section 3 - Enactment Date - This Ordinance is enacted in accordance with ORS 778.065 and ORS 778.255, and pursuant to ORS 778.255(3) shall take effect immediately upon its passage.

Section 4 – Additional Authorizations – The officers and staff of the Port are hereby authorized, empowered, and directed for and on behalf of the Port, to do and perform all acts and things necessary or appropriate to implement the provisions of this Ordinance, including, but not limited to, the delivery of such documents, instruments, and certificates as may be necessary or appropriate.

By: _____
Assistant Secretary

By: _____
President

APPROVED AS TO LEGAL SUFFICIENCY

Counsel for the Port of Portland

Approved by the Commission on:

Date: _____

EXPLANATION OF CHANGES - FISCAL YEAR 2017-18

Resources	BUDGET SUBMITTED FOR APPROVAL ON MAY 10, 2017	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 22, 2017	EXPLANATION
Beginning Balance	\$ 685,574,436	\$ -	\$ 685,574,436	
Operating Revenue	302,665,238	4,582,572	307,247,810	Revised Troutdale Reynolds Industrial Park (TRIP) land sale projections.
Grants/Interest Income/Other	81,530,550	-	81,530,550	
Taxes	11,919,998	-	11,919,998	
Bond And Other Debt Proceeds	301,000,000	-	301,000,000	
Subtotal - Resources	\$ 1,382,690,222	\$ 4,582,572	\$ 1,387,272,794	
Transfer From Other Funds	326,342,713	(609,047)	\$ 325,733,666	Net impact of other changes to transfers between funds.
Total Resources	\$ 1,709,032,935	\$ 3,973,525	\$ 1,713,006,460	
Requirements				
Operating Expenditures				
Administration	\$ 53,515,622	\$ 302,770	\$ 53,818,392	Adjusting timing of disparity study - shifting from FY 2017 to FY 2018.
Marine	19,794,072	-	19,794,072	
Industrial Development	5,099,705	-	5,099,705	
Navigation	11,095,474	-	11,095,474	
General Aviation	3,358,955	-	3,358,955	
Commercial Aviation	104,745,895	360,000	105,105,895	Adjusting timing of Air Service Development marketing expenses - shifting from FY 2017 to FY 2018.
Subtotal - Operating Expenditures	\$ 197,609,723	\$ 662,770	\$ 198,272,493	
Capital Expenditures				
Corporate Administration	\$ 2,775,126	\$ -	\$ 2,775,126	
Marine	10,943,801	-	10,943,801	
Industrial Development	24,595,641	-	24,595,641	
Navigation	7,404,047	-	7,404,047	
General Aviation	1,974,906	-	1,974,906	
Commercial Aviation	355,109,061	-	355,109,061	
Capitalized Labor	(18,311,360)	(33,104)	(18,344,464)	Revised estimate of anticipated capitalized labor.
Subtotal - Capital Expenditures	\$ 384,491,222	\$ (33,104)	\$ 384,458,118	
Transfer To Other Funds	\$ 326,342,713	\$ (609,047)	\$ 325,733,666	Reflects the net impact of other changes to transfers between funds.
Other Environmental	3,204,812	-	3,204,812	
Other	2,305,750	600,000	2,905,750	Revised to reflect impact of Atlantic Aviation rent credit.
Long-Term Debt Payments	99,562,473	-	99,562,473	
Contingency	623,122,474	3,352,906	626,475,380	Increase reflects the net impact of all changes, but primarily due to the revised TRIP land sale projections.
Unappropriated Balance	72,393,768	-	72,393,768	
Total Requirements	\$ 1,709,032,935	\$ 3,973,525	\$ 1,713,006,460	

EXPLANATION OF FUND CHANGES - FISCAL YEAR 2017-18

FUNDS	BUDGET SUBMITTED FOR APPROVAL ON MAY 10, 2017	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 22, 2017	EXPLANATION
General Fund	\$ 267,273,030	\$ 4,485,984	\$ 271,759,014	Revised Troutdale Reynolds Industrial Park (TRIP) land sale projections.
Airport Revenue Fund	340,141,985	317,850	340,459,835	Air Service Development marketing expenses shifted from FY 2017 to FY 2018, as well as Atlantic Aviation Rent Credit and reduced Transfers.
Bond Construction Fund	57,703,522	-	57,703,522	
Airport Construction Fund	566,564,215	(830,309)	565,733,906	Reduced transfers to Airport Construction Fund from Airport Revenue Fund due to increased expenses in Airport Revenue Fund.
Airport Revenue Bond Fund	112,275,846	-	112,275,846	
CFC Fund	193,987,880	-	193,987,880	
CFC Bond Fund	18,000,000	-	18,000,000	
PFC Fund	123,817,616	-	123,817,616	
PFC Bond Fund	29,268,841	-	29,268,841	
Total	<u>\$ 1,709,032,935</u>	<u>\$ 3,973,525</u>	<u>\$ 1,713,006,460</u>	

SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2017-18

	BUDGET PROPOSAL SUBMITTED ON APRIL 12, 2017	REVISIONS	BUDGET SUBMITTED FOR APPROVAL ON MAY 10, 2017	REVISIONS	BUDGET ADOPTED ON JUNE 22, 2017
GENERAL FUND					
Administration	\$ 53,449,931	\$ 65,689	\$ 53,515,620	\$ 302,770	\$ 53,818,390
Marine	19,658,195	135,877	19,794,072	-	19,794,072
Industrial Development	5,235,553	(135,848)	5,099,705	-	5,099,705
Navigation	11,095,474	-	11,095,474	-	11,095,474
General Aviation	3,358,955	-	3,358,955	-	3,358,955
Total Departments	\$ 92,798,108	\$ 65,718	\$ 92,863,826	\$ 302,770	\$ 93,166,596
Service Reimbursements	\$ 384,132	\$ -	\$ 384,132	\$ -	\$ 384,132
Other Environmental	3,204,812	-	3,204,812	-	3,204,812
Long-Term Debt Payments	12,411,555	-	12,411,555	-	12,411,555
System Development Charges / Other	250,000	-	250,000	-	250,000
Cash Transfers to Other Funds	29,201,305	-	29,201,305	-	29,201,305
Contingency	128,938,559	18,841	128,957,400	4,183,214	133,140,614
Total Requirements	\$ 267,188,471	\$ 84,559	\$ 267,273,030	\$ 4,485,984	\$ 271,759,014
AIRPORT REVENUE FUND					
Operating Expenditures	\$ 103,939,476	\$ 806,419	\$ 104,745,895	\$ 360,000	\$ 105,105,895
System Development Charges/Other	5,000	-	5,000	600,000	605,000
Service Reimbursements	25,461,350	82,711	25,544,061	181,669	25,725,730
Cash Transfers to Other Funds	105,955,120	(568,091)	105,387,029	(823,819)	104,563,210
Contingency	104,460,000	-	104,460,000	-	104,460,000
Total Requirements	\$ 339,820,946	\$ 321,039	\$ 340,141,985	\$ 317,850	\$ 340,459,835
BOND CONSTRUCTION FUND					
Capital Outlay	\$ 44,125,955	\$ (3,062)	\$ 44,122,893	\$ (6,638)	\$ 44,116,255
Service Reimbursements	3,567,567	3,062	3,570,629	6,638	3,577,267
Cash Transfers to Other Funds	10,000	-	10,000	-	10,000
Contingency	10,000,000	-	10,000,000	-	10,000,000
Total Requirements	\$ 57,703,522	\$ -	\$ 57,703,522	\$ -	\$ 57,703,522
AIRPORT CONSTRUCTION FUND					
Capital Outlay	\$ 340,947,050	\$ (578,720)	\$ 340,368,330	\$ (26,466)	\$ 340,341,864
Bond Issue Costs/Other	1,000,000	-	1,000,000	-	1,000,000
Service Reimbursements	14,162,011	578,720	14,740,731	26,466	14,767,197
Cash Transfers to Other Funds	8,500,000	-	8,500,000	-	8,500,000
Contingency	203,223,080	(1,267,926)	201,955,154	(830,309)	201,124,845
Total Requirements	\$ 567,832,141	\$ (1,267,926)	\$ 566,564,215	\$ (830,309)	\$ 565,733,906
AIRPORT REVENUE BOND FUND					
Long-Term Debt Payments	\$ 66,281,094	\$ -	\$ 66,281,094	\$ -	\$ 66,281,094
Unappropriated Ending Balance	45,994,752	-	45,994,752	-	45,994,752
Total Requirements	\$ 112,275,846	\$ -	\$ 112,275,846	\$ -	\$ 112,275,846
CUSTOMER FACILITY CHARGE (CFC) FUND					
Bank Fees / Other	\$ 1,000,000	\$ -	\$ 1,000,000	\$ -	\$ 1,000,000
Cash Transfers to Other Funds	86,200,000	-	86,200,000	-	86,200,000
Contingency	106,787,880	-	106,787,880	-	106,787,880
Total Requirements	\$ 193,987,880	\$ -	\$ 193,987,880	\$ -	\$ 193,987,880
CUSTOMER FACILITY CHARGE (CFC) BOND FUND					
Long-Term Debt Payments	\$ 6,000,000	\$ -	\$ 6,000,000	\$ -	\$ 6,000,000
Unappropriated Ending Balance	12,000,000	-	12,000,000	-	12,000,000
Total Requirements	\$ 18,000,000	\$ -	\$ 18,000,000	\$ -	\$ 18,000,000
PASSENGER FACILITY CHARGE (PFC) FUND					
Letter of Credit/Other	\$ 50,750	\$ -	\$ 50,750	\$ -	\$ 50,750
Cash Transfers to Other Funds	52,804,825	-	52,804,825	-	52,804,825
Contingency	70,962,041	-	70,962,041	-	70,962,041
Total Requirements	\$ 123,817,616	\$ -	\$ 123,817,616	\$ -	\$ 123,817,616

SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2017-18

	BUDGET PROPOSAL SUBMITTED ON APRIL 12, 2017	REVISIONS	BUDGET SUBMITTED FOR APPROVAL ON MAY 10, 2017	REVISIONS	BUDGET ADOPTED ON JUNE 22, 2017
PASSENGER FACILITY CHARGE (PFC) BOND FUND					
Long-Term Debt Payments	\$ 14,869,825	\$ -	\$ 14,869,825	\$ -	\$ 14,869,825
Unappropriated Ending Balance	<u>14,399,016</u>	<u>-</u>	<u>14,399,016</u>	<u>-</u>	<u>14,399,016</u>
Total Requirements	<u>\$ 29,268,841</u>	<u>\$ -</u>	<u>\$ 29,268,841</u>	<u>\$ -</u>	<u>\$ 29,268,841</u>
TOTAL ALL FUNDS	<u>\$ 1,709,895,263</u>	<u>\$ (862,328)</u>	<u>\$ 1,709,032,935</u>	<u>\$ 3,973,525</u>	<u>\$ 1,713,006,460</u>
Less Unappropriated Ending Balances:					
Airport Revenue Bond Fund	\$ 45,994,752		\$ 45,994,752		\$ 45,994,752
Customer Facility Charge (CFC) Bond Fund	12,000,000		12,000,000		12,000,000
Passenger Facility Charge (PFC) Bond Fund	<u>14,399,016</u>		<u>14,399,016</u>		<u>14,399,016</u>
Subtotal Unappropriated Ending Balance	<u>72,393,768</u>	<u>-</u>	<u>72,393,768</u>	<u>-</u>	<u>72,393,768</u>
TOTAL APPROPRIATIONS	<u>\$ 1,637,501,495</u>	<u>\$ (862,328)</u>	<u>\$ 1,636,639,167</u>	<u>\$ 3,973,525</u>	<u>\$ 1,640,612,692</u>