



AGENDA
Special Commission Meeting
Port of Portland Headquarters
7200 N.E. Airport Way, 8th Floor
June 21, 2013
9:00 a.m.

Action Item

1. APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2012-13 *SUZANNE KENNY*
2. ADOPTION OF FISCAL YEAR 2013-14 BUDGET AND ENACTMENT OF ORDINANCE NO. 447-T LEVYING PROPERTY TAXES *SUZANNE KENNY*

APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2012-13

June 21, 2013

Presented by: Suzanne Kenny
Senior Manager
Business and Financial Operations

EXECUTIVE SUMMARY

This agenda item requests approval of adjustments to the appropriation levels for the Port of Portland's (Port) Fiscal Year 2012-13 Budget to reflect expected expenditure levels.

BACKGROUND

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

In November 2012, the Commission approved an initial set of adjustments to the appropriation levels for Fiscal Year 2012-13. The changes constituted a net reduction of \$9,536,804 for the General Fund, as shown on Exhibit A, involving changes to three line items:

- An increase in Marine and Industrial Development appropriation by \$4,670,000 to cover expenses associated with the International Container Terminal Services Incorporated, Oregon (ICTSI) cost sharing program. The Port agreed to share 50 percent of ICTSI's extraordinary costs, up to a maximum of ICTSI's annual lease payment of \$4,664,356, as a result of the labor jurisdiction issues between the electrician union (IBEW) and the longshore union (ILWU) over two positions that monitor the refrigerated containers.
- An increase in System Development Charges/Other of \$180,000 to reflect the General Fund expense to cover Asiana Airlines, Inc. (Asiana), landing fees in the Airline Cost Center within the Airport Revenue Fund for a period of six months. Per the terms of the Asiana Airlines, Inc., Cargo Service Retention Agreement, the payment was not to exceed \$180,000 and was in consideration for Asiana's commitment to maintain their non-stop cargo freighter service between Portland, Oregon, and Incheon, South Korea.
- Finally, a decrease in Cash Transfers to Other Funds of \$9,536,804 (the Bond Construction Fund), due to budgeting the Port's property tax resource directly into the Port's Bond Construction Fund to more clearly delineate the Port's use of property taxes to fund General Fund capital construction.

The offsetting entry for the three adjustments was a decrease in the General Fund Contingency of \$4,850,000.

CHANGES TO FISCAL YEAR 2012-13 APPROPRIATIONS

General Fund

Staff is now requesting additional off-setting appropriation adjustments of \$1,300,000 to the Requirements of the General Fund to ensure sufficient appropriations to prevent over-expenditure in any given category.

- Increase Navigation appropriations by \$200,000 to cover expenses associated with costs of additional small capital projects authorized under the U.S. Army Corps of Engineers contract.
- Increase General Aviation appropriations by \$700,000, to cover expenses related to the Troutdale Airport runway reconstruction that are being recorded as operating expenses rather than capital expenditures, as well as additional expenses resulting from additional outside costs for environmental impact studies related to Troutdale Reynolds Industrial Park development.
- The final change to the General Fund reflects an appropriation increase of \$400,000 in Service Reimbursements to the Airport Revenue Fund. This category of expenditures covers reimbursements for staff time of employees who are paid from the Airport Revenue Fund but have performed work related to operations paid from the General Fund. The majority of these charges have arisen as a result of the recent reorganization. This activity has been budgeted for in the 2013-14 budget, but had not yet been reflected in the 2012-13 budget.
- The off-setting entry for the four adjustments is a reduction in General Fund Contingency of \$1,300,000.

Airport Revenue Fund

Staff is requesting adjustments of an additional \$400,000 to the resources and requirements of the Airport Revenue Fund.

- Increase Resources by \$400,000 to recognize the additional Service Reimbursements from the General Fund.
- Increase Requirements by \$400,000 to transfer the additional resources to the Airport Construction Fund.

Airport Construction Fund

Staff is requesting adjustments of an additional \$8,400,000 to the resources and requirements of the Airport Construction Fund.

- Increase Resources by \$8,400,000 to recognize the additional transfers received from the Airport Revenue Fund and the Passenger Facility Charge Fund.
- Increase Requirements by \$8,400,000 by increasing Contingency by the same amount.

Passenger Facility Charge Fund

Staff is requesting two off-setting adjustments of \$8,000,000 to the Requirements of the Passenger Facility Charge Fund.

- Increase Cash Transfers to Other Funds by \$8,000,000. This represents an additional \$8,000,000 in the transfer to the Airport Construction Fund, to adjust for a revised estimate on the amount of Federal Aviation Administration-approved capital work that is to be funded from the Passenger Facility Charge Fund.
- The off-setting entry for the increased transfer is a reduction in the Passenger Facility Charge Contingency of \$8,000,000.

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 2012-13 after these adjustments is \$837,786,530. Total Appropriations are \$796,759,650 and are shown on Exhibit A. The difference of \$41,026,880 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, Airport Construction Fund and the Passenger Facility Charge Fund in the amounts shown on Exhibit A and for the purposes shown on Exhibit B, incorporated by this reference, to meet actual spending patterns unforeseen at the time of adoption of the Fiscal Year 2012-13 Budget; and

APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR
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BE IT FURTHER RESOLVED, That copies of Exhibit A, Schedule of Appropriations Fiscal Year 2012-13; and Exhibit B, Explanation of Changes to Fund Appropriations Fiscal Year 2012-13, 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.

Exhibit A

SCHEDULE OF APPROPRIATIONS FISCAL YEAR 2012-13					
	ADOPTED	CHANGES TO	REVISED	CHANGES TO	REVISED
	BUDGET	APPROP.	APPROP.	APPROP.	APPROP.
	June 22, 2012	Nov. 14, 2012	Nov. 14, 2012	June 21, 2013	June 21, 2013
GENERAL FUND					
Beginning Balance	\$ 149,594,021		\$ 149,594,021		\$ 149,594,021
Operating Revenue	62,285,700		62,285,700		62,285,700
Interest on Investments/Other	1,606,640		1,606,640		1,606,640
Federal/State Grants	15,000,000		15,000,000		15,000,000
Service Reimbursements	35,669,197		35,669,197		35,669,197
Transfers from Other Funds	2,848,335		2,848,335		2,848,335
Property Tax (within permanent rate limit)	9,536,804	(9,536,804)	-		-
Total Resources	\$ 276,540,697	\$ (9,536,804)	\$ 267,003,893	\$ -	\$ 267,003,893
Administration	\$ 23,991,482		\$ 23,991,482		\$ 23,991,482
Marine & Industrial Development	26,771,347	\$ 4,670,000	31,441,347		31,441,347
Development Service & Information Technology	9,920,618		9,920,618		9,920,618
Navigation	9,782,277		9,782,277	200,000	9,982,277
Engineering	10,529,745		10,529,745		10,529,745
General Aviation	2,005,039		2,005,039	700,000	2,705,039
Sub Total	83,000,508	4,670,000	87,670,508	900,000	88,570,508
Service Reimbursements	96,889		96,889	400,000	496,889
Long-Term Debt Payments	9,825,469		9,825,469		9,825,469
Other Environmental	5,064,969		5,064,969		5,064,969
System Development Charges / Other	5,000	180,000	185,000		185,000
Cash Transfers to Other Funds	26,007,962	(9,536,804)	16,471,158		16,471,158
Contingency	152,539,900	(4,850,000)	147,689,900	(1,300,000)	146,389,900
Total Requirements	\$ 276,540,697	\$ (9,536,804)	\$ 267,003,893	\$ -	\$ 267,003,893
AIRPORT REVENUE FUND					
Beginning Balance	\$ 35,000,000		\$ 35,000,000		\$ 35,000,000
Operating Revenue	186,356,876		186,356,876		186,356,876
Interest on Investments	532,840		532,840		532,840
Other	-		-		-
Service Reimbursements	1,506,639		1,506,639	400,000	1,906,639
Transfers from Other Funds	1,785,361		1,785,361		1,785,361
Total Resources	\$ 225,181,716	\$ -	\$ 225,181,716	\$ 400,000	\$ 225,581,716
Operating Expenditures	\$ 84,537,112		\$ 84,537,112		\$ 84,537,112
System Development Charges / Other	5,000		5,000		5,000
Service Reimbursements	21,999,918		21,999,918		21,999,918
Cash Transfers to Other Funds	83,639,686		83,639,686	400,000	84,039,686
Contingency	35,000,000		35,000,000		35,000,000
Total Requirements	\$ 225,181,716	\$ -	\$ 225,181,716	\$ 400,000	\$ 225,581,716
BOND CONSTRUCTION FUND					
Beginning Balance	\$ 10,000,000		\$ 10,000,000		\$ 10,000,000
Interest Income	117,880		117,880		117,880
Grants/Bond Sales/Other	10,986,988		10,986,988		10,986,988
Transfers from Other Funds	24,222,601	(9,536,804)	14,685,797		14,685,797
Property Tax (within permanent rate limit)	-	9,536,804	9,536,804		9,536,804
Total Resources	\$ 45,327,469	\$ -	\$ 45,327,469	\$ -	\$ 45,327,469
Capital Outlay	\$ 29,200,771		\$ 29,200,771		\$ 29,200,771
Service Reimbursements	6,126,698		6,126,698		6,126,698
Cash Transfers to Other Funds	-		-		-
Contingency	10,000,000		10,000,000		10,000,000
Total Requirements	\$ 45,327,469	\$ -	\$ 45,327,469	\$ -	\$ 45,327,469

SCHEDULE OF APPROPRIATIONS FISCAL YEAR 2012-13 (cont.)						
	ADOPTED BUDGET June 22, 2012	CHANGES TO APPROP. Nov. 14, 2012	REVISED APPROP. Nov. 14, 2012	CHANGES TO APPROP. June 21, 2013	REVISED APPROP. June 21, 2013	
AIRPORT CONSTRUCTION FUND						
Beginning Balance	\$ 26,004,555		\$ 26,004,555		\$ 26,004,555	
Interest Income/ Other	420,280		420,280		420,280	
Federal / State Grants	15,440,000		15,440,000		15,440,000	
Bond and Other Debt Proceeds	46,200,000		46,200,000		46,200,000	
Other Revenue	-		-		-	
Transfers from Other Funds	35,576,460		35,576,460	8,400,000	43,976,460	
Total Resources	\$ 123,641,295	\$ -	\$ 123,641,295	\$ 8,400,000	\$ 132,041,295	
Capital Outlay	\$ 98,101,436		\$ 98,101,436		\$ 98,101,436	
Service Reimbursements	8,952,331		8,952,331		8,952,331	
Cash Transfers to Other Funds	2,200,000		2,200,000		2,200,000	
Contingency	14,387,528		14,387,528	8,400,000	22,787,528	
Total Requirements	\$ 123,641,295	\$ -	\$ 123,641,295	\$ 8,400,000	\$ 132,041,295	
PASSENGER FACILITY CHARGE FUND						
Beginning Balance	\$ 28,349,690		\$ 28,349,690		\$ 28,349,690	
Passenger Facility Charge	27,500,000		27,500,000		27,500,000	
Bond and Other Debt Proceeds	-		-		-	
Interest and Other	60,480		60,480		60,480	
Total Resources	\$ 55,910,170	\$ -	\$ 55,910,170	\$ -	\$ 55,910,170	
Letter of Credit / Other	\$ 600,000		\$ 600,000		\$ 600,000	
Cash Transfers to Other Funds	23,418,615		23,418,615	8,000,000	31,418,615	
Contingency	31,891,555		31,891,555	(8,000,000)	23,891,555	
Total Requirements	\$ 55,910,170	\$ -	\$ 55,910,170	\$ -	\$ 55,910,170	
AIRPORT REVENUE BOND FUND						
Beginning Balance	\$ 21,154,313		\$ 21,154,313		\$ 21,154,313	
Bond Sale and Other Debt Proceeds	4,400,000		4,400,000		4,400,000	
Interest Income	26,040		26,040		26,040	
Transfers from Other Funds	54,414,892		54,414,892		54,414,892	
Total Resources	\$ 79,995,245	\$ -	\$ 79,995,245	\$ -	\$ 79,995,245	
Long-Term Debt Payments	\$ 54,440,932		\$ 54,440,932		\$ 54,440,932	
Unappropriated Ending Balance	25,554,313		25,554,313		25,554,313	
Total Requirements	\$ 79,995,245	\$ -	\$ 79,995,245	\$ -	\$ 79,995,245	
PASSENGER FACILITY CHARGE (PFC) BOND FUND						
Beginning Balance	\$ 15,472,567		\$ 15,472,567		\$ 15,472,567	
Bond and Other Debt Proceeds	-		-		-	
Interest and Other	35,560		35,560		35,560	
Cash Transfers from Other Funds	16,418,615		16,418,615		16,418,615	
Total Resources	\$ 31,926,742	\$ -	\$ 31,926,742	\$ -	\$ 31,926,742	
Long-Term Debt Payments	\$ 16,454,175		\$ 16,454,175		\$ 16,454,175	
Unappropriated Ending Balance	15,472,567		15,472,567		15,472,567	
Total Requirements	\$ 31,926,742	\$ -	\$ 31,926,742	\$ -	\$ 31,926,742	
TOTAL ALL FUNDS	\$ 838,523,334	\$ (9,536,804)	\$ 828,986,530	\$ 8,800,000	\$ 837,786,530	
Less Unappropriated Ending Balances:						
Airport Revenue Bond Fund	\$ 25,554,313		\$ 25,554,313		\$ 25,554,313	
Passenger Facility Charge (PFC) Bond Fund	15,472,567		15,472,567		15,472,567	
Subtotal Unappropriated Ending Balance	41,026,880	-	41,026,880	-	41,026,880	
TOTAL APPROPRIATIONS	\$ 797,496,454	\$ (9,536,804)	\$ 787,959,650	\$ 8,800,000	\$ 796,759,650	

Explanation of Changes to Fund Appropriations Fiscal Year 2012-13			
FUND		AMOUNT OF INCREASE/(DECREASE)	REASON FOR CHANGE
GENERAL FUND			
Navigation	\$	200,000	To cover expenses associated with a contract change that results in costs arising from some capital projects (whose total cost is under \$50,000) recorded as operating expenses rather than capital outlay.
Engineering		200,000	To adjust for additional outside services that are anticipated but not currently reflected in 2012/13 budget.
General Aviation		700,000	To cover expenses related to the Troutdale runway reconstruction that are being recorded as operating expenses rather than capital expenditures, as well as additional expenses resulting from additional outside costs for environmental impact studies related to TRIP development.
Service Reimbursements		400,000	To cover reimbursements for staff time of employees who are normally paid from the Airport Revenue Fund, but have performed some work related to operation paid from the General Fund.
Subtotal Increases	\$	1,500,000	
Contingency	\$	(1,500,000)	Balancing entry.
AIRPORT REVENUE FUND			
Service Reimbursements	\$	400,000	To recognize the additional reimbursements received from the General Fund noted above.
Cash Transfers to Other Funds		400,000	Transfers additional reimbursements received from the General Fund to the Airport Construction Fund.
AIRPORT CONSTRUCTION FUND			
Transfers to Other Funds	\$	8,400,000	To recognize the additional transfers received from the Airport Revenue Fund and the Passenger Facility Charge Fund
Subtotal Increases	\$	8,400,000	
Contingency	\$	8,400,000	Balancing entry.

Explanation of Changes to Fund Appropriations Fiscal Year 2012-13 (Cont.)			
FUND		AMOUNT OF INCREASE/(DECREASE)	REASON FOR CHANGE
PASSENGER FACILITY CHARGE (PFC) FUND			
Cash Transfers to Other Funds	\$	8,000,000	To adjust for a revised estimate on the amount of FAA approved capital work that is to be funded from the Passenger Facility Charge Fund.
Contingency		(8,000,000)	Balancing entry.

**ADOPTION OF FISCAL YEAR 2013-14 BUDGET AND ENACTMENT OF ORDINANCE
NO. 447-T LEVYING PROPERTY TAXES**

June 21, 2013

Presented by: Suzanne Kenny
Senior Manager
Business and Financial Operations**EXECUTIVE SUMMARY**

This agenda item requests adoption of the Port of Portland (Port) Budget for Fiscal Year 2013-14 and enactment of Ordinance No. 447-T, levying property taxes for Fiscal Year 2013-14.

BACKGROUND

The Port Commission reviewed the Port's Proposed Budget for Fiscal Year 2013-14 at a public hearing in April 2013, and in May approved the Budget for submission to the Tax Supervising and Conservation Commission (TSCC). On June 12, 2013, the TSCC held a public meeting on the Port's Budget for Fiscal Year 2013-14 and certified the Budget with no objections.

ADOPTION OF THE FISCAL YEAR 2013-14 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 12, in the General Fund, Airport Revenue Fund, Bond Construction Fund, and Airport Construction Fund. These changes are within the limits of ORS 294.456 and are detailed in 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 a reduction of \$1,423,457 from the budget approved by the Commission on May 8, 2013. This reduction is driven by lower Oregon Public Employees Retirement System (PERS) expenditures than those reflected in the Approved budget. The lower, revised estimates for PERS expenditures are the result of recent action taken by the Oregon legislature in the passage of Senate Bill 822.

- Operating Revenues decreased by \$1,310,792. Lower PERS expenses results in lower costs that are reimbursed from airlines and the U.S. Army Corps of Engineers.
- Operating Expenditures reduced by \$2,843,780. Reduction to Personal Services Costs as a result of lower PERS expenditures.
- Capitalized Labor reduced by \$292,381. Reduction to PERS expenses results in lower Capitalized Labor.
- Transfers To and From Other Funds are reduced by \$112,663. Reduced PERS expenditures results in lower Service Reimbursements between funds.

ADOPTION OF FISCAL YEAR 2013-14 BUDGET AND ENACTMENT OF ORDINANCE
NO. 447-T LEVYING PROPERTY TAXES

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- Contingency is increased by \$1,240,606. Net effect of all changes results in increase to Contingency.

The total Budget for Fiscal Year 2013-14 is \$849,444,335. Total Appropriations are \$808,528,723 and are shown on Exhibit E. The difference of \$40,915,612 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.

ORDINANCE NO. 447-T

Ordinance No. 447-T authorizes the Port's tax levy for Fiscal Year 2013-14. 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 \$9,744,994, 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, 2013, to June 30, 2014, 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, 2013, in a total amount of \$808,528,723; and

BE IT FURTHER RESOLVED, That a copy of Exhibit E, Schedule of Appropriations Fiscal Year 2013-14, shall be attached to the minutes of this meeting; and

BE IT FURTHER RESOLVED, That the Budget for Fiscal Year 2013-14 in the total amount of \$849,444,335 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.

ADOPTION OF FISCAL YEAR 2013-14 BUDGET AND ENACTMENT OF ORDINANCE
NO. 447-T LEVYING PROPERTY TAXES
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The Executive Director further recommends:

1. That Ordinance No. 447-T, levying taxes to be collected for Fiscal Year 2013-14, be read by title only; and
2. That Ordinance No. 447-T be enacted by a roll call vote.

**ORDINANCE NO. 447-T
OF THE PORT OF PORTLAND**

AN ORDINANCE LEVYING TAXES TO BE COLLECTED IN THE FISCAL YEAR
JULY 1, 2013 TO JUNE 30, 2014, 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 2013-14 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 12th day of June 2013, 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 2013-14 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: _____

Exhibit C

EXPLANATION OF CHANGES - FISCAL YEAR 2013-14

<u>Resources</u>	BUDGET SUBMITTED FOR APPROVAL ON MAY 8, 2013	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 21, 2013	<u>EXPLANATION</u>
Beginning Balance	\$ 296,046,124	\$ -	\$ 296,046,124	
Operating Revenue	264,069,755	(1,310,792)	262,758,963	Reduced PERS expenditures results in lower costs that are reimbursed from airlines and the U.S. Army Corps of Engineers.
Grants/Interest Income/Other	53,524,276	-	53,524,276	
Taxes	9,744,994	-	9,744,994	
Bond And Other Debt Proceeds	50,600,000	-	50,600,000	
Subtotal - Resources	\$ 673,985,149	\$ (1,310,792)	\$ 672,674,357	
Transfer From Other Funds	176,882,642	(112,663)	176,769,979	Reduced PERS expenditures results in lower Service Reimbursements between funds.
Total Resources	\$ 850,867,791	\$ (1,423,455)	\$ 849,444,336	
Requirements				
Operating Expenditures				
Corporate Administration	\$ 47,664,210	\$ (1,046,930)	\$ 46,617,280	
Marine & Industrial Development	31,178,595	(400,233)	30,778,362	
Navigation	9,708,355	(146,512)	9,561,843	
General Aviation	2,133,538	(25,827)	2,107,711	
Commercial Aviation	85,538,565	(1,224,279)	84,314,286	
Subtotal - Operating Expenditures	\$ 176,223,263	\$ (2,843,780)	\$ 173,379,483	Reduction to Personal Services costs as a result of lower PERS expenditures.
Capital Expenditures				
Marine & Industrial Development	\$ 24,107,029	\$ -	\$ 24,107,029	
General Aviation	17,802,465	-	17,802,465	
Navigation	7,668,764	-	7,668,764	
Corporate Administration	3,034,500	-	3,034,500	
Commercial Aviation	82,178,887	-	82,178,887	
Capitalized Labor	(11,514,545)	292,381	(11,222,164)	Reduction to PERS expenses results in lower Capitalized Labor expenses.
Subtotal - Capital Expenditures	\$ 123,277,100	\$ 292,381	\$ 123,569,481	
Transfer To Other Funds	\$ 176,882,642	\$ (112,663)	\$ 176,769,979	Reduced PERS expenditures results in lower Service Reimbursements between funds.
Other Environmental	3,905,346	-	3,905,346	
Other	45,000	-	45,000	
Debt Service Payments	74,186,066	-	74,186,066	
Contingency	255,432,764	1,240,606	256,673,370	Net impact of changes outlined above.
Unappropriated Balance	40,915,612	-	40,915,612	
Total Requirements	\$ 850,867,792	\$ (1,423,457)	\$ 849,444,335	

EXPLANATION OF FUND CHANGES - FISCAL YEAR 2013-14

FUNDS	BUDGET SUBMITTED FOR APPROVAL ON MAY 8, 2013	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 21, 2013	EXPLANATION
General Fund	\$ 258,769,747	\$ (885,504)	\$ 257,884,243	Net decrease to General Fund as a result of decreased operating expenses with increased transfers out and contingency.
Airport Revenue Fund	228,397,354	(1,088,700)	227,308,654	Net decrease to Airline Revenue Fund as a result of decreased operating expenses and service reimbursements with increased transfers out.
Bond Construction Fund	62,622,758	-	62,622,758	
Airport Construction Fund	134,853,139	550,747	135,403,886	Transfer received from Airport Revenue Fund is increased as a result of decreased operating expenses and service reimbursements in that fund.
PFC Fund	61,348,241	-	61,348,241	
PFC Bond Fund	29,805,414	-	29,805,414	
Airport Revenue Bond Fund	75,071,139	-	75,071,139	
Total	\$ 850,867,792	\$ (1,423,457)	\$ 849,444,335	

Exhibit E

SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2013-14				BUDGET ADOPTED ON JUNE 21, 2013			
	BUDGET PROPOSAL SUBMITTED ON APRIL 10, 2013	REVISIONS	BUDGET SUBMITTED FOR APPROVAL ON MAY 8, 2013	REVISIONS	APPROPRIATIONS	UNAPPROPRIATED PORTION	TOTAL
GENERAL FUND							
Corporate Administration	\$ 47,824,551	\$ (160,340)	\$ 47,664,211	\$ (1,046,931)	\$ 46,617,280	\$ -	\$ 46,617,280
Marine & Industrial Development	31,295,717	(117,122)	31,178,595	(400,233)	30,778,362	-	30,778,362
Navigation	9,583,251	125,104	9,708,355	(146,512)	9,561,843	-	9,561,843
General Aviation	2,146,913	(13,375)	2,133,538	(25,827)	2,107,711	-	2,107,711
Total Departments	90,850,432	(165,733)	90,684,699	(1,619,503)	89,065,196	-	89,065,196
Service Reimbursements	269,590	43,128	312,718	\$ -	312,718	-	312,718
Long-Term Debt Payments	10,225,125	-	10,225,125	-	10,225,125	-	10,225,125
Other Environmental	3,905,346	-	3,905,346	-	3,905,346	-	3,905,346
System Development Charges/Other	-	30,000	30,000	-	30,000	-	30,000
Cash Transfers to Other Funds	21,104,529	(2,994)	21,101,535	44,140	21,145,675	-	21,145,675
Contingency	132,392,178	118,146	132,510,324	689,859	133,200,183	-	133,200,183
Total Requirements	\$ 258,747,200	\$ 22,547	\$ 258,769,747	\$ (885,504)	\$ 257,884,243	\$ -	\$ 257,884,243
AIRPORT REVENUE FUND							
Operating Expenditures	85,621,756	\$ (83,191)	\$ 85,538,565	\$ (1,224,279)	\$ 84,314,286	\$ -	\$ 84,314,286
System Development Charges/Other	5,000	-	5,000	-	5,000	-	5,000
Service Reimbursements	23,366,032	(405,839)	22,960,193	(415,168)	22,545,025	-	22,545,025
Cash Transfers to Other Funds	83,640,580	(246,984)	83,393,596	550,747	83,944,343	-	83,944,343
Contingency	36,500,000	-	36,500,000	-	36,500,000	-	36,500,000
Total Requirements	\$ 229,133,368	\$ (736,014)	\$ 228,397,354	\$ (1,088,700)	\$ 227,308,654	\$ -	\$ 227,308,654
BOND CONSTRUCTION FUND							
Capital Outlay	\$ 49,377,902	\$ 188,399	\$ 49,566,301	\$ 292,382	\$ 49,858,683	\$ -	\$ 49,858,683
Service Reimbursements	3,234,856	(188,399)	3,046,457	(292,382)	2,754,075	-	2,754,075
Cash Transfers to Other Funds	10,000	-	10,000	-	10,000	-	10,000
Contingency	10,000,000	-	10,000,000	-	10,000,000	-	10,000,000
Total Requirements	\$ 62,622,758	\$ -	\$ 62,622,758	\$ -	\$ 62,622,758	\$ -	\$ 62,622,758
AIRPORT CONSTRUCTION FUND							
Capital Outlay	\$ 74,260,798	\$ (550,000)	\$ 73,710,798	\$ -	\$ 73,710,798	\$ -	\$ 73,710,798
Service Reimbursements	7,918,088	550,000	8,468,088	-	8,468,088	-	8,468,088
Cash Transfers to Other Funds	2,200,000	-	2,200,000	-	2,200,000	-	2,200,000
Contingency	50,721,237	(246,984)	50,474,253	550,747	51,025,000	-	51,025,000
Total Requirements	\$ 135,100,123	\$ (246,984)	\$ 134,853,139	\$ 550,747	\$ 135,403,886	\$ -	\$ 135,403,886
PASSENGER FACILITY CHARGE (PFC) FUND							
Letter of Credit/Other	\$ 600,000	\$ (590,000)	\$ 10,000	\$ -	\$ 10,000	\$ -	\$ 10,000
Cash Transfers to Other Funds	35,390,054	-	35,390,054	-	35,390,054	-	35,390,054
Contingency	25,358,187	590,000	25,948,187	-	25,948,187	-	25,948,187
Total Requirements	\$ 61,348,241	\$ -	\$ 61,348,241	\$ -	\$ 61,348,241	\$ -	\$ 61,348,241
PASSENGER FACILITY CHARGE (PFC) BOND FUND							
Debt Service	\$ 14,329,379	\$ -	\$ 14,329,379	\$ -	\$ 14,329,379	\$ -	\$ 14,329,379
Unappropriated Ending Balance	15,476,035	-	15,476,035	-	-	15,476,035	15,476,035
Total Requirements	\$ 29,805,414	\$ -	\$ 29,805,414	\$ -	\$ 14,329,379	\$ 15,476,035	\$ 29,805,414
AIRPORT REVENUE BOND FUND							
Debt Service	\$ 49,631,562	\$ -	\$ 49,631,562	\$ -	\$ 49,631,562	\$ -	\$ 49,631,562
Unappropriated Ending Balance	25,439,577	-	25,439,577	-	-	25,439,577	25,439,577
Total Requirements	\$ 75,071,139	\$ -	\$ 75,071,139	\$ -	\$ 49,631,562	\$ 25,439,577	\$ 75,071,139
TOTAL ALL FUNDS	\$ 851,828,243	\$ (960,451)	\$ 850,867,792	\$ (1,423,457)	\$ 808,528,723	\$ 40,915,612	\$ 849,444,335