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	Actual FY 2004–0	Actual 5 FY 2005–06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007-08	Adopted FY 2007-08
RESOURCES						
External Revenues						
Licenses and Permits	8,142,9	59 4,404,412	4,582,892	3,261,820	3,261,820	3,261,820
Miscellaneous Revenues	152,9	79 284,229	20,000	20,000	20,000	20,000
Total External Revenues	8,295,93	38 4,688,641	4,602,892	3,281,820	3,281,820	3,281,820
Internal Revenues						
Beginning Fund Balance	2,908,30	4,895,701	1,699,461	0	0	0
TOTAL RESOURCES	\$ 11,204,29	9,584,342	2 \$ 6,302,353	\$ 3,281,820	\$ 3,281,820	\$ 3,281,820
REQUIREMENTS						
Bureau Expenditures						
External Services	6,000,00	00 6,000,000	6,001,769	3,004,730	3,004,730	3,004,730
Internal Services	304,73	312,813	3 256,466	260,759	260,759	260,759
Total Bureau Expenditures	6,304,73	6,312,813	6,258,235	3,265,489	3,265,489	3,265,489
Fund Requirements						
General Fund Overhead	3,80	62 26,290	42,232	13,943	13,943	13,943
Other Cash Transfers		0 435	1,886	2,388	2,388	2,388
Ending Fund Balance	4,895,70	3,244,804	0 4	0	0	0
Total Fund Requirements	4,899,50	3,271,529	44,118	16,331	16,331	16,331
TOTAL REQUIREMENTS	\$ 11,204,29	9 \$ 9,584,342	2 \$ 6,302,353	\$ 3,281,820	\$ 3,281,820	\$ 3,281,820

## **FUND OVERVIEW**

The Business License Surcharge Fund was created to provide funding for schools within the City of Portland over a four-year period, from FY 2002-03 through FY 2005-06. Each year the appropriate surcharge rate was calculated to reach total collections for allocation to the school districts of \$38 million net of costs. Since the economy improved by FY 2004-05, collections were sufficient to allow a 0% surcharge rate for tax year 2005. The final payment to the schools on the initial surcharge approved by Council was made in June 2006.

In June 2006, Council passed an ordinance to continue the business license surcharge for tax years 2006 and 2007. The surcharge will allow additional payments of \$6 million and \$3 million to the school districts in June 2007 and June 2008 respectively.

**Managing Agency** 

Office of Management & Finance, Revenue Bureau

	Actual FY 2004–05	ı	Actual Y 2005–06	Revised FY 2006-07	Proposed FY 2007–08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES							
External Revenues							
Service Charges and Fees	(	)	2,680	0	0	0	0
Miscellaneous Revenues	(	)	20,098	27,494	75,800	75,800	75,800
Total External Revenues		)	22,778	27,494	75,800	75,800	75,800
Internal Revenues							
General Fund Discretionary	(	)	495,191	280,368	208,832	208,832	208,832
Other Cash Transfers	(	)	800,809	367,632	439,168	439,168	439,168
Total Internal Revenues		)	1,296,000	648,000	648,000	648,000	648,000
Beginning Fund Balance		)	0	916,476	1,598,816	1,598,816	1,598,816
TOTAL RESOURCES	\$	) \$	1,318,778 \$	1,591,970	2,322,616	\$ 2,322,616 \$	2,322,616
REQUIREMENTS							
Bureau Expenditures							
External Services		)	392,873	50,235	1,837,914	1,837,914	1,837,914
Internal Services	(	)	0	53,316	60,648	60,648	60,648
Total Bureau Expenditures	-	)	392,873	103,551	1,898,562	1,898,562	1,898,562
Fund Requirements							
General Operating Contingency	(	)	0	1,481,196	417,294	417,294	417,294
General Fund Overhead	(	)	0	7,223	6,447	6,447	6,447
Other Cash Transfers	(	)	0	0	313	313	313
Ending Fund Balance	(	)	925,905	0	0	0	0
Total Fund Requirements	-	)	925,905	1,488,419	424,054	424,054	424,054
TOTAL REQUIREMENTS	\$	0 \$	1,318,778 \$	1,591,970	2,322,616	\$ 2,322,616 \$	2,322,616

# **FUND OVERVIEW**

The Office of the City Auditor administers the Campaign Finance Fund. The City Council passed Ordinance #179258 on May 18, 2005 creating this fund and a voluntary system of public campaign financing for Auditor, City Commissioner, and Mayoral elections. Candidates may choose to participate in the system and receive public funds after qualification, or they may choose to raise funds in the traditional manner. The City Council intends to place the issue before voters in 2010 to decide whether to continue the system.

**Managing Agency** 

Office of the City Auditor

	Actual FY 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES						
External Revenues						
Service Charges and Fees	138,536	193,333	30,000	135,204	135,204	135,204
Miscellaneous Revenues	1,098,436	1,453,405	1,112,000	1,595,227	1,595,227	1,597,577
Total External Revenues	1,236,972	1,646,738	1,142,000	1,730,431	1,730,431	1,732,781
Internal Revenues						
Federal Grants Transfers	0	7,815	17,186	0	0	0
Interagency Reimbursements	20,729,129	22,570,111	23,542,013	24,235,572	24,235,572	24,823,142
Total Internal Revenues	20,729,129	22,577,926	23,559,199	24,235,572	24,235,572	24,823,142
Beginning Fund Balance	19,913,643	18,279,617	18,585,131	18,992,797	18,992,797	18,992,797
TOTAL RESOURCES	\$ 41,879,744	\$ 42,504,281	\$ 43,286,330	\$ 44,958,800	\$ 44,958,800 \$	45,548,720
REQUIREMENTS						
Bureau Expenditures						
Personal Services	5,119,836	5,601,259	5,874,131	5,803,825	5,803,825	5,803,825
External Services	8,192,372	9,636,861	9,229,122	10,028,719	10,028,719	10,031,069
Internal Services	1,353,207	1,425,116	1,264,786	1,359,621	1,359,621	1,375,902
Capital Outlay	8,017,088	4,800,381	8,418,517	5,770,848	5,770,848	6,460,768
Total Bureau Expenditures	22,682,503	21,463,617	24,786,556	22,963,013	22,963,013	23,671,564
Fund Requirements						
General Operating Contingency	0	0	17,314,288	20,693,807	20,693,807	20,575,176
General Fund Overhead	609,771	787,192	764,457	880,581	880,581	880,581
Other Cash Transfers	95,104	30,422	421,029	421,399	421,399	421,399
Debt Retirement	212,749	293,244	0	0	0	0
Ending Fund Balance	18,279,617	19,929,806	0	0	0	0
Total Fund Requirements	19,197,241	21,040,664	18,499,774	21,995,787	21,995,787	21,877,156
TOTAL REQUIREMENTS	\$ 41,879,744	\$ 42,504,281	\$ 43,286,330	\$ 44,958,800	\$ 44,958,800 \$	45,548,720

# FUND OVERVIEW

The CityFleet Operating Fund accounts for the revenues and expenses associated with CityFleet's operations. CityFleet acquires, modifies, services, repairs, and disposes of vehicles and equipment owned, leased, and rented by the City.

Revenue

The fund's major source of revenue is service reimbursement transfers from City bureaus. Outside agencies also pay the City for vehicle maintenance services provided.

**Managing Agency** 

Office of Management and Finance, Business Operations

	Actual FY 2004–05	Actual FY 2005–06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES						
External Revenues						
Service Charges and Fees	3,745,424	0	0	0	0	0
Miscellaneous Revenues	374,429	0	0	0	0	0
Total External Revenues	4,119,853	0	0	0	0	0
Internal Revenues						
General Fund Discretionary	692,500	0	0	0	0	0
Other Cash Transfers	200,316	0	0	0	0	0
Interagency Reimbursements	11,099,486	0	0	0	0	0
Total Internal Revenues	11,992,302	0	0	0	0	0
Beginning Fund Balance	11,774,107	0	0	0	0	0
TOTAL RESOURCES	\$ 27,886,262	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
REQUIREMENTS						
Bureau Expenditures						
Personal Services	3,236,375	0	0	0	0	0
External Services	7,193,501	0	0	0	0	0
Internal Services	1,189,853	0	0	0	0	0
Capital Outlay	487,531	0	0	0	0	0
Total Bureau Expenditures	12,107,260	0	0	0	0	0
Fund Requirements						
General Fund Overhead	326,195	0	0	0	0	0
Other Cash Transfers	82,378	0	0	0	0	0
Debt Retirement	1,566,111	0	0	0	0	0
Ending Fund Balance	13,804,318	0	0	0	0	0
Total Fund Requirements	15,779,002	0	0	0	0	0
TOTAL REQUIREMENTS	\$ 27,886,262	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

# **FUND OVERVIEW**

The Communications Services Operating Fund covered the operations and maintainance of the City's telecommunication system, radios, 800 MHz radio system, and other electronic systems such as 9-1-1 dispatch, sirens, radar guns, and video systems. These systems provide service to all City bureaus as well as to a growing number of other jurisdictions in the metropolitan area. In FY 2005-06, these fund activities became part of the Technology Services Fund, and the Communications Services Operating Fund was consolidated into the Technology Services Fund.

## **Managing Agency**

Office of Management and Finance, Communications Services

	Actual FY 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007-08
RESOURCES						
External Revenues						
Service Charges and Fees	1,842,680	2,118,390	1,589,590	1,636,976	1,636,976	1,636,976
State Sources	49,054	0	680,406	0	0	0
Local Sources	978,350	791,888	811,700	826,796	826,796	826,796
Bond & Note Sales	0	0	0	3,478,500	13,578,500	14,906,500
Miscellaneous Revenues	473,399	708,895	2,145,000	500,000	500,000	500,000
Total External Revenues	3,343,483	3,619,173	5,226,696	6,442,272	16,542,272	17,870,272
Internal Revenues						
General Fund Discretionary	2,516,660	2,393,549	2,930,010	3,439,560	3,802,060	3,878,560
Other Cash Transfers	1,603	25,000	0	0	0	0
Federal Grants Transfers	23,429	132,123	887,533	0	0	0
Interagency Reimbursements	21,295,814	21,612,934	28,924,800	25,124,727	25,603,727	26,050,427
Total Internal Revenues	23,837,506	24,163,606	32,742,343	28,564,287	29,405,787	29,928,987
Beginning Fund Balance	12,602,072	12,924,249	13,931,603	13,276,755	13,276,755	13,276,755
TOTAL RESOURCES	\$ 39,783,061	\$ 40,707,028	\$ 51,900,642	\$ 48,283,314	\$ 59,224,814	\$ 61,076,014
REQUIREMENTS						
Bureau Expenditures						
Personal Services	2,643,012	2,810,207	2,981,670	2,970,298	2,970,298	2,970,298
External Services	12,414,901	13,610,214	24,998,433	19,989,166	30,396,316	20,843,016
Internal Services	1,662,898	1,928,026	1,758,432	1,855,776	1,855,776	1,864,316
Capital Outlay	0	0	1,367,860	2,150,000	2,150,000	12,150,000
Total Bureau Expenditures	16,720,811	18,348,447	31,106,395	26,965,240	37,372,390	37,827,630
Fund Requirements						
General Operating Contingency	0	0	11,721,961	12,021,130	12,092,980	13,412,440
General Fund Overhead	1,106,950	814,887	568,479	941,764	941,764	941,764
Other Cash Transfers	23,480	19,047	184,284	186,881	186,881	186,881
Debt Retirement	9,007,571	7,461,029	8,319,523	8,168,299	8,630,799	8,707,299
Ending Fund Balance	12,924,249	14,063,618	0	0	0	0
Total Fund Requirements	23,062,250	22,358,581	20,794,247	21,318,074	21,852,424	23,248,384
TOTAL REQUIREMENTS	\$ 39,783,061	\$ 40,707,028	\$ 51,900,642	\$ 48,283,314	\$ 59,224,814	\$ 61,076,014

#### FUND OVERVIEW

The Facilities Services Operating Fund accounts for all of the facilities-related programs and capital projects managed by OMF Business Operations. The fund is generally self-sufficient, requiring no direct General Fund discretionary support, but Facilities Services may request General Fund capital support on behalf of a General Fund bureau to cover project expenses specific to that bureau.

#### Revenues

The fund's primary source of revenue is service reimbursements and cash transfers for space rental and other services. Services include building operations and maintenance, interior space remodels and reconfigurations, janitorial services, and property and capital project management. Debt issuance is also a resource for capital projects, with the resulting principal and interest obligations generally being incorporated into the rental rates.

## **Managing Agency**

Office of Management and Finance, Business Operations

# SIGNIFICANT CHANGES FROM PRIOR YEAR

Included in the FY 2007-08 Adopted Budget are four significant projects that are funded by either General Fund backed debt, or utilize one-time General Fund resources for further study or review. The projects are: a new Emergency Operations Center, expansion of the City's archive records center, a Regional Public Safety Training facility, and the relocation of the Police Bureau Traffic Division. The debt retirement amount is higher than the attached debt schedule due to debt issuance costs.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Revenue Bonds, 1998						
Series A (Facilities Portion Only)						
04/15/1998 - Due 6/1	28,900,000					
	-,,	2007/08	1,400,000	4.55%	959,010	2,359,01
		2008/09	1,460,000	4.60%	895,310	2,355,31
		2009/10	1,530,000	4.70%	828,150	2,358,15
		2010/11	1,600,000	4.80%	756,240	2,356,24
		2011/12	1,680,000	4.90%	679,440	2,359,4
		2012/13	1,760,000	4.95%	597,120	2,357,12
		2013/14	1,850,000	5.00%	510,000	2,360,0
		2014/15	1,940,000	5.00%	417,500	2,357,5
		2015/16	2,030,000	5.00%	320,500	2,350,50
		2016/17	2,140,000	5.00%	219,000	2,359,0
<u>-</u>		2017/18	2,240,000	5.00%	112,000	2,352,0
		TOTAL	19,630,000		6,294,270	25,924,2
Limited Tax Revenue Bonds, 1999 Series B (Facilities Portion Only)						
04/15/1998 - Due 6/1	2,935,000					
_		2007/08	85,000	4.55%	4,250	89,2
		TOTAL	85,000		4,250	89,2
Limited Tax Revenue Bonds, 2002 Series A (Facilities Portion Only)						
04/1/2002 - Due 2/1	220,000					
0 11 11 2002 Buo 27 1	220,000	2007/08	20,000	4.25%	5,350	25,3
		2008/09	25,000	4.50%	4,500	29,5
		2009/10	25,000	4.50%	3,375	28,3
		2010/11	25,000	4.50%	2,250	27,2
		2011/12	25,000	4.50%	1,125	26,1
-		TOTAL	120,000		16,600	136,6
Limited Tax Revenue Refunding Bonds, 2003 Series A (Facilities Portion Only)						
01/15/2003 - Due 4/1	17,550,000					
0 1, 10,2000 2 40 1, 1	,000,000	2007/08	2,885,000	2.75%	114,438	2,999,4
		2008/09	515,000	3.25%	35,100	550,1
		2009/10	110,000	3.50%	18,363	128,3
		2010/11	115,000	3.75%	14,513	129,5
		2011/12	125,000	4.00%	10,200	135,2
		2012/13	130,000	4.00%	5,200	135,2
<del>-</del>		TOTAL	3,880,000		197,813	4,077,8
Limited Tax Revenue Refunding Bonds, 2004 Series A (Facilities Portion Only)						
03/25/2004 - Due 6/1	21,096,000					
33, 23, 230 1 2 40 0/1	,000,000	2007/08	1,667,000	5.00%	752,250	2,419,2
		2008/09	1,753,000	5.00%	668,900	2,421,9
		2009/10	1,840,000	5.00%	581,250	2,421,2
		2010/11	1,926,000	5.00%	489,250	2,415,2
		2011/12	2,026,000	5.00%	392,950	2,418,9
		2012/13	2,132,000	3.00%	291,650	2,423,6
		2013/14	2,190,000	3.20%	227,690	2,417,6
		2014/15	2,260,000	3.35%	157,610	2,417,6
		2015/16	2,340,000	3.50%	81,900	2,421,9
-		TOTAL	18,134,000		3,643,450	21,777,4
Archives Expansion						
-						
Projected Debt Service		000=100	_		402.222	
<del>-</del>		2007/08 TOTAL	0		439,000 439,000	439,0 439,0
		11.1141	(1)		71.3(1.1)(1)	71.5(1) (1)

	Amount					
Bond Description	Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Police Traffic Division Relocation						
Projected Debt Service						
Frojected Debt Service		2007/08	0		276,000	276,000
<del>-</del>		TOTAL	0		276,000	276,000
		101112	· ·		270,000	2,0,000
COMBINED DEBT SERVICE						
	70,701,000					
		2007/08	6,057,000		2,550,298	8,607,298
		2008/09	3,753,000		1,603,810	5,356,810
		2009/10	3,505,000		1,431,138	4,936,138
		2010/11	3,666,000		1,262,253	4,928,253
		2011/12	3,856,000		1,083,715	4,939,715
		2012/13	4,022,000		893,970	4,915,970
		2013/14	4,040,000		737,690	4,777,690
		2014/15	4,200,000		575,110	4,775,110
		2015/16	4,370,000		402,400	4,772,400
		2016/17	2,140,000		219,000	2,359,000
		2017/18	2,240,000		112,000	2,352,000
TOTAL FUND DEBT SERVICE			\$ 41,849,000		\$ 10,871,383	\$ 52,720,383

	1	Actual FY 2004–05	-	Actual 2005–06	ı	Revised FY 2006-07		posed 2007–08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES										
External Revenues										
Federal Sources		27,493,413	36	6,387,092		52,994,622	22	,548,816	22,965,411	23,017,833
State Sources		40,110		81,345		493,194		0	0	0
Miscellaneous Revenues		1,188,210		900,767		1,497,459		716,802	716,802	716,802
Total External Revenues		28,721,733	3	7,369,204		54,985,275	23	,265,618	23,682,213	23,734,635
Internal Revenues										
TOTAL RESOURCES	\$	28,721,733	\$ 37	7,369,204	\$	54,985,275	\$ 23	,265,618	\$ 23,682,213	\$ 23,734,635
REQUIREMENTS										
Bureau Expenditures										
External Services		436,415		125,165		2,107,544		0	0	0
Total Bureau Expenditures		436,415		125,165		2,107,544		0	0	0
Fund Requirements										
Federal Grants Transfers		22,972,853	3	1,450,891		52,523,654	23	,265,618	23,682,213	23,734,635
Internal Loan Remittance		5,312,465		5,793,148		354,077		0	0	0
Total Fund Requirements		28,285,318	3	7,244,039		52,877,731	23	,265,618	23,682,213	23,734,635
TOTAL REQUIREMENTS	\$	28,721,733	\$ 3	7,369,204	\$	54,985,275	\$ 23	,265,618	\$ 23,682,213	\$ 23,734,635

#### FUND OVERVIEW

The Federal Grants Fund serves as the centralized clearing fund for all federal financial assistance received by the City, including grants, contracts, and funds passed to the City through other local agencies. The City receives funds from two federal entitlement programs, HOME and the Community Development Block Grant, which are budgeted in separate individual funds. In some cases state and private grants are also processed through this fund. Revenues are received in the Federal Grants Fund and transferred to operating bureaus or paid directly to the Portland Development Commission, as expenses are incurred.

**Managing Agency** 

Office of Management and Finance, Financial Services

	F	Actual Y 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES							
External Revenues							
Bond & Note Sales		132,327	287,726	415,000	330,000	330,000	330,000
Miscellaneous Revenues		668,779	2,115	0	9,895,000	9,895,000	9,895,000
Total External Revenues		801,106	289,841	415,000	10,225,000	10,225,000	10,225,000
Internal Revenues							
General Fund Discretionary		2,129,713	1,952,602	1,665,001	2,027,126	1,664,626	1,664,626
Other Cash Transfers		941,811	1,422,822	1,450,843	1,627,431	1,627,431	1,627,431
Interagency Reimbursements		12,096	12,096	13,012	5,600	5,600	5,600
Total Internal Revenues		3,083,620	3,387,520	3,128,856	3,660,157	3,297,657	3,297,657
Beginning Fund Balance		14,826	57,077	0	0	0	0
TOTAL RESOURCES	\$	3,899,552 \$	3,734,438	\$ 3,543,856	\$ 13,885,157	\$ 13,522,657 \$	13,522,657
REQUIREMENTS							
Bureau Expenditures							
External Services		6,157	0	0	0	0	0
Total Bureau Expenditures		6,157	0	0	0	0	0
Fund Requirements							
Debt Retirement		3,836,318	3,675,245	3,543,856	13,885,157	13,522,657	13,522,657
Ending Fund Balance		57,077	59,193	0	0	0	0
Total Fund Requirements		3,893,395	3,734,438	3,543,856	13,885,157	13,522,657	13,522,657
TOTAL REQUIREMENTS	\$	3,899,552 \$	3,734,438	\$ 3,543,856	\$ 13,885,157	\$ 13,522,657 \$	13,522,657

## **FUND OVERVIEW**

This fund is used to achieve a proper matching of revenues and expenditures for financing the acquisition of equipment and facilities for essential City services. Specifically, this fund accounts for resources, and allocation thereof, to pay principal and interest on outstanding indebtedness in the General Long-Term Debt Account Group. Projects financed through this fund include lines of credit for parkland acquisition and funding for the Children's Receiving Center. In addition to the lines of credit, this fund also matches revenues with debt service on bonds issued to finance projects including the Clark Center, East Permanent Housing Facility, the Housing Opportunity Bond Program, the Headwaters Apartment project, and improvements backed by Parks System Development Charges.

## **Managing Agency**

Office of Management and Finance, Financial Services

#### SIGNIFICANT CHANGES FROM PRIOR YEAR

In FY 2007-08, most of the appropriation in this fund is to pay off the line of credit used to purchase the Washington Monroe school site (\$3.8 million), and to pay off the line of credit issued on behalf of the Portland Development Commission to finance a portion of the Central City Streetcar (about \$6.1 million).

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
State of Oregon Energy Loan -						
Multnomah Arts Center						
	100,902					
<del>-</del>		2007/08	5,594	7.50%	<u>6</u> 6	5,60
		TOTAL	5,594		0	5,60
Limited Tax Revenue Bonds, 1998 Series B (General Fund Portion Only)						
06/15/1998 - Due 6/1	8,499,490					
		2007/08	130,000	4.35%	86,428	216,42
		2008/09	140,000	4.40%	80,773	220,77
		2009/10	145,000	4.45%	74,613	219,61
		2010/11	150,000	4.55%	68,160	218,16
		2011/12	155,000	4.65%	61,335	216,33
		2012/13	165,000	4.75%	54,128	219,12
		2013/14	170,000	4.80%	46,290	216,29
		2014/15	180,000	4.85%	38,130	218,13
		2015/16	190,000	4.90%	29,400	219,40
		2016/17	200,000	4.90%	20,090	220,09
_		2017/18	210,000	4.90%	10,290	220,29
		TOTAL	1,835,000		569,635	2,404,63
Limited Tax Revenue Bonds, 1999 Series B (General Fund Portion Only)						
11/01/1999 - Due 4/1	10,135,000					
		2007/08	235,000	5.00%	235,890	470,89
		2008/09	245,000	5.10%	224,140	469,14
		2009/10	260,000	5.25%	211,645	471,64
		2010/11	270,000	5.30%	197,995	467,99
		2011/12	285,000	5.40%	183,685	468,68
		2012/13	300,000	5.50%	168,295	468,29
		2013/14	315,000	5.63%	151,795	466,79
		2014/15	335,000	5.70%	134,076	469,07
		2015/16	355,000	5.75%	114,981	469,98
		2016/17	375,000	5.75%	94,569	469,56
		2017/18	395,000	5.75%	73,006	468,00
		2018/19	420,000	5.75%	50,294	470,29
<del>-</del>		2019/20	445,000	5.88%	26,144	471,14
		TOTAL	4,235,000		1,866,515	6,101,51
Limited Tax Revenue Bonds, 2002 Series A (Parks SDC & Streetcar Portion Only)						
4/01/2002 - Due 2/1	3,305,000					
		2007/08	255,000	4.25%	48,413	303,41
		2008/09	265,000	4.50%	37,575	302,57
		2009/10	280,000	4.50%	25,650	305,65
<u>_</u>		2010/11	290,000	4.50%	13,050	303,05
		TOTAL	1,090,000		124,688	1,214,68
Limited Tax Revenue Bonds, 2004 Series A (Parks SDC Portion Only)						
3/25/2004 - Due 6/1	3,420,000					
0,20,2007 Duo 0,1	0,720,000	2007/08	485,000	5.00%	104,500	589,50
		2008/09	510,000	5.00%	80,250	590,25
		2009/10	535,000	5.00%	54,750	589,75
			·		•	•
		2010/11	560,000	5.00%	28,000	588,00

TOTAL - Limited Tax Revenue Bonds

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
	25,359,490					
	20,000, .00	2007/08	1,105,000		475,230	1,580,230
		2008/09	1,160,000		422,738	1,582,738
		2009/10	1,220,000		366,658	1,586,658
		2010/11	1,270,000		307,205	1,577,20
		2011/12	440,000		245,020	685,020
		2012/13	465,000		222,423	687,42
		2013/14	485,000		198,085	683,08
		2014/15	515,000		172,206	687,20
		2015/16	545,000		144,381	689,38
		2016/17	575,000		114,659	689,65
		2017/18	605,000		83,296	688,29
		2018/19	420,000		50,294	470,29
		2019/20	445,000		26,144	471,14
TOTAL LIMITED TAX REVENUE			9,250,000		2,828,338	12,078,33
Limited Tax Housing Revenue Bonds, 2005 Series A (Headwa- ters Apartments Project)						
4/18/2005 - Due 4/1	10,480,000					
		2007/08	155,000	3.00%	500,298	655,29
		2008/09	170,000	3.17%	495,648	665,64
		2009/10	190,000	3.35%	490,259	680,25
		2010/11	210,000	3.51%	483,894	693,89
		2011/12	230,000	3.69%	476,523	706,52
		2012/13	245,000	3.83%	468,036	713,03
		2013/14	255,000	3.93%	458,653	713,65
		2014/15	270,000	4.03%	448,631	718,63
		2015/16	280,000	5.00%	437,750	717,75
		2016/17	295,000	5.00%	423,750	718,75
		2017/18	305,000	5.00%	409,000	714,00
		2018/19	320,000	5.00%	393,750	713,75
		2019/20	335,000	5.00%	377,750	712,75
		2020/21	350,000	5.00%	361,000	711,00
		2021/22	365,000	5.00%	343,500	708,50
		2022/23	380,000	5.00%	325,250	705,25
		2023/24	395,000	5.00%	306,250	701,25
		2024/25	415,000	5.00%	286,500	701,50
		2025/26	430,000	5.00%	265,750	695,75
		2026/27	450,000	5.00%	244,250	694,25
		2027/28	475,000	5.00%	221,750	696,75
		2028/29	495,000	5.00%	198,000	693,00
		2029/30	520,000	5.00%	173,250	693,25
		2030/31	545,000	5.00%	147,250	692,25
		2031/32	570,000	5.00%	120,000	690,00
		2032/33	595,000	5.00%	91,500	686,50
		2033/34	625,000	5.00%	61,750	686,75
		2034/35	610,000	5.00%	30,500	640,50
		TOTAL	10,480,000		9,040,442	19,520,44
imited Tax Housing Revenue Bonds, 2005 Series B (Headwa- ers Apartments Project)						
4/18/2005 - Due 4/1	1,260,000	0007/55	02.222		<b>.</b>	
		2007/08	20,000	4.70%	59,220	79,22
		2008/09	20,000	4.70%	58,280	78,28
		2009/10	20,000	4.70%	57,340	77,34
		2010/11	25,000	4.70%	56,400	81,40
		2011/12	25,000	4.70%	55,225	80,22
		2012/13	30,000	4.70%	54,050	84,05

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2013/14	30,000	4.70%	52,640	82,640
		2013/14	30,000	4.70%	51,230	81,230
		2015/16	35,000	4.70%	49,820	84,820
		2016/17	35,000	4.70%	48,175	83,175
		2017/18	35,000	4.70%	46,530	81,530
		2017/10	40,000	4.70%	44,885	84,885
		2019/20	40,000	4.70%	43,005	83,005
		2020/21	40,000	4.70%	41,125	81,125
		2021/22	45,000	4.70%	39,245	84,245
		2022/23	45,000	4.70%	37,130	82,130
		2023/24	50,000	4.70%	35,015	85,015
		2024/25	50,000	4.70%	32,665	82,665
		2025/26	50,000	4.70%	30,315	80,315
		2026/27	55,000	4.70%	27,965	82,965
		2027/28	55,000	4.70%	25,380	80,380
		2028/29	60,000	4.70%	22,795	82,795
		2029/30	65,000	4.70%	19,975	84,975
		2030/31	65,000	4.70%	16,920	81,920
		2031/32	70,000	4.70%	13,865	83,865
		2032/33	70,000	4.70%	10,575	80,575
		2033/34	75,000	4.70%	7,285	82,285
		2034/35	80,000	4.70%	3,760	83,760
		TOTAL	1,260,000		1,040,815	2,300,815
Limited Tax Housing Revenue Bonds, 2005 Series C (Housing Opportunity Bonds)						
6/21/2005 - Due 6/1	3,170,000					
		2007/08	360,000	4.10%	104,883	464,883
		2008/09	375,000	4.20%	90,123	465,123
		2009/10	395,000	4.25%	74,373	469,373
		2010/11	410,000	4.30%	57,585	467,585
		2011/12	295,000	4.30%	39,955	334,955
		2012/13	320,000	4.35%	27,270	347,270
		2013/14 TOTAL	300,000 2,455,000	4.45%	13,350 407,538	313,350 2,862,538
Limited Tax Housing Revenue Bonds, 2005 Series D (Housing Opportunity Bonds)		10 1/12	2,400,000		407,000	2,002,000
6/21/2005 - Due 6/1	6,975,000					
		2007/08			282,425	282,425
		2008/09			282,425	282,425
		2009/10			282,425	282,425
		2010/11	400.000	0.050/	282,425	282,425
		2011/12	130,000	3.25%	282,425	412,425
		2012/13	125,000	3.50%	278,200	403,200
		2013/14	165,000	5.00%	273,825	438,825
		2014/15	485,000	4.25%	265,575	750,575
		2015/16	505,000	4.25%	244,963	749,963
		2016/17	525,000	4.00%	223,500	748,500
		2017/18	545,000	4.00%	202,500	747,500
		2018/19	570,000	4.00%	180,700	750,700
		2019/20	590,000	4.00%	157,900	747,900
		2020/21	615,000	4.00%	134,300	749,300
		2021/22	640,000	4.00%	109,700	749,700
		2022/23	665,000	4.00%	84,100	749,100
		2023/24	695,000	4.00%	57,500	752,500
		2024/25	720,000	4.13%	29,700	749,700
		TOTAL	6,975,000		3,654,588	10,629,588

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
TOTAL - Limited Tax Housing Revenue Bonds						
ende Bonds	21,885,000					
	21,000,000	2007/08	535,000		946,826	1,481,82
		2008/09	565,000		926,476	1,491,47
		2009/10	605,000		904,397	1,509,39
		2010/11	645,000		880,304	1,525,30
		2011/12	680,000		854,128	1,534,12
		2012/13	720,000		827,556	1,547,55
		2013/14	750,000		798,468	1,548,46
		2014/15	785,000		765,436	1,550,43
		2015/16	820,000		732,533	1,552,53
		2016/17	855,000		695,425	1,550,42
		2017/18	885,000		658,030	1,543,03
		2018/19	930,000		619,335	1,549,33
		2019/20	965,000		578,655	1,543,65
		2020/21	1,005,000		536,425	1,541,42
		2021/22	1,050,000		492,445	1,542,44
		2022/23	1,090,000		446,480	1,536,48
		2023/24	1,140,000		398,765	1,538,76
		2024/25	1,185,000		348,865	1,533,86
		2025/26	480,000		296,065	776,06
		2026/27	505,000		272,215	777,21
		2027/28	530,000		247,130	777,13
		2028/29	555,000		220,795	775,79
		2029/30	585,000		193,225	778,22
		2030/31	610,000		164,170	774,17
		2031/32 2032/33	640,000 665,000		133,865 102,075	773,86
		2033/34	700,000		69,035	767,07
		2034/35	690,000		34,260	769,039 724,260
TOTAL LIMITED TAX REVENUE	-	2004/00	21,170,000		14,143,382	35,313,38
Parks Property Acquisition						
Projected Short-term Line of Credit Repayment						
. ,		2007/08	3,695,000	Variable	100,000	3,795,00
		TOTAL	3,695,000		100,000	3,795,00
Children's Receiving Center						
Projected Short-term Line of Credit Repayment						
		2007/08	200,281		29,719	230,00
		TOTAL	200,281		29,719	230,00
		TOTAL	200,201		20,710	200,00
Streetcar Extension						
		2007/08	6,100,000		330,000	6,430,00
-		2007/08 TOTAL	6,100,000 6,100,000		330,000 330,000	6,430,00 6,430,00
-					·	
Credit Repayment	47,345,392				·	
Credit Repayment	47,345,392				·	6,430,00
Credit Repayment	47,345,392	TOTAL	6,100,000		330,000	6,430,00 13,522,65
Credit Repayment	47,345,392	TOTAL 2007/08	6,100,000 11,640,875		330,000 1,881,781	6,430,00 13,522,65 3,074,21
Credit Repayment	47,345,392	TOTAL  2007/08 2008/09 2009/10 2010/11	6,100,000 11,640,875 1,725,000		330,000 1,881,781 1,349,213	6,430,00 13,522,65 3,074,21 3,096,05
Credit Repayment	47,345,392	TOTAL  2007/08 2008/09 2009/10 2010/11 2011/12	6,100,000 11,640,875 1,725,000 1,825,000 1,915,000 1,120,000		1,881,781 1,349,213 1,271,054 1,187,509 1,099,148	6,430,00 13,522,65 3,074,21 3,096,05 3,102,50 2,219,14
Projected Short-term Line of Credit Repayment  COMBINED DEBT SERVICE	47,345,392	TOTAL  2007/08 2008/09 2009/10 2010/11	6,100,000 11,640,875 1,725,000 1,825,000 1,915,000		330,000 1,881,781 1,349,213 1,271,054 1,187,509	

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2014/15	1,300,000		937,642	2,237,642
		2015/16	1,365,000		876,914	2,241,914
		2016/17	1,430,000		810,084	2,240,084
		2017/18	1,490,000		741,326	2,231,326
		2018/19	1,350,000		669,629	2,019,629
		2019/20	1,410,000		604,799	2,014,799
		2020/21	1,005,000		536,425	1,541,425
		2021/22	1,050,000		492,445	1,542,445
		2022/23	1,090,000		446,480	1,536,480
		2023/24	1,140,000		398,765	1,538,765
		2024/25	1,185,000		348,865	1,533,865
		2025/26	480,000		296,065	776,065
		2026/27	505,000		272,215	777,215
		2027/28	530,000		247,130	777,130
		2028/29	555,000		220,795	775,795
		2029/30	585,000		193,225	778,225
		2030/31	610,000		164,170	774,170
		2031/32	640,000		133,865	773,865
		2032/33	665,000		102,075	767,075
		2033/34	700,000		69,035	769,035
		2034/35	690,000		34,260	724,260
TOTAL FUND DEBT SERVICE			\$ 40,420,875		\$ 17,431,444	\$ 57,852,319

	Actual FY 2004–05	ı	Actual FY 2005–06	ı	Revised FY 2006–07	Proposed Y 2007–08	ı	Approved FY 2007–08	F	Adopted Y 2007–08
RESOURCES										
External Revenues										
Service Charges and Fees	22,313,629		22,974,464		31,716,954	32,243,710		32,243,710		32,198,233
Miscellaneous Revenues	2,830,355		2,654,466		3,021,825	3,125,599		3,125,599		3,172,969
Total External Revenues	 25,143,984		25,628,930		34,738,779	35,369,309		35,369,309		35,371,202
Internal Revenues										
General Fund Discretionary	3,180,000		455,372		0	0		0		0
Other Cash Transfers	0		0		901,092	0		0		0
Interagency Reimbursements	276,312		308,122		321,387	373,129		373,129		373,129
Total Internal Revenues	 3,456,312		763,494		1,222,479	373,129		373,129		373,129
Beginning Fund Balance	14,483,307		14,301,529		7,968,093	11,503,916		11,503,916		11,608,466
TOTAL RESOURCES	\$ 43,083,603	\$	40,693,953	\$	43,929,351	\$ 47,246,354	\$	47,246,354	\$	47,352,797
REQUIREMENTS										
Bureau Expenditures										
Personal Services	451,628		570,547		623,242	700,404		700,404		700,404
External Services	27,670,398		31,441,683		33,383,593	34,851,845		34,851,845		34,901,111
Internal Services	503,998		496,007		597,422	570,579		570,579		570,579
Total Bureau Expenditures	 28,626,024		32,508,237		34,604,257	36,122,828		36,122,828		36,172,094
Fund Requirements										
General Operating Contingency	0		0		9,078,386	10,851,354		10,851,354		10,908,531
General Fund Overhead	109,603		188,003		217,360	239,804		239,804		239,804
Other Cash Transfers	29,636		0		29,348	32,368		32,368		32,368
Debt Retirement	16,811		23,171		0	0		0		0
Ending Fund Balance	14,301,529		7,974,542		0	0		0		0
Total Fund Requirements	 14,457,579		8,185,716		9,325,094	11,123,526		11,123,526		11,180,703
TOTAL REQUIREMENTS	\$ 43,083,603	\$	40,693,953	\$	43,929,351	\$ 47,246,354	\$	47,246,354	\$	47,352,797

## **FUND OVERVIEW**

**Fund Purpose** The Health Insurance Operating Fund is primarily used to pay medical and prescription

claims for non-Portland Police Association (PPA) City employees, dependents, retirees, and

other participants in the City's self-insured medical plans.

**Expenditures** Health Insurance Operating Fund expenses include medical and prescription claims, claims

and premium administration, a variety of fees and other benefits administration costs, and General Fund overhead charges. Small subsidies for life and long-term disability insurance premiums for certain groups are also paid from the fund. The City's benefits administration

staff and related materials and services are budgeted within the fund as well.

**Reserves** The fund's reserve must be sufficient to cover Incurred But Not Reported claims (those

claims incurred but submitted for payment in another plan year) and a large claims reserve to cover claims between \$100,000 and \$250,000. Stop-loss insurance is purchased to cover

large claims exceeding \$250,000.

Managing Agency Office of Management and Finance, Human Resources

# SIGNIFICANT CHANGES FROM PRIOR YEAR

## FY 2007-08 Assumptions

Health Insurance Fund claims expenditures are projected to be \$32.9 million in FY 2007-08. Prior to FY 2006-07 the difference between the City's healthcare contribution and the costs of the medical plan was covered by a reserve drawdown of the Health Fund. As a result of collective bargaining agreements, health premiums are now paid 95% by the City and 5% by the employee.

The medical component of the Consumer Price Index (CPI) continues to outpace the general CPI for wage earners. The City's medical claim trend inflation rate is projected to be 11.5% in FY 2007-08, excluding large claims. This is down from the 15% trend for the prior year. The general prescription drug trend is estimated to be 10.0%. The Oregon Medical Insurance Pool (OMIP) rates charged by the State to the fund continue to vary considerably. The rate doubled between July 2006 and January 2007. Charges of approximately \$277,000 are expected in FY 2007-08.

# **Other Changes**

The City has made significant changes to its health benefit plans to moderate costs over the last several years. In addition, employees contribute 5% of their combined medical, vision and dental costs. The premium share is expected to generate roughly \$1.5 million in FY 2007-08.

Based on 2006 labor agreements, the Health Insurance program, in collaboration with its labor unions, is developing new wellness, disease management and other health initiatives to educate employees about health care costs and improve the overall health status of its health plan enrollees. The initiatives are part of a strategy to moderate costs, engage employees in healthy lifestyles and develop shared responsibility for addressing the challenges of employee wellness and affordable benefits. The activities are intended to help achieve the goal of reducing the City's medical trends by 3% to 5% by FY 2009-2010.

In addition, an HR Technician position is being added in support of an annual dependent verification process that has a random audit component coupled with an enrollee communication program. This activity is expected to reduce the City's overall annual health care costs.

As a result of interest arbitration between the City and the PPA in June 2004, PPA employees moved to CityNet, a new benefits plan exclusively for PPA members. Costs associated with this plan are budgeted in the PPA Health Insurance Fund.

	F	Actual Y 2004–05	Act FY 200		ı	Revised FY 2006-07		roposed 2007–08	ı	Approved FY 2007-08	F	Adopted Y 2007–08
RESOURCES												
External Revenues												
Bond & Note Sales		0	2,3	06,000		0		0		0		0
Miscellaneous Revenues		554,092	7	83,028		842,370		596,048		596,048		596,048
Total External Revenues		554,092	3,0	89,028		842,370		596,048		596,048		596,048
Internal Revenues												
General Fund Discretionary		10,000		10,000		0		0		0		0
Interagency Reimbursements		6,727,832	6,1	86,333		6,711,682		8,277,664		8,277,664		8,277,664
Total Internal Revenues		6,737,832	6,1	96,333		6,711,682		8,277,664		8,277,664		8,277,664
Beginning Fund Balance		17,640,686	16,6	94,779		17,522,597	1	5,640,067		15,640,067		15,640,067
TOTAL RESOURCES	\$	24,932,610	\$ 25,9	80,140	\$	25,076,649	\$ 2	4,513,779	\$	24,513,779	\$	24,513,779
REQUIREMENTS												
Bureau Expenditures												
Personal Services		767,307	9:	31,899		969,507		997,895		997,895		997,895
External Services		5,932,733	4,0	66,915		5,085,157		6,982,686		6,982,686		6,982,686
Internal Services		1,443,823	1,6	87,036		1,859,497		2,024,361		2,024,361		2,051,879
Capital Outlay		0		0		5,000		5,000		5,000		5,000
Total Bureau Expenditures		8,143,863	6,6	85,850		7,919,161	1	0,009,942		10,009,942		10,037,460
Fund Requirements												
General Operating Contingency		0		0		14,153,184	1	4,184,810		14,184,810		14,157,292
General Fund Overhead		47,036	1:	28,953		168,068		237,738		237,738		237,738
Other Cash Transfers		7,205		10,023		530,236		81,289		81,289		81,289
Debt Retirement		39,727		54,758		0		0		0		0
Internal Loan Remittance		0		0		2,306,000		0		0		0
Ending Fund Balance		16,694,779	19,1	00,556		0		0		0		0
Total Fund Requirements		16,788,747	19,2	94,290		17,157,488	1	4,503,837		14,503,837		14,476,319
TOTAL REQUIREMENTS	\$	24,932,610	\$ 25,9	80,140	\$	25,076,649	\$ 2	4,513,779	\$	24,513,779	\$	24,513,779

#### FUND OVERVIEW

The Insurance and Claims Operating Fund provides for tort, general liability, and fleet liability claims administration; management of the liability self-insurance program; management of the City's commercial insurance portfolio; and Citywide leadership in loss prevention.

Actuarial claims projections are the primary driver of the fund's expenditures.

Fund expenditures are primarily for claims-related payments. Projected claims are based upon an independent actuarial study, which includes a projection for the current fiscal year and for the next five years.

The reserve requirement is also from the actuarial study, which recommends a range for the reserve levels needed to cover outstanding incurred liabilities. The range is produced by calculating reserves at various confidence levels (i.e., the probability that actual losses will not exceed the reserve level). In addition, reserves are stated at a discounted level, which takes into account the interest the fund earns on the fund balance. The Insurance & Claims Fund's reserves are forecasted at a discounted confidence level of 70%. Interagency revenues are projected on a five-year basis, so that by year five, the fund will arrive at the required claims reserve amount the actuarial consultant has forecasted for the fifth year. This five-year smoothing of interagency rates is designed to mitigate large fluctuations in rates from year to year.

#### **Managing Agency**

Office of Management and Finance, Business Operations

# SIGNIFICANT CHANGES FROM PRIOR YEAR

The increasing number and related costs of claims filed against the City over the past four years have led the actuarial consultant to project a trend with more claims and higher costs for the next five years, requiring the fund to budget much higher amounts for claims payments and claims reserves.

Because of this trend, the confidence level for the reserves has been changed from a confidence level of 60% to 70% beginning in FY 2007-08. In addition, excess liability coverage above the \$1 million self-insured retainage per claim has been increased from the current \$10 million to \$30 million in FY 2007-08. These changes involved a total increase of \$198,165 in interagency charges to City bureaus beyond the current service level charges.

	FY	Actual / 2004–05	F	Actual Y 2005–06	ı	Revised FY 2006–07		roposed ' 2007–08	Approved FY 2007-08		dopted 2007–08
RESOURCES											
External Revenues											
Miscellaneous Revenues		493,224		735,777		954,289		1,120,503	1,120,503		1,120,503
Total External Revenues		493,224		735,777		954,289		1,120,503	1,120,503		1,120,503
Internal Revenues											
General Fund Discretionary		4,185,559		6,033,880		7,307,031		8,059,014	8,059,014		8,059,014
Other Cash Transfers		2,772,696		3,821,763		11,575,748	1	2,767,034	12,767,034	1.	2,767,034
Total Internal Revenues		6,958,255		9,855,643		18,882,779	2	0,826,048	20,826,048	2	0,826,048
Beginning Fund Balance		7,528,082		6,330,436		6,322,222		7,005,134	7,005,134		7,005,134
TOTAL RESOURCES	\$ 1	14,979,561	\$	16,921,856	\$	26,159,290	\$ 2	8,951,685	\$ 28,951,685	\$ 2	8,951,685
REQUIREMENTS											
Bureau Expenditures											
External Services		404,516		0		0		0	0		0
Internal Services		109,992		114,312		123,012		128,532	128,532		128,532
Total Bureau Expenditures		514,508		114,312		123,012		128,532	128,532		128,532
Fund Requirements											
Debt Retirement		8,134,617		9,996,728		19,829,889	2	3,823,153	23,823,153	2	3,823,153
Debt Service Reserves		0		0		6,206,389		5,000,000	5,000,000		5,000,000
Ending Fund Balance		6,330,436		6,810,816		0		0	0		0
Total Fund Requirements		14,465,053		16,807,544		26,036,278	2	8,823,153	28,823,153	2	8,823,153
TOTAL REQUIREMENTS	\$ 1	14,979,561	\$	16,921,856	\$	26,159,290	\$ 2	8,951,685	\$ 28,951,685	\$ 2	8,951,685

## **FUND OVERVIEW**

This fund is used to achieve proper matching of revenues and expenditures related to the financing of the City's unfunded actuarial accrued pension liability as of December 31, 1997. Specifically, this fund accounts for the allocation of resources to pay principal and interest on the Limited Tax Pension Obligation revenue bonds, 1999 Series C, D, and E.

**Managing Agency** 

Office of Management and Finance, Financial Services

# SIGNIFICANT CHANGES FROM PRIOR YEAR

The debt retirement amount is higher than the attached debt schedule due to debt issuance costs.

<b>Bond Description</b>	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Pension Obligation						
Revenue Bonds, 1999 Series C						
11/10/1999 - Due 6/1	150,848,346					
		2007/08	4,755,000	7.32%	8,316,443	13,071,44
		2008/09	5,990,000	7.37%	7,968,377	13,958,37
		2009/10	3,030,000	7.42%	7,526,914	10,556,91
		2010/11	0		7,302,088	7,302,08
		2011/12	0		7,302,088	7,302,08
		2012/13	0		7,302,088	7,302,08
		2013/14	0		7,302,088	7,302,08
		2014/15 2015/16	0		7,302,088	7,302,08
		2016/17	0		7,302,088	7,302,08
			0		7,302,088	7,302,08
		2017/18 2018/19	0		7,302,088	7,302,08
		2019/20	27,935,000	7.70%	7,302,088 7,302,088	7,302,08 35,237,08
		2020/21	, ,	7.70% 7.70%		
		2020/21	31,495,000 35,390,000	7.70% 7.70%	5,150,814 2,725,384	36,645,8° 38,115,38
		2022/23	6,345,175	7.70% 7.70%	33,294,825	39,640,00
		2022/23	6,105,423	7.93%	35,119,578	41,225,00
		2023/24	5,874,733	7.93%	37,000,268	42,875,00
		2025/26	5,652,228	7.93%	38,937,772	44,590,00
		2026/27	5,438,274	7.93%	40,931,726	46,370,00
		2027/28	5,232,955	7.93%	42,997,045	48,230,00
		2028/29	5,034,559	7.93%	45,120,441	50,155,00
	-	TOTAL	148,278,346	1.0070	378,110,469	526,388,8
Periodic Auction Reset Securities						
Periodic Auction Reset Securities	150,000,000					
eriodic Auction Reset Securities PARS)	150,000,000	2007/08	0	variable	10,336,510	
eriodic Auction Reset Securities PARS)	150,000,000	2008/09	0	variable	10,875,000	10,875,00
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10	0 4,325,000	variable variable	10,875,000 10,875,000	10,875,00 15,200,00
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11	0 4,325,000 8,775,000	variable variable variable	10,875,000 10,875,000 10,561,438	10,875,00 15,200,00 19,336,43
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12	0 4,325,000 8,775,000 10,300,000	variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250	10,875,00 15,200,00 19,336,43 20,225,29
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13	0 4,325,000 8,775,000 10,300,000 11,950,000	variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500	10,875,00 15,200,00 19,336,43 20,225,23 21,128,50
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000	variable variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,13
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000	variable variable variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063	10,875,00 15,200,00 19,336,43 20,225,29 21,128,50 22,037,12 22,967,00
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000	variable variable variable variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438	10,875,00 15,200,00 19,336,43 20,225,23 21,128,50 22,037,12 22,967,00 23,932,43
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000	variable variable variable variable variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,50
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56
eriodic Auction Reset Securities PARS)	150,000,000	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000	variable variable variable variable variable variable variable variable variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56
eriodic Auction Reset Securities PARS)		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1	300,848,346	2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000 25,075,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL	0 4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 13,725,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58 29,339,21
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 15,650,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213 14,619,151	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58 29,339,21
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213 14,619,151 13,484,526	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,92 26,638,52 27,527,33 28,430,58 29,339,22 30,269,15 31,234,52
		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213 14,619,151 13,484,526 12,197,651	10,336,51 10,875,00 15,200,01 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58 29,339,21 30,269,15 31,234,52 32,197,65
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL  2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 17,750,000 20,000,000 22,450,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213 14,619,151 13,484,526 12,197,651 10,747,651	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,06 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58 29,339,21 30,269,15 31,234,52 32,197,65 33,197,65
Periodic Auction Reset Securities PARS)  11/10/1999 - Due 6/1		2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17 2017/18 2018/19 TOTAL 2007/08 2008/09 2009/10 2010/11 2011/12 2012/13 2013/14 2014/15 2015/16 2016/17	4,325,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000 22,450,000 25,075,000 150,000,000 4,755,000 5,990,000 7,355,000 8,775,000 10,300,000 11,950,000 13,725,000 15,650,000 20,000,000	variable	10,875,000 10,875,000 10,561,438 9,925,250 9,178,500 8,312,125 7,317,063 6,182,438 4,895,563 3,445,563 1,817,938 93,722,385 18,652,953 18,843,377 18,401,914 17,863,526 17,227,338 16,480,588 15,614,213 14,619,151 13,484,526 12,197,651	10,875,00 15,200,00 19,336,43 20,225,25 21,128,50 22,037,12 22,967,00 23,932,43 24,895,56 25,895,56 26,892,93 243,722,38 23,407,95 24,833,37 25,756,91 26,638,52 27,527,33 28,430,58 29,339,21 30,269,15 31,234,52 32,197,65

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2020/21	31,495,000		5,150,814	36,645,814
		2021/22	35,390,000		2,725,384	38,115,384
		2022/23	6,345,175		33,294,825	39,640,000
		2023/24	6,105,423		35,119,578	41,225,000
		2024/25	5,874,733		37,000,268	42,875,000
		2025/26	5,652,228		38,937,772	44,590,000
		2026/27	5,438,274		40,931,726	46,370,000
		2027/28	5,232,955		42,997,045	48,230,000
		2028/29	5,034,559		45,120,441	50,155,000
TOTAL FUND DEBT SERVICE			\$ 298,278,346		\$ 471,832,854	\$ 770,111,199

	F	Actual Y 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007-08
RESOURCES							
External Revenues							
Service Charges and Fees		7,417,122	8,017,618	9,860,637	9,258,368	9,258,368	9,245,592
Miscellaneous Revenues		387,293	530,704	520,294	636,930	636,930	681,094
Total External Revenues		7,804,415	8,548,322	10,380,931	9,895,298	9,895,298	9,926,686
Internal Revenues							
General Fund Discretionary		0	0	57,152	0	0	0
Total Internal Revenues		0	0	57,152	0	0	0
Beginning Fund Balance		0	592,883	847,945	2,685,088	2,685,088	3,026,190
TOTAL RESOURCES	\$	7,804,415	\$ 9,141,205	\$ 11,286,028	\$ 12,580,386	\$ 12,580,386	12,952,876
REQUIREMENTS							
Bureau Expenditures							
External Services		6,881,852	7,766,363	9,484,959	9,277,065	9,277,065	9,289,842
Internal Services		276,312	308,122	321,387	388,379	388,379	388,379
Total Bureau Expenditures		7,158,164	8,074,485	9,806,346	9,665,444	9,665,444	9,678,221
Fund Requirements							
General Operating Contingency		0	0	1,438,795	2,863,780	2,863,780	3,223,493
General Fund Overhead		53,368	41,263	40,887	51,162	51,162	51,162
Ending Fund Balance		592,883	1,025,457	0	0	0	0
Total Fund Requirements		646,251	1,066,720	1,479,682	2,914,942	2,914,942	3,274,655
TOTAL REQUIREMENTS	\$	7,804,415	\$ 9,141,205	\$ 11,286,028	\$ 12,580,386	\$ 12,580,386	12,952,876

## **FUND OVERVIEW**

#### **Fund Purpose**

The PPA Health Insurance Fund is used to pay medical and prescription drug claims for Portland Police Association (PPA) City employees, dependents, retirees, and other participants. In July 2004 PPA members moved to CityNet, a new benefits plan exclusively for PPA employees, as the result of interest arbitration between the City and PPA.

#### **Expenditures**

PPA Health Insurance Fund expenses include medical and prescription claims, claims and premium administration, and a variety of fees and other benefits administration costs. Benefits administration staff and related materials and services are budgeted in the Health Insurance Fund. The PPA Health Insurance Fund reimburses the Health Insurance Fund for benefits administration services.

#### Reserves

The PPA Health Insurance Fund is required to have sufficient reserves or insurance for large claims (those exceeding \$100,000 in a plan year) and Incurred But Not Reported (IBNR) claims (those claims incurred in one plan year but submitted for payment in another plan year).

# **Managing Agency**

Office of Management and Finance, Human Resources

# SIGNIFICANT CHANGES FROM PRIOR YEAR

The PPA Health Insurance Fund has \$12.6 million in budgeted resources and requirements for FY 2007-08. Total City and participant contributions to the fund are estimated to be 2.5% higher than FY 2006-07 contributions. FY 2007-08 medical claims expenses are projected to decline slightly from the prior year to \$9.2 million. Stop loss insurance has been purchased to provide large claims coverage for the fund in FY 2007-08. The incurred but not reported reserve for FY 2007-08 is approximately \$910,110.

The members of the PPA also will participate in the Citywide wellness program.

	F	Actual Y 2004–05	Actual FY 2005-06	Revised FY 2006–07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007-08
RESOURCES							
External Revenues							
Service Charges and Fees		297,282	261,916	260,871	295,235	250,000	250,000
State Sources		351,172	301,962	315,608	363,500	330,000	330,000
Local Sources		922,811	758,122	870,626	826,451	700,000	700,000
Miscellaneous Revenues		31,417	65,337	49,500	44,858	44,858	44,858
Total External Revenues	-	1,602,682	1,387,337	1,496,605	1,530,044	1,324,858	1,324,858
Internal Revenues							
Interagency Reimbursements		5,436,950	5,653,683	5,909,503	6,165,164	6,165,164	6,190,164
Total Internal Revenues		5,436,950	5,653,683	5,909,503	6,165,164	6,165,164	6,190,164
Beginning Fund Balance		914,913	1,486,008	1,746,821	1,992,650	1,992,650	1,992,650
TOTAL RESOURCES	\$	7,954,545 \$	8,527,028	\$ 9,152,929	9,687,858	9,482,672	9,507,672
REQUIREMENTS							
Bureau Expenditures							
Personal Services		1,580,637	1,671,626	1,871,076	1,910,438	1,910,438	1,910,438
External Services		3,571,416	3,761,920	4,040,864	4,115,406	4,115,406	4,140,406
Internal Services		611,402	609,605	610,067	652,321	652,321	660,860
Capital Outlay		377,840	347,424	372,285	377,375	377,375	377,375
Total Bureau Expenditures		6,141,295	6,390,575	6,894,292	7,055,540	7,055,540	7,089,079
Fund Requirements							
General Operating Contingency		0	0	1,858,773	2,251,048	2,045,862	2,037,323
General Fund Overhead		189,302	281,163	263,542	238,220	238,220	238,220
Other Cash Transfers		49,301	9,093	136,322	143,050	143,050	143,050
Debt Retirement		88,639	99,374	0	0	0	0
Ending Fund Balance		1,486,008	1,746,823	0	0	0	0
Total Fund Requirements		1,813,250	2,136,453	2,258,637	2,632,318	2,427,132	2,418,593
TOTAL REQUIREMENTS	\$	7,954,545 \$	8,527,028	\$ 9,152,929	9,687,858	9,482,672	9,507,672

## FUND OVERVIEW

The Printing and Distribution (P&D) Services Operating Fund was established to account for all revenues and expenditures of Printing and Distribution Services. P&D provides support services to all City bureaus, Multnomah County, Portland-area State of Oregon departments, and other local governmental agencies. These services include traditional printing and binding, digital printing and pre-press services, variable data printing, microfilming, reprographics and blueprints, the purchase and maintenance of copy machines, Citywide paper procurement and management, U.S. mail processing, inserting, addressing, and delivery of U.S. and interoffice mail and supplies.

Revenues

The main source of revenue is service reimbursement transfers from other City bureaus and funds.

**Managing Agency** 

Office of Management and Finance, Business Operations

	Actual FY 2004–05	Actual FY 2005–06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES						
External Revenues						
Bond & Note Sales	45,689,003	83,769,741	148,250,000	184,321,645	174,221,645	174,221,645
Miscellaneous Revenues	34,456	83,949	0	0	0	0
Total External Revenues	45,723,459	83,853,690	148,250,000	184,321,645	174,221,645	174,221,645
Internal Revenues						
Beginning Fund Balance	335,978	357,899	0	0	0	0
TOTAL RESOURCES	\$ 46,059,437	\$ 84,211,589	\$ 148,250,000	\$ 184,321,645	\$ 174,221,645	\$ 174,221,645
REQUIREMENTS						
Bureau Expenditures						
External Services	45,683,136	82,974,098	147,116,500	179,770,170	169,770,170	169,770,170
Total Bureau Expenditures	45,683,136	82,974,098	147,116,500	179,770,170	169,770,170	169,770,170
Fund Requirements						
Other Cash Transfers	18,402	0	0	0	0	0
Debt Retirement	0	793,322	1,133,500	4,551,475	4,451,475	4,451,475
Ending Fund Balance	357,899	444,169	0	0	0	0
Total Fund Requirements	376,301	1,237,491	1,133,500	4,551,475	4,451,475	4,451,475
TOTAL REQUIREMENTS	\$ 46,059,437	\$ 84,211,589	\$ 148,250,000	\$ 184,321,645	\$ 174,221,645	\$ 174,221,645

## FUND OVERVIEW

The Special Finance and Resource Fund primarily serves as a staging area for urban renewal bond proceeds, where both the liability and revenue are recorded with the City and a transfer is made to the Portland Development Commission (PDC). PDC is responsible for managing and expending the proceeds. In accordance with Oregon Revised Statutes, a debt service fund has been set up for each of the City's urban renewal areas. The servicing of the urban renewal debt that flows through this fund occurs in the various tax increment debt service funds.

In addition to urban renewal bonds, this fund also serves as the staging area for other Cityissued bonds when necessary.

# **Managing Agency**

Office of Management and Finance, Financial Services

	ı	Actual FY 2004–05	F	Actual Y 2005–06	F	Revised Y 2006–07	Proposed FY 2007–08	Approved FY 2007–08	Adopted FY 2007–08
RESOURCES									
External Revenues									
Bond & Note Sales		32,686,221		0		0	0	0	0
Miscellaneous Revenues		5,161,705		5,311,166		5,512,263	5,951,373	5,951,373	5,951,373
Total External Revenues		37,847,926		5,311,166		5,512,263	5,951,373	5,951,373	5,951,373
Internal Revenues									
Beginning Fund Balance		543,533		1,916		0	0	0	0
TOTAL RESOURCES	\$	38,391,459	\$	5,313,082	\$	5,512,263	\$ 5,951,373	\$ 5,951,373	\$ 5,951,373
REQUIREMENTS									
Bureau Expenditures									
Fund Requirements									
Debt Retirement		38,389,543		5,311,093		5,512,263	5,951,373	5,951,373	5,951,373
Ending Fund Balance		1,916		1,989		0	0	0	0
Total Fund Requirements		38,391,459		5,313,082		5,512,263	5,951,373	5,951,373	5,951,373
TOTAL REQUIREMENTS	\$	38,391,459	\$	5,313,082	\$	5,512,263	5,951,373	\$ 5,951,373	\$ 5,951,373

# FUND OVERVIEW

This fund is used to achieve a proper matching of revenues and expenditures related to financing special projects. Specifically, this fund accounts for the allocation of resources to pay principal and interest on bonded indebtedness related to financing of the Convention Center expansion project and improvements to the Portland Center for Performing Arts (PCPA).

The resources to pay the debt service on the Convention Center expansion and PCPA improvements are received from Multnomah County via the Visitor Facilities intergovernmental agreement.

## **Managing Agency**

Office of Management and Finance, Financial Services

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
_imited Tax Revenue Bonds, 2001						
Series A						
02/01/2001 - Due 6/1	81,940,000					
		2007/08	1,560,000	5.50%	4,007,363	5,567,36
		2008/09	1,870,000	5.50%	3,921,563	5,791,56
		2009/10	220,000	5.00%	3,818,713	4,038,71
		2010/11	260,000	5.00%	3,807,713	4,067,71
		2011/12	270,000	5.00%	3,794,713	4,064,71
		2012/13	310,000	5.00%	3,781,213	4,091,21
		2013/14	280,000	5.00%	3,765,713	4,045,71
		2014/15	340,000	5.00%	3,751,713	4,091,71
		2015/16	260,000	5.00%	3,734,713	3,994,71
		2016/17 2017/18	470,000	5.00% 5.00%	3,721,713	4,191,71
			550,000	5.00%	3,698,213	4,248,21
		2018/19 2019/20	900,000 1,290,000	5.00%	3,670,713 3,625,713	4,570,71 4,915,71
		2020/21	2,710,000	5.00%	3,561,213	6,271,21
		2020/21	3,480,000	5.00%	3,425,713	6,905,7
		2022/23	6,640,000	5.00%	3,251,713	9,891,7
		2023/24	6,970,000	5.00%	2,919,713	9,889,7
		2024/25	7,320,000	5.13%	2,571,213	9,891,2
		2025/26	7,700,000	5.13%	2,196,063	9,896,06
		2026/27	8,090,000	5.13%	1,801,438	9,891,43
		2027/28	8,510,000	5.13%	1,386,825	9,896,82
		2028/29	9,040,000	5.13%	950,688	9,990,68
_		2029/30	9,510,000	5.13%	487,388	9,997,38
		TOTAL	78,550,000		71,651,725	150,201,72
imited Tax Revenue Bonds, 2001 eries B						
02/13/2001 - Due 6/1	18,058,888					
		2007/08	0	0.00%	0	
		2008/09	0	0.00%	0	
		2009/10	1,319,780	4.52%	680,220	2,000,00
		2010/11	1,249,440	4.62%	750,560	2,000,00
		2011/12	1,295,734	4.74%	904,266	2,200,00
		2012/13	1,388,250	4.84%	1,111,750	2,500,0
		2013/14	1,463,112	4.94%	1,336,888	2,800,0
		2014/15	1,480,530	5.00%	1,519,470	3,000,0
		2015/16	1,626,940	5.07%	1,873,060	3,500,00
		2016/17	1,749,000	5.14%	2,251,000	4,000,00
		2017/18	1,645,720	5.20%	2,354,280	4,000,0
		2018/19	1,549,480	5.25%	2,450,520	4,000,00
		2019/20	1,457,480	5.30%	2,542,520	4,000,00
		2020/21	1,031,250	5.33% 5.36%	1,968,750 1,672,828	3,000,00 2,475,00
-		2021/22 TOTAL	802,172 18,058,888	5.36%	21,416,112	39,475,00
imited Tax Revenue Bonds, 2001		TOTAL	10,030,000		21,410,112	39,473,00
eries C	0.400.555					
05/01/2001 - Due 6/1	2,100,000	0007/00	00.000	4.0004	64.000	
		2007/08	90,000	4.30%	81,690	171,69
		2008/09	90,000	4.40%	77,820	167,82
		2009/10	90,000	4.50% 4.60%	73,860 69,810	163,86
		2010/11 2011/12	100,000	4.60% 4.70%	69,810 65,210	169,8° 165,2°
		2011/12 2012/13	100,000	4.70% 4.80%	65,210 60,510	
		2012/13	110,000	4.80% 4.90%	60,510 55,230	170,5°
		2013/14 2014/15	110,000 120,000		55,230 49,840	165,23
			· ·	5.00% 5.00%	•	169,84 163,84
		2015/16 2016/17	120,000 130,000	5.00% 5.10%	43,840 37,840	163,84
		2017/18	140,000	5.10%	37,840 31,210	171,21
		2017/10	140,000	3.1370	31,∠10	111,2
		2018/19	150,000	5.20%	24,000	174,00

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
		2019/20	150,000	5.20%	16,200	166,200
		2020/21	160,000	5.25%	8,400	168,400
		TOTAL	1,660,000		695,460	2,355,460
North Macadam Investors Line of Credit						
11/20/2006 - Due 6/1 & 12/1	2,500,000					
	_,,	2007/08	71,299	5.75%	141,021	212,320
		2008/09	75,458	5.75%	136,862	212,320
		2009/10	79,859	5.75%	132,461	212,320
		2010/11	84,517	5.75%	127,803	212,320
		2011/12	89,447	5.75%	122,873	212,320
		2012/13	94,664	5.75%	117,656	212,320
		2013/14	100,185	5.75%	112,135	212,320
		2014/15	106,029	5.75%	106,291	212,320
		2015/16	112,213	5.75%	100,107	212,320
		2016/17	1,656,438	5.75%	47,623	1,704,060
•		TOTAL	2,470,107	0070	1,144,833	3,614,940
00450455 5557 0557405						
COMBINED DEBT SERVICE						
	104,598,888					
		2007/08	1,721,299		4,230,073	5,951,373
		2008/09	2,035,458		4,136,245	6,171,703
		2009/10	1,709,639		4,705,253	6,414,893
		2010/11	1,693,957		4,755,886	6,449,843
		2011/12	1,755,181		4,887,062	6,642,243
		2012/13	1,902,914		5,071,129	6,974,043
		2013/14	1,953,297		5,269,965	7,223,263
		2014/15	2,046,559		5,427,314	7,473,873
		2015/16	2,119,153		5,751,720	7,870,873
		2016/17	4,005,438		6,058,175	10,063,613
		2017/18	2,335,720		6,083,703	8,419,423
		2018/19	2,599,480		6,145,233	8,744,713
		2019/20	2,897,480		6,184,433	9,081,913
		2020/21	3,901,250		5,538,363	9,439,613
		2021/22	4,282,172		5,098,540	9,380,713
		2022/23	6,640,000		3,251,713	9,891,713
		2023/24	6,970,000		2,919,713	9,889,713
		2024/25	7,320,000		2,571,213	9,891,213
		2025/26	7,700,000		2,196,063	9,896,063
		2026/27	8,090,000		1,801,438	9,891,438
		2027/28	8,510,000		1,386,825	9,896,825
		2028/29	9,040,000		950,688	9,990,688
		2029/30	9,510,000		487,388	9,997,388
TOTAL FUND DEBT SERVICE			\$ 100,738,996		\$ 94,908,130	\$ 195,647,125

	Actual FY 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007-08	Adopted FY 2007-08
RESOURCES						
External Revenues						
Service Charges and Fees	0	3,861,942	3,679,500	3,934,979	3,934,979	3,934,979
Local Sources	198,097	208,953	420,679	441,125	441,125	441,125
Bond & Note Sales	0	0	13,432,845	6,669,009	6,669,009	6,669,009
Miscellaneous Revenues	220,156	916,367	532,000	1,007,000	1,007,000	1,007,000
Total External Revenues	418,253	4,987,262	18,065,024	12,052,113	12,052,113	12,052,113
Internal Revenues						
General Fund Discretionary	1,086,145	868,959	1,519,636	800,000	800,000	800,000
Federal Grants Transfers	0	151,999	0	0	0	0
Interagency Reimbursements	19,369,157	37,884,304	42,385,767	45,357,609	45,427,609	44,773,819
Total Internal Revenues	20,455,302	38,905,262	43,905,403	46,157,609	46,227,609	45,573,819
Beginning Fund Balance	5,845,574	18,913,168	19,684,010	17,984,875	17,984,875	17,984,875
TOTAL RESOURCES	\$ 26,719,129	\$ 62,805,692	\$ 81,654,437	\$ 76,194,597	\$ 76,264,597	\$ 75,610,807
REQUIREMENTS						
Bureau Expenditures						
Personal Services	12,692,146	18,101,372	21,062,512	21,755,225	21,822,775	22,087,921
External Services	4,125,299	14,279,632	15,653,017	16,348,638	16,348,638	16,791,295
Internal Services	2,084,850	4,523,353	19,313,314	13,350,205	13,350,205	13,350,205
Capital Outlay	262,113	2,704,682	5,476,863	1,320,000	1,320,000	1,320,000
Total Bureau Expenditures	19,164,408	39,609,039	61,505,706	52,774,068	52,841,618	53,549,421
Fund Requirements						
General Operating Contingency	0	0	16,868,194	19,863,092	19,865,542	18,503,949
General Fund Overhead	408,228	844,595	1,221,575	1,446,990	1,446,990	1,446,990
Other Cash Transfers	346,341	392,574	500,959	527,182	527,182	527,182
Debt Retirement	1,691,302	2,220,897	1,558,003	1,583,265	1,583,265	1,583,265
Ending Fund Balance	5,108,850	19,738,587	0	0	0	0
Total Fund Requirements	7,554,721	23,196,653	20,148,731	23,420,529	23,422,979	22,061,386
TOTAL REQUIREMENTS	\$ 26,719,129	\$ 62,805,692	\$ 81,654,437	\$ 76,194,597	\$ 76,264,597	\$ 75,610,807

#### FUND OVERVIEW

The Technology Services Fund provides technology support to all City bureaus and some non-City agencies through its nine primary programs: Strategic Support, Operations, Strategic Technology, Telecommunications, 800 MHz Operations, Engineering, Customer Service, Information Security, and Radio Shop . Fund activities are carried out by the Bureau of Technology Services within the Office of Management and Finance.

#### **Revenues**

The fund's major source of revenue is service reimbursement transfers from City bureaus and outside agencies. Purchase of new capital equipment for use by other bureaus is supported through cash transfers.

## **Managing Agency**

Office of Management and Finance, Technology Services

## SIGNIFICANT CHANGES FROM PRIOR YEAR

The debt retirement amount is higher than the attached debt schedule due to the final debt amount for the EBS project being determined after the budget was approved. Sufficient appropriations exist to make the first interest payment, and the bureau will make the appropriate adjustments in the FY 2007-08 Fall budget monitoring process.

Bond Description	Amount Issued	Fiscal Year	Principal	Coupon	Interest	Total P+I
Limited Tax Revenue Bonds, 2002						
Series A (Communication's Portion Only)						
04/01/2002 - Due 2/1	7,795,000					
	,,	2007/08	935,000	4.25%	238,825	1,173,82
		2008/09	870,000	4.50%	199,088	1,069,08
		2009/10	940,000	4.50%	159,938	1,099,93
		2010/11	1,010,000	4.50%	117,638	1,127,63
		2011/12 2012/13	1,080,000 510,000	4.50% 4.63%	72,188 23,588	1,152,18 533,58
<del>-</del>		TOTAL	5,345,000	4.0376	811,263	6,156,26
Limited Tax Revenue Refunding Bonds, 2003 Series A (Communi- cation's Portion Only)			2,2 2,222		. ,	-,, -
01/15/2003 - Due 4/1	2,635,000					
		2007/08	260,000	2.75%	59,900	319,90
		2008/09	265,000	3.25%	52,750	317,75
		2009/10	270,000	3.50%	44,138	314,13
		2010/11 2011/12	285,000 295,000	3.75% 4.00%	34,688 24,000	319,68
		2012/13	305,000	4.00%	12,200	319,00 317,20
-		TOTAL	1,680,000	4.0070	227,675	1,907,67
Limited Tax Revenue Refunding Bonds, 2004 Series A (Communi- cation Portion Only)			, ,		·	, ,
06/01/1996 - Due 6/1	624,000					
240 0, 1	02 1,000	2007/08	68,000	5.00%	21,540	89,54
		2008/09	72,000	5.00%	18,140	90,14
		2009/10	75,000	5.00%	14,540	89,54
		2010/11	79,000	5.00%	10,790	89,79
		2011/12 2012/13	84,000 88,000	5.00% 3.00%	6,840 2,640	90,84 90,64
<del>-</del>		TOTAL	466,000	3.0076	74,490	540,49
Limited Tax Revenue Bonds, 2007 Series A (EBSP)			,		·	ŕ
04/24/2007 - Due 6/1	22,480,000					
		2007/08	1,725,000	4.25%	1,053,594	2,778,59
		2008/09	2,515,000	4.25%	882,088	3,397,08
		2009/10	2,620,000	4.25%	775,200	3,395,20
		2010/11 2011/12	2,735,000 2,850,000	4.25% 4.25%	663,850 547,613	3,398,85 3,397,61
		2012/13	2,970,000	4.25%	426,488	3,396,48
		2013/14	3,095,000	4.25%	300,263	3,395,26
		2014/15	3,230,000	4.25%	168,725	3,398,72
-		2015/16	740,000	4.25%	31,450	771,45
		TOTAL	22,480,000		4,849,269	27,329,26
COMBINED DEBT SERVICE						
	11,054,000					
		2007/08	2,988,000		1,373,859	4,361,85
		2008/09	3,722,000		1,152,065	4,874,06
		2009/10	3,905,000		993,815	4,898,81
		2010/11 2011/12	4,109,000 4,309,000		826,965 650,640	4,935,96 4,959,64
		2017/12	3,873,000		464,915	4,337,91
		2013/14	3,095,000		300,263	3,395,26
		2014/15	3,230,000		168,725	3,398,72
		2015/16	740,000		31,450	771,45
OTAL FUND DEBT SERVICE			\$ 29,971,000	;	\$ 5,962,696	\$ 35,933,69

	I	Actual FY 2004–05	Actual FY 2005-06	Revised FY 2006-07	Proposed FY 2007-08	Approved FY 2007-08	Adopted FY 2007-08
RESOURCES							
External Revenues							
Miscellaneous Revenues		517,288	858,026	761,993	696,538	696,538	696,538
Total External Revenues		517,288	858,026	761,993	696,538	696,538	696,538
Internal Revenues							
Interagency Reimbursements		4,359,980	4,746,087	4,555,517	4,291,786	4,291,786	4,291,786
Total Internal Revenues		4,359,980	4,746,087	4,555,517	4,291,786	4,291,786	4,291,786
Beginning Fund Balance		13,219,685	14,169,028	15,712,683	17,256,050	17,256,050	17,256,050
TOTAL RESOURCES	\$	18,096,953	\$ 19,773,141	\$ 21,030,193	\$ 22,244,374	\$ 22,244,374	\$ 22,244,374
REQUIREMENTS							
Bureau Expenditures							
Personal Services		894,328	845,902	875,919	894,439	894,439	894,439
External Services		2,342,216	2,488,937	2,844,367	2,675,157	2,675,157	2,694,157
Internal Services		567,169	508,078	458,924	499,072	499,072	515,842
Capital Outlay		0	0	5,000	5,000	5,000	5,000
Total Bureau Expenditures		3,803,713	3,842,917	4,184,210	4,073,668	4,073,668	4,109,438
Fund Requirements							
General Operating Contingency		0	0	16,612,517	17,908,585	17,908,585	17,872,815
General Fund Overhead		81,294	158,614	164,962	187,406	187,406	187,406
Other Cash Transfers		5,758	7,708	68,504	74,715	74,715	74,715
Debt Retirement		37,160	51,220	0	0	0	0
Ending Fund Balance		14,169,028	15,712,682	0	0	0	0
Total Fund Requirements		14,293,240	15,930,224	16,845,983	18,170,706	18,170,706	18,134,936
TOTAL REQUIREMENTS	\$	18,096,953	\$ 19,773,141	\$ 21,030,193	\$ 22,244,374	\$ 22,244,374	\$ 22,244,374

#### **FUND OVERVIEW**

The Workers' Compensation Operating Fund supports the City's self-insured Workers' Compensation program, including claims administration and Citywide loss prevention and occupational health activities aimed at minimizing occupational injury and illness from work-related infectious diseases.

Budgeted fund expenditures are primarily driven by actuarial claims projections. Fund expenditures are primarily for claims-related payments. Projected claims are based upon an independent actuarial study, which includes a projection for the current fiscal year and for the next five years.

The reserve requirement is also derived from the actuarial study, which recommends a range of reserve levels needed to cover outstanding incurred liabilities. The range of estimates is produced by calculating reserves at various confidence levels (i.e., the probability that actual losses will not exceed the reserve level). In addition, reserves are stated at a discounted level, which takes into account the interest the fund earns on the fund balance. The fund's reserves are currently forecasted at a discounted confidence level of 75%. Interagency revenues are projected on a five-year basis, so that by year five, the fund will arrive at the required claims reserve forecasted for the fifth year by the actuary. This five-year smoothing of interagency rates is designed to mitigate large fluctuations in rates from year to year.

#### **Managing Agency**

Office of Management and Finance, Business Operations

# SIGNIFICANT CHANGES FROM PRIOR YEAR

The fund has experienced overall favorable trends. While costs per claim have generally increased over time and will continue escalating for the foreseeable future, due to higher medical costs, the number of claims has generally declined over the past few years and appears to be levelling off. This trend has led the actuarial consultant to project slightly lower annual claims payments and reserve requirements than forcasted previously.

The FY 2007-08 Adopted Budget includes funds for annual flu shots for City employees at no cost to the employees. This cost is spread to all City bureaus through the Workers' Compensation interagency rate proportionate to the number of employees in each bureau.

