Citywide Projects

FY 2009-10 BUDGET DECISIONS:

Public Safety Systems Revitalization Plan (PSSRP) Staffing

This package provides \$828,860 in ongoing General Fund funding to compensate for the need to increase staffing of the PSSRP in order to address gaps identified in the baseline PSSRP Quality Assessment. It also provides support to install, configure and test the new technical environments and infrastructure of the replacement systems. This add package includes a Fire records management system (RMS) Project Manager; a PSSRP Technical Lead; an Integration Architect; a Server, Network & Client Systems Architect; an Organization Change Management Lead; a Finance assistant, and a Procurement & Contracting Specialist. It is anticipated that for a project of this magnitude, an additional four positions may be requested in the FY 2009-10 Winter Budget Monitoring Process.

Status Performance Report: All authorized PSSRP positions have been filled with the exception of one Principal Information Systems Analyst – Generalist (who serves as the Program Systems Architect). The PSSRP Program expects to fill that position during Q4 of 2010 or Q1 of 2011.

Underway

FY 2009-10 BUDGET NOTE:

Public Safety Systems Revitalization Project (PSSRP) Status Update

Council directs the Office of Management and Finance to:

- Commit in the General Fund Financial Forecast \$4.5 million of FY 2009-10 General Fund one-time resources to completing the computer-aided dispatch and Portland Police Data Systems replacement projects
- Develop a funding plan for completing the remaining PSSRP projects, the 800 MHz replacement and Fires2000 enhancements, for Council's review by December 2008

Status Performance Report:

- \$4.5 million in one-time General Fund resources was provided to the PSSRP in FY 2009-10 to fund the CAD Next and Portland Police Data Systems replacement projects. Both projects are progressing.
- The Project Team updated cost estimates for the FY 2010-11 to FY 2014-15 CIP during the FY 2010-11 budget process. The result was an overall projected shortfall of \$49 million.
- As a result, the PSSRP submitted a funding plan and decision package requesting additional on-going General Fund money each year beginning in FY 2011-12 to pay the debt service on additional debt sales, with the following notes:
 - Depending on the health of the General Fund, this may require reductions to General Fund bureaus' FY 2011-12 targets if new on-going resources do not develop.
 - Every \$1 million of General Fund on-going dollars would provide \$7 million of debt proceeds.
 - o Grant funds will not be placed in the financial forecast until they are realized.
 - o Partner funding will not be placed in the financial forecast until they are realized.
 - If we receive grant or partner funding then this will free up money for projects later in the program or reduce the amount of General Fund resources required.
 - The plan assumes that BTS rate revenue for debt service on the current 800 MHz system that lapses in FY 2013-14, is redirected to new debt (approximately \$408,000 per year).
- The decision package was accepted, resulting in a budget note in the FY 2010-11
 Adopted Budget, dedicating an additional \$1.2 million in ongoing General Fund
 resources to the PSSRP beginning in FY 2011-12. With this action, the PSSRP still
 had a significant programmatic shortfall.

Underway

 In July 2010, OMF, PSSRP and Bureau of Fire and Rescue worked with City Council, to place a \$72.4 million GO Bond Measure on the November 2010 ballot. This measure includes \$39 million in Radio Replacement project funding, which will erase the program funding gap if passed by voters.

BUDGET AMENDMENT REQUEST

Office of Management and Finance

PERIOD Fall BuMP

FISCAL YEAR FY 2010-11

MF_081 - EC Fund (CAD Next) Fund Balance Recognition

This request seeks to recognize \$1,943,090 in unspent FY 2009-10 CAD Next project resources, in the Emergency Communications fund, as beginning fund balance. These funds will be used to cover current year project expenditures initially budgeted for last fiscal year.

Dollar Amount:

\$1,943,090

Type:

New Request

Resources:

Bureau Contingency

MF_082 - Tech. Service - PSSRP Beg. Fund Bal. Recognition

This request seeks to recognize \$6,828,508 in unspent PSSRP resources, in the Technology Services fund, as beginning fund balance. The funds will be used to cover current year Public Safety Radio Stability phase expenditures initially budgeted for last fiscal year.

Dollar Amount:

\$6,828,508

Type:

New Request

Resources:

Bureau Contingency

MF_083 - PSSRP Radio Repl. Project PSIC Grant Carryover

This request seeks to recognize \$592,691 in unspent PSIC grant dollars for the Radio System Replacement project, in the Federal Grants fund, as FY 2010-11 grant revenue carryover. These funds are anticipated to be spent by February 2011.

Dollar Amount:

\$592,691

Type:

New Request

Resources:

Grants

MF_085 - Tech. Serv. - Radio Repl. Proj. Health COLA Adj.

This request seeks to move \$1,001 representing health benefit cost increases up to the Benefits commitment item, so that budgeted expenditures more closely reflect anticipated actuals within the Personal Sevices major object code, in the Technology Services Fund.

Dollar Amount:

\$0

Type:

Technical Adjustment

Resources:

Bureau Contingency

BUDGET AMENDMENT REQUEST

Office of Management and Finance

PERIOD Fall BuMP

FISCAL YEAR FY 2010-11

MF_086 - PSSRP Fire to CAD Fire Alerting Cost Realloc.

This PSSRP technical adjustment reallocates \$50,730 in Fire RMS Project personnel services cost, out of the General Fund into the Emergency Communications Fund, to cover staffing costs for the CAD Next/Fire Alerting System (Zetron) Project.

Dollar Amount:

\$0

Type:

Technical Adjustment

Resources:

Internal Transfer

MF_087 - PSSRP Technical Adjustments

These PSSRP technical adjustments touching PSSRP Administration, RegJIN (PPDS Replacement), Fire RMS and the CAD Next projects (in the General Fund and Emergency Communications Fund) true up External & Internal Materials and Services costs.

Dollar Amount:

\$0

Type:

Technical Adjustment

Resources:

Internal Transfer

Prior Year Fund Reconciliation Report

	FY 2009-10 Revised Budget	FY 2009-10 Year-End Actuals	Percent of Actuals to Revised	
Technology Services Fund				
EXPENDITURES				
Personal Services	\$24,989,215	\$24,116,642	97%	
External Materials and Services	\$26,515,312	\$12,570,988	47%	
Internal Materials and Services	\$4,436,292	\$3,988,263	90%	
Capital Outlay	\$550,000	\$186,978	34%	
Bond Expenses	\$1,815,751	\$4,452,902	245%	•
Fund Transfers - Expense	\$8,004,299	\$8,003,279	100%	
Contingency	\$26,961,239	\$0	0%	
TOTAL EXPENDITURES	\$93,272,108	\$53,319,052	57%	
REVENUES				
Budgeted Beginning Fund Balance	\$23,977,651	. \$0	0%	
Charges for Services	\$5,329,493	\$52,027	1%	
Intergovernmental Revenues	\$953,256	\$4,855,537	509%	
Interagency Revenue	\$47,147,237	\$45,869,964	97%	
Fund Transfers - Revenue	\$14,515,771	\$14,515,771	100%	
Bond and Note	\$0	\$2,656,757	0%	
Miscellaneous	\$1,348,700	\$1,257,650	93%	
TOTAL REVENUES	\$93,272,108	\$69,207,705	74%	-
	+,,,	400,201,100	14/0	

Fund Reconciliation Narrative

Expenditures:

More than half of the External Materials and Services variance can be attributed to the PSSRP Radio replacement project. \$7,580,000 was budgeted in External Materials & Services, but \$480,000 was spent. Modifications to the Motorola contract were made in June and funding for the majority of the project is currently pending voter approval of a bond measure. In addition to this, many of the BTS capital and operating projects planned for the year were not completed. In both cases the funds will be needed in FY 2010-11 and will be reappropriated in the Fall BMP.

Internal Materials and Services expenses were slightly underspent. The PSSRP program had budgeted \$240,000 for Operations Billable expenses, but didn't incur any expenses. Also, additional appropriation was added to the Facilities Services IA in the Spring BMP to cover year-end project expenses. Not all the funds were needed as billings came in less than expected.

Included in the Capital Outlay budget was appropriation for IRNE Operating, Corporate Applications, and Servers. No capital expenses were incurred in any of those cost centers.

Bond Expenses showed actuals much higher than budget. That was due to a bond refinancing in which old debt was paid off and new debt incurred to take advantage of better terms.

Revenues:

The variances in Charges for Services and Intergovernmental Revenues are related. The budgeted resources in Charges for Services represented anticipated earnings from non-city billings for 800 MHz, radio and telecomm services, as well as rent revenue from non-city customers primarily for space usage at Council Crest. At the time the budget was developed, it was anticipated that earnings would be recorded in the Charges for Services commitment items. Earnings instead were recorded in the Intergovernmental commitment items, resulting in the extreme variances in both categories.

As a result of a bond refinancing, new bonds were issued and the revenues received were used to pay off the old bonds. As directed by Debt Management, no adjustment was necessary to the budget.

Prior Year Business Area Reconciliation Report

		FY 2009-10 Revised Budget	FY 2009-10 Year-End Actuals	Percent of Actuals to Revised
Office of Management and Finance		•		1011004
EXPENDITURES	:	•		•
Personal Services External Materials and Services		707,336	642,888	90.89
Internal Materials and Services TOTAL EXPENDITURES	,	259,800 318,965 1,286,101	175,117 302,001	67.40 94.68
REVENUES		1,200,101	1,120,005	87.09
General Fund Discretionary TOTAL REVENUES		1,286,101 1,286,101	0 0	0.00 0.00

Fund: 100000

Business Area: MFCP [PSSRP Administation, RegJIN, Fire System]

The PSSRP portfolio of activities funded out of the General Fund includes Project Management Office Administration, the RegJIN (PPDS replacement) project and Fire RMS project. With a total FY 2009-10 budget of \$1,286,101, only 13% was under spent. Overall, the RegJIN and Fire RMS projects spent within budget, within a variance of 6% each. There are no exceptions to report on these. On a weighted basis, the primary driver of overall under spending is the 32% budget to actuals variance in the PSSRP Administration external materials & services major object code category, totaling a little over \$80,000. This is due, in part, to unanticipated PSSRP office relocation savings realized at the end of the fiscal year. There were also some unanticipated Personal services cost savings totaling \$61K due to a vacant Principal Information Systems Analyst position, which is expected to be filled in FY 2010-11. On the revenue side, General Fund Discretionary dollars are included in the report but, as always, never result in a financial transaction, creating the appearance of a variance when there is none.

Capital Program Status Report

Office of Management and Finance

	FY 2009-10	FY 2009-10	FY 2009-10			FY 2010-11	Fall BuMP	FY 2010-11		
	Adopted	Revised	Year-End	Variance	Variance	Adopted	Revised	Year to Date	Variance	Variance
CIP Program	Budget	Budget	Actuals	\$	%	Budget	Budget	Actuals	49	%
Citywide Projects	\$27,923,858	\$29,904,773	\$5,440,496	(\$24,464,277)	(82%)	\$7,237,761	\$15,773,871	\$841,001	\$8,536,110	118%
Total	\$27,923,858	\$29,904,773	\$5,440,496	,496 (\$24,464,277)	(85%)	\$7,237,761	\$15,773,871	\$841,001	\$8,536,110	118%

Prior Year variances compare Year-End Actuals to Revised Budge

Prior Year Variance Description

BTS – A number of BTS CIPs were not completed by the end of FY 2009-10 and will need to be carried over into FY 2010-11. The reasons for this were varied, but the primary explanations included contract delays, contractor issues, the RFP process, and time commitments of personnel assigned other responsibilities.

CityFleet – Vehicles and equipment that were scheduled for receipt in FY 2010 were delayed due to manufacturer build times and order timing. These POs represent carryover requests for CityFleet in the Fall BMP, BMP for 2010-11 and the POs are on carryover requests for the Fall BMP.

CityWide Projects – Delays on the RegJIN and Public Safety Radio System Replacement projects slowed spending in FY 2009-10, contributing to the 81% variance between budget and actuals. The other contributor was the \$13.5 million held in contingency, to be used for PSSRP project funding in subsequent years.

EBS Services – In FY 2009-10, the budget for Business Objects was not loaded into a CIP project. Also in FY 2009-10, the software for Business Objects was purchased by the EBS Division. This project is scheduled for completion in FY 2010-11.

Facilities – The Facilities Services Fund indicates a variance of less than 10%. However, there are some specific projects worth noting. Expenses on the Emergency Coordination Center were low due to the project still being in the design phase. Fire GO Bond projects were underspent due to a postponement of Station 1 elevator improvements until FY 2010-11, and incurred costs at Station 1 were less than expecting, resulting in some contingency savings. Spectator Facilities expenses for the PGE Park renovation were as expected and will not exceed the project's budget of \$11,9M.

Risk Management - Variance is less than 10% and no report is necessary.

Current Year Variance Description

9 BTS – The Bureau of Technology Services was not able to complete several of their capital improvement projects last year. Completion of the work is vital to the organization, to the City, and in some cases, to the public safety of the region. Given that fact, it was necessary to carry over funding for these projects into the current fiscal year. Some of these projects, such as the Council Crest Tower Replacement and the Microwave System Replacement, should be completed within a few months. Others are likely to take longer, but are expected to be completed prior to the end of FY 2010-11.

CityFleet – Variance is within the acceptable level. It should be noted that vehicles and equipment that were on order are being received and CityFleet has carryover requests for vehicles and equipment that were budgeted for, but not received in FY 2009-10. PBOT has requested almost \$2M in new equipment and this will increase the CityFleet CIP Budget.

CityWide Projects - In the current fiscal year, progress is expected to resume on the RegJIN and Public Safety Radio System Replacement projects utilizing unused resources carried foward from FY 2009-10, explaining the 118% increase from adopted to revised budget. This fiscal year, a potential exists for minor delays on the Fire RMS project, but the CAD Next project is on schedule to go live April 2011.

EBS Services - The Business Operations project is scheduled for completion by the end of FY 2010-11.

Facilities - Variance is within the acceptable level. Only minimal changes were submitted in the Fall BMP,

Risk Management - Variance is within the acceptable level. No BMP changes were submitted.

^{**} Current Year variances compare Revised Budget to Adopted Budget

Project Status Report Detail Office of Management and Finance

CIP Program and Project	Funding Restrictions	FY 2009-10 Adopted Budget	FY 2009-10 Revised Budget	FY 2009-10 Year-End Actuals	Variance \$	Variance %	FY 2010-11 Adopted Budget	Fall BuMP Revised Budget	FY 2010-11 Year to Date Actuals	Variance \$	Variance	Total Project Budget	Projected Project Costs
Citywide Projects													
PSSRP 800 MHz Replacement (S00002)	Mandated	\$20,744,858	\$16,328,486	\$1,017,928	(\$15,310,558)	(94%)	\$305,180	\$7,726,379	\$662,407	\$7,421,199	2432% 	\$66,738,509	\$48,940,000
PSSRP CAD Replacement (S00001)	Restricted	\$2,760,000	\$13,382,533	\$4,233,525	(\$9,149,008)	(68%)	PE 074 204	#0.070.00F			. ,	7,,,	\$ 10,040,000
PSSRP Fire & Rescue Systems	Council Directive	\$0	\$55,000		,	· ' [\$5,871,384	\$6,973,025	\$142,602	\$1,101,641	19%	\$14,089,900	\$14,089,900
Replacement (S00007)		ΨU	\$55,000	\$58,397	\$3,397	6%	\$452,256	\$401,526	\$10,670	(\$50,730)	(11%)	\$1,297,163	\$1,297,163
PSSRP Police Data System Replacement (\$00003)	Council Directive	\$4,419,000	\$138,754	\$130,647	(\$8,107)	(6%)	\$608,941	\$672,941	\$25,321	\$64,000	11%	\$11,514,566	\$11,514.566
Citywide Projects		\$27,923,858	\$29,904,773	\$5,440,496	(\$24,464,277)	(020()	AT 00# =04					· · · · · · · · · · · · · · · · · · ·	
				Ψ3,710,430	(424,404,211)	(82%)	\$7,237,761	\$15,773,871	\$841,001	\$8,536,110	118%		•
Total		\$27,923,858	\$29,904,773	\$5,440,496	(\$24,464,277)	(82%)	\$7,237,761	\$15,773,871	\$841,001	\$8,536,110	118%		
* Prior Year variances compare Year-End Actua	is to Revised Budget		· · · · · · · · · · · · · · · · · · ·			, -, -, -,	7.,20,,00	Ţ.0j.10j01 t	φ041,001	φο,336,110	110%		