

PBOT Financial Forecast Update – October, 2015

Revenues

- ODOT June, 2015 Forecast shows a slight improvement in gross revenues over the prior forecast, not as much as we were anticipating
 - Fuels tax revenues in both light and heavy vehicles have grown while DMV fee revenues remained flat
 - Lower gas prices have resulted in an increase in consumption but not to levels seen prior to the spike in gas prices as behavior changes seems slow to change, if at all, to the lower prices
 - ODOT will release it's December, 2015 Forecast sometime in January which will make the timeline tight for the forecast submission

- ODOT net revenues for disbursement to counties & cities, however, are showing a net decrease versus the prior forecast due to the DMV system upgrade and DMV field offices debit/credit project
 - The 2015 Legislative session approved the DMV system upgrade but was unable to pass a corresponding increase in fees to offset the cost
 - Cost recovery of the DMV system upgrade is on PBOT's priority list for the 2016 Legislative agenda

Expenses

- City Budget Office will release inflation factors in mid-November which will provide a look at what the ongoing impact will look like
- Include estimates on the Portland Building remodel

Next Steps

- A preliminary financial forecast may be available in November, depending on the timing of CBO's inflation factors
- Continue to refine other budget assumptions and incorporate any new updates as they happen