



AGENDA  
Special Commission Meeting  
Port of Portland Headquarters  
7200 N.E. Airport Way, 8<sup>th</sup> Floor  
June 25, 2015  
9:00 a.m.

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**Action Items**

1. APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2014-15 *SUZANNE KENNY*
2. ADOPTION OF FISCAL YEAR 2015-16 BUDGET AND ENACTMENT OF ORDINANCE NO. 457-T LEVYING PROPERTY TAXES *SUZANNE KENNY*

**APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR 2014-15**

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June 25, 2015

Presented by: Suzanne Kenny  
Senior Manager  
Business and Financial Operations**REQUESTED COMMISSION ACTION**

This agenda item requests approval of adjustments to the appropriation levels for the Port of Portland's (Port) Fiscal Year 2014-15 Budget to reflect expected expenditure levels.

**BACKGROUND**

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

In December 2014, the Commission approved a Supplemental Budget for Fiscal Year 2014-15 to account for the purchase of the SolarWorld property in Hillsboro, an extension of the Weighted Volume Container Carrier Incentive Program and other items. These adjustments resulted in a total increase of \$2,000,000 to the FY 2014-15 budget.

**CHANGES TO FISCAL YEAR 2014-15 APPROPRIATIONS**

Staff is requesting changes to the General Fund, Airport Revenue Fund and Airport Construction Fund resulting in an increase to the total budgeted Resources and Requirements of \$7,500,000.

**General Fund**

Staff is requesting the addition of \$4,500,000 to the Resources and Requirements of the General Fund to ensure sufficient appropriations to prevent over-expenditure in a given category.

- Increase Operating Revenue by \$1,500,000 to account for additional reimbursements from the U.S. Army Corps of Engineers for additional dredging activity.
- Increase Service Reimbursements (from the Airport Construction Fund) by \$3,000,000 to account for revised estimates of the allocated support services portion of capitalized labor.
- Increase General Aviation appropriations by \$1,000,000 to cover higher than anticipated expenses in the areas of outside legal fees associated with the Hillsboro Airport third runway litigation, higher equipment repair costs associated with two mowing tractors and

APPROVAL OF ADJUSTMENTS TO THE APPROPRIATION LEVELS FOR FISCAL YEAR  
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the backup generator at the Troutdale Airport, utility fees associated with the Hillsboro Soloflex property that reverted to Port ownership in May 2014 (utility fees are now incorporated in the facility rental rates), and expenses related to the Troutdale Airport master plan.

- Increase Navigation appropriations by \$1,500,000 to account for additional dredging activity requested by the U.S. Army Corps of Engineers, as well as unanticipated repair costs. These additional costs will be recovered through the reimbursement contract between the Port and the Corps of Engineers.
- The final change to the General Fund reflects an appropriation increase of \$5,500,000 in Other Environmental. This category of expenditures covers environmental expenses for the Portland Harbor cleanup at sites that the Port no longer owns or operates, or has never owned or operated. The appropriation increase is requested to cover both anticipated accruals as well as possible accruals that could be made after June 30, but would be reflected in the Fiscal Year 2014-15 period.
- The offsetting entry for the previous adjustments is a decrease in General Fund Contingency of \$3,500,000.

Airport Revenue Fund

Staff is requesting offsetting adjustments of \$3,000,000 to the Requirements of the Airport Revenue Fund.

- Increase Cash Transfers to Other Funds by \$3,000,000 to account for revised estimate in transfers to the Airport Construction Fund.
- The offsetting entry for the previous adjustment is a decrease in Contingency of \$3,000,000.

Airport Construction Fund

Staff is requesting adjustments resulting in a net increase of \$3,000,000 to the Resources and Requirements of the Airport Construction Fund.

- Increase Resources by \$3,000,000 to recognize increased transfer received from the Airport Revenue Fund.
- Increase Service Reimbursements (to the General Fund) by \$3,000,000 for revised estimates of the allocated support services portion of capitalized labor.

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

The total Budget for Fiscal Year 2014-15 after these adjustments is \$965,555,649. Total Appropriations are \$917,140,037 and are shown on Exhibit A. The difference of \$48,415,612 is the total of debt service reserve amounts, which are classified under budget law as Unappropriated Ending Balance in the Airport Revenue Bond Fund and in the Passenger Facility Charge Bond Fund.

**EXECUTIVE DIRECTOR'S RECOMMENDATION**

The Executive Director recommends that the following resolutions be adopted:

BE IT RESOLVED, That in accordance with ORS 294.463, the Port of Portland Commission finds the need to adjust appropriations within the General Fund, Airport Revenue Fund and the Airport Construction Fund in the amounts shown on Exhibit A and for the purposes shown on Exhibit B, incorporated by this reference, to meet actual spending patterns unforeseen at the time of adoption of the Fiscal Year 2014-15 Budget; and

BE IT FURTHER RESOLVED, That copies of Exhibit A, Schedule of Appropriations Fiscal Year 2014-15; and Exhibit B, Explanation of Changes to Fund Appropriations Fiscal Year 2014-15, shall be included in the minutes of this meeting; and

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

## SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2014-15

	ADOPTED BUDGET June 19, 2014	SUPPLEMENTAL BUDGET December 10, 2014	REVISED APPROPRIATIONS December 10, 2014	CHANGES TO APPROPRIATIONS June 25, 2015	REVISED APPROPRIATIONS June 25, 2015
<b>GENERAL FUND</b>					
Beginning Balance	\$ 107,627,547		\$ 107,627,547		\$ 107,627,547
Operating Revenue	59,493,234	\$ 2,000,000	61,493,234	\$ 1,500,000	62,993,234
Interest on Investments/Other	1,405,812		1,405,812		1,405,812
Service Reimbursements	35,502,570		35,502,570	3,000,000	38,502,570
Transfers from Other Funds	3,244,267		3,244,267		3,244,267
<b>Total Resources</b>	<b>\$ 207,273,430</b>	<b>\$ 2,000,000</b>	<b>\$ 209,273,430</b>	<b>\$ 4,500,000</b>	<b>\$ 213,773,430</b>
Corporate Administration	\$ 49,285,621		\$ 49,285,621		\$ 49,285,621
Marine	25,411,129	\$ 2,000,000	27,411,129		27,411,129
Industrial Development	5,393,902		5,393,902		5,393,902
Navigation	10,256,883	2,000,000	12,256,883	\$ 1,500,000	13,756,883
General Aviation	2,543,838		2,543,838	1,000,000	3,543,838
Sub Total	92,891,373	4,000,000	96,891,373	2,500,000	99,391,373
Service Reimbursements	484,713		484,713		484,713
System Development Charges/Other	5,000		5,000		5,000
Long-Term Debt Payments	11,033,671		11,033,671		11,033,671
Other Environmental	2,822,403		2,822,403	5,500,000	8,322,403
Cash Transfers to Other Funds	23,203,630		23,203,630		23,203,630
Contingency	76,832,640	(2,000,000)	74,832,640	(3,500,000)	71,332,640
<b>Total Requirements</b>	<b>\$ 207,273,430</b>	<b>\$ 2,000,000</b>	<b>\$ 209,273,430</b>	<b>\$ 4,500,000</b>	<b>\$ 213,773,430</b>
<b>AIRPORT REVENUE FUND</b>					
Beginning Balance	\$ 77,800,443		\$ 77,800,443		\$ 77,800,443
Operating Revenue	201,857,139		201,857,139		201,857,139
Interest on Investments	512,237		512,237		512,237
Service Reimbursements	1,762,992		1,762,992		1,762,992
Transfers from Other Funds	160,000		160,000		160,000
<b>Total Resources</b>	<b>\$ 282,092,811</b>	<b>\$ -</b>	<b>\$ 282,092,811</b>	<b>\$ -</b>	<b>\$ 282,092,811</b>
Operating Expenditures	\$ 88,515,287		\$ 88,515,287		\$ 88,515,287
System Development Charges / Other	5,000		5,000		5,000
Service Reimbursements	25,095,800		25,095,800		25,095,800
Cash Transfers to Other Funds	89,276,724		89,276,724	\$ 3,000,000	92,276,724
Contingency	79,200,000		79,200,000	(3,000,000)	76,200,000
<b>Total Requirements</b>	<b>\$ 282,092,811</b>	<b>\$ -</b>	<b>\$ 282,092,811</b>	<b>\$ -</b>	<b>\$ 282,092,811</b>
<b>BOND CONSTRUCTION FUND</b>					
Beginning Balance	\$ 10,000,000		\$ 10,000,000		\$ 10,000,000
Interest Income/Other	103,140		103,140		103,140
Federal/State Grants/Other	19,990,846		19,990,846		19,990,846
Property Tax	9,890,076		9,890,076		9,890,076
Transfers from Other Funds	30,242,131	\$ 10,000,000	40,242,131		40,242,131
<b>Total Resources</b>	<b>\$ 70,226,193</b>	<b>\$ 10,000,000</b>	<b>\$ 80,226,193</b>	<b>\$ -</b>	<b>\$ 80,226,193</b>
Capital Outlay	\$ 57,151,642	\$ 10,000,000	\$ 67,151,642		\$ 67,151,642
Service Reimbursements	3,064,551		3,064,551		3,064,551
Cash Transfers to Other Funds	10,000		10,000		10,000
Contingency	10,000,000		10,000,000		10,000,000
<b>Total Requirements</b>	<b>\$ 70,226,193</b>	<b>\$ 10,000,000</b>	<b>\$ 80,226,193</b>	<b>\$ -</b>	<b>\$ 80,226,193</b>
<b>AIRPORT CONSTRUCTION FUND</b>					
Beginning Balance	\$ 51,108,459		\$ 51,108,459		\$ 51,108,459
Interest Income/ Other	367,740		367,740		367,740
Federal / State Grants	11,219,058		11,219,058		11,219,058
Bond and Other Debt Proceeds	100,000,000		100,000,000		100,000,000
Transfers from Other Funds	39,816,003	\$ (10,000,000)	29,816,003	\$ 3,000,000	32,816,003
<b>Total Resources</b>	<b>\$ 202,511,260</b>	<b>\$ (10,000,000)</b>	<b>\$ 192,511,260</b>	<b>\$ 3,000,000</b>	<b>\$ 195,511,260</b>
Capital Outlay	\$ 139,226,799		\$ 139,226,799		\$ 139,226,799
Bond Issue Costs/Other	1,500,000		1,500,000		1,500,000
Service Reimbursements	8,620,498		8,620,498	\$ 3,000,000	11,620,498
Cash Transfers to Other Funds	5,500,000		5,500,000		5,500,000
Contingency	47,663,963	\$ (10,000,000)	37,663,963		37,663,963
<b>Total Requirements</b>	<b>\$ 202,511,260</b>	<b>\$ (10,000,000)</b>	<b>\$ 192,511,260</b>	<b>\$ 3,000,000</b>	<b>\$ 195,511,260</b>

## SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2014-15

	ADOPTED BUDGET June 19, 2014	SUPPLEMENTAL BUDGET December 10, 2014	REVISED APPROPRIATIONS December 10, 2014	CHANGES TO APPROPRIATIONS June 25, 2015	REVISED APPROPRIATIONS June 25, 2015
<b>AIRPORT REVENUE BOND FUND</b>					
Beginning Balance	\$ 25,439,577		\$ 25,439,577		\$ 25,439,577
Bond and Other Debt Proceeds	7,500,000		7,500,000		7,500,000
Interest Income	22,788		22,788		22,788
Transfers from Other Funds	51,417,505		51,417,505		51,417,505
<b>Total Resources</b>	<b>\$ 84,379,870</b>	<b>\$ -</b>	<b>\$ 84,379,870</b>	<b>\$ -</b>	<b>\$ 84,379,870</b>
Debt Service	\$ 51,440,293		\$ 51,440,293		\$ 51,440,293
Unappropriated Ending Balance	32,939,577		32,939,577		32,939,577
<b>Total Requirements</b>	<b>\$ 84,379,870</b>	<b>\$ -</b>	<b>\$ 84,379,870</b>	<b>\$ -</b>	<b>\$ 84,379,870</b>
<b>PASSENGER FACILITY CHARGE (PFC) FUND</b>					
Beginning Balance	\$ 27,827,301		\$ 27,827,301		\$ 27,827,301
Passenger Facility Charge	31,613,275		31,613,275		31,613,275
Interest and Other	36,920		36,920		36,920
<b>Total Resources</b>	<b>\$ 59,477,496</b>	<b>\$ -</b>	<b>\$ 59,477,496</b>	<b>\$ -</b>	<b>\$ 59,477,496</b>
Letter of Credit/Other	\$ 10,000		\$ 10,000		\$ 10,000
Cash Transfers to Other Funds	15,062,877		15,062,877		15,062,877
Contingency	44,404,619		44,404,619		44,404,619
<b>Total Requirements</b>	<b>\$ 59,477,496</b>	<b>\$ -</b>	<b>\$ 59,477,496</b>	<b>\$ -</b>	<b>\$ 59,477,496</b>
<b>PASSENGER FACILITY CHARGE (PFC) BOND FUND</b>					
Beginning Balance	\$ 15,476,035		\$ 15,476,035		\$ 15,476,035
Interest Income	31,116		31,116		31,116
Cash Transfers from Other Funds	14,604,877		14,604,877		14,604,877
<b>Total Resources</b>	<b>\$ 30,112,028</b>	<b>\$ -</b>	<b>\$ 30,112,028</b>	<b>\$ -</b>	<b>\$ 30,112,028</b>
Debt Service	\$ 14,635,993		\$ 14,635,993		\$ 14,635,993
Unappropriated Ending Balance	15,476,035		15,476,035		15,476,035
<b>Total Requirements</b>	<b>\$ 30,112,028</b>	<b>\$ -</b>	<b>\$ 30,112,028</b>	<b>\$ -</b>	<b>\$ 30,112,028</b>
<b>CUSTOMER FACILITY CHARGE (CFC) FUND</b>					
Customer Facility Charge	\$ 13,711,591		\$ 13,711,591		\$ 13,711,591
Interest and Other	52,522		52,522		52,522
Transfers from Other Funds	6,218,448		6,218,448		6,218,448
<b>Total Resources</b>	<b>\$ 19,982,561</b>	<b>\$ -</b>	<b>\$ 19,982,561</b>	<b>\$ -</b>	<b>\$ 19,982,561</b>
Bank Fees/Other	\$ -	\$ 5,000	\$ 5,000		\$ 5,000
Cash Transfers to Other Funds	12,650,000		12,650,000		12,650,000
Contingency	7,332,561	(5,000)	7,327,561		7,327,561
<b>Total Requirements</b>	<b>\$ 19,982,561</b>	<b>\$ -</b>	<b>\$ 19,982,561</b>	<b>\$ -</b>	<b>\$ 19,982,561</b>
<b>TOTAL - ALL FUNDS</b>	<b>\$ 956,055,649</b>	<b>\$ 2,000,000</b>	<b>\$ 958,055,649</b>	<b>\$ 7,500,000</b>	<b>\$ 965,555,649</b>
<b>Less Unappropriated Ending Balances:</b>					
Airport Revenue Bond Fund	\$ 32,939,577		\$ 32,939,577		\$ 32,939,577
Passenger Facility Charge (PFC) Bond Fund	15,476,035		15,476,035		15,476,035
Subtotal Unappropriated Ending Balance	48,415,612	-	48,415,612	-	48,415,612
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 907,640,037</b>	<b>\$ 2,000,000</b>	<b>\$ 909,640,037</b>	<b>\$ 7,500,000</b>	<b>\$ 917,140,037</b>



**ADOPTION OF FISCAL YEAR 2015-16 BUDGET AND ENACTMENT OF ORDINANCE  
NO. 457-T LEVYING PROPERTY TAXES**

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June 25, 2015

Presented by: Suzanne Kenny  
Senior Manager  
Business and Financial Operations**REQUESTED COMMISSION ACTION**

This agenda item requests adoption of the Port of Portland (Port) Budget for Fiscal Year 2015-16 and enactment of Ordinance No. 457-T, levying property taxes for Fiscal Year 2015-16.

**BACKGROUND**

The Port Commission reviewed the Port's Proposed Budget for Fiscal Year 2015-16 at a public hearing in April 2015, and in May approved the Budget for submission to the Tax Supervising and Conservation Commission (TSCC). On June 10, 2015, the TSCC held a public meeting on the Port's Budget for Fiscal Year 2015-16 and certified the Budget with no objections.

**ADOPTION OF THE FISCAL YEAR 2015-16 BUDGET**

The Budget submitted for adoption today contains changes from the amounts approved by the Commission in May and reviewed with the TSCC on June 10, in the General Fund, Airport Revenue Fund, and Airport Construction Fund. These changes are within the limits of ORS 294.456 and are detailed on the attached exhibits. Exhibits C and D outline and explain these changes. Changes to the appropriation categories within each fund are shown on Exhibit E. The changes in the following areas represent an increase of \$11,073,419 from the budget approved by the Commission on May 13, 2015. This increase is driven primarily by the following changes:

- Operating Revenues are increased by \$9,944,884, primarily due to anticipated land sales in the Gresham Vista Industrial Park, as well as revised estimates of Portland International Airport roadway access fees and other costs reimbursed by the airlines.
- Operating Expenditures are increased by \$511,228, primarily due to costs associated with the anticipated Gresham Vista land sales.
- Transfers To and From Other Funds are increased by \$1,128,534, reflecting the net impact of transfer changes between funds.
- Finally, contingency is increased by \$9,433,657, reflecting the net impact of all changes, but primarily due to the anticipated Gresham Vista land sales.

The total Budget for Fiscal Year 2015-16 is \$1,057,963,896. Total Appropriations are \$1,011,211,912 and are shown on Exhibit E. The difference of \$46,751,984 is the total of debt service reserve amounts, which are classified under budget law as Unappropriated Ending Balance in the Airport Revenue Bond Fund and in the Passenger Facility Charge Bond Fund.



ADOPTION OF FISCAL YEAR 2015-16 BUDGET AND ENACTMENT OF ORDINANCE NO.  
457-T LEVYING PROPERTY TAXES

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**ORDINANCE NO. 457-T**

Ordinance No. 457-T authorizes the Port's tax levy for Fiscal Year 2015-16. The Bond Construction Fund levy will be at the Measure 50 permanent rate of \$0.0701 per thousand dollars of assessed value. Resources from the Port's property tax levy are estimated at \$10,546,080, which is the same amount as the estimate in the Budget approved by the Commission in May.

**EXECUTIVE DIRECTOR'S RECOMMENDATION**

The Executive Director recommends that the following resolutions be adopted:

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

1. The Port of Portland has, in the time and manner required by law, submitted its Budget for the Fiscal Year July 1, 2015, to June 30, 2016, to the Tax Supervising and Conservation Commission at the time and place fixed by the Tax Supervising and Conservation Commission; and
2. No orders or objections were made by the Tax Supervising and Conservation Commission; and

BE IT FURTHER RESOLVED, That the amounts shown on Exhibit E and for the purposes shown on Exhibits C and D, incorporated by this reference, are hereby appropriated for the Fiscal Year beginning July 1, 2015, in a total amount of \$1,011,211,912; and

BE IT FURTHER RESOLVED, That a copy of Exhibit E, Schedule of Appropriations Fiscal Year 2015-16, shall be attached to the minutes of this meeting; and

BE IT FURTHER RESOLVED, That the Budget for Fiscal Year 2015-16 in the total amount of \$1,057,963,896 is hereby adopted; and

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

The Executive Director further recommends:

1. That Ordinance No. 457-T, levying taxes to be collected for Fiscal Year 2015-16, be read by title only; and
2. That Ordinance No. 457-T be enacted by a roll call vote.

**ORDINANCE NO. 457-T  
OF THE PORT OF PORTLAND**

AN ORDINANCE LEVYING TAXES TO BE COLLECTED IN THE FISCAL YEAR  
JULY 1, 2015 TO JUNE 30, 2016, UPON THE TAXABLE PROPERTY WITHIN  
THE BOUNDARIES OF THE PORT OF PORTLAND.

BE IT ENACTED BY THE PORT OF PORTLAND:

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

- A. That the Port, situated within the Portland metropolitan area as defined by ORS 778.010, has in the time and manner required by law submitted its Budget for Fiscal Year 2015-16 to the Tax Supervising and Conservation Commission (TSCC) at the time and place fixed by the TSCC;
- B. That the Budget, as submitted to the TSCC, provides that taxes are to be levied at the Measure 50 permanent rate of \$0.0701 per thousand dollars of assessed value for the general purposes of the Port;
- C. That the TSCC, after its hearing on the 10th day of June 2015, has certified pursuant to ORS 294.645 that it has no objections to the Budget as submitted.

Section 2 - Authorization of Tax Levy - The following taxes are hereby imposed and categorized for the tax year 2015-16 upon the assessed value of all taxable property within the Port's district:

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

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

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

By: \_\_\_\_\_  
Assistant Secretary

By: \_\_\_\_\_  
President

APPROVED AS TO LEGAL SUFFICIENCY

\_\_\_\_\_  
Counsel for the Port of Portland

Approved by the Commission on:

Date: \_\_\_\_\_

## EXPLANATION OF CHANGES - FISCAL YEAR 2015-16

<b>Resources</b>	<b>BUDGET SUBMITTED FOR APPROVAL ON MAY 13, 2015</b>	<b>REVISIONS</b>	<b>BUDGET SUBMITTED FOR ADOPTION ON JUNE 25, 2015</b>	<b>EXPLANATION</b>
Beginning Balance	\$ 399,660,817	\$ -	\$ 399,660,817	
Operating Revenue	285,343,040	9,944,884	295,287,924	Anticipated Gresham Vista land sales, as well as revised estimates of PDX roadway access fees and other costs reimbursed by the airlines.
Grants/Interest Income/Other	67,356,624	-	67,356,624	
Taxes	10,546,080	-	10,546,080	
Bond And Other Debt Proceeds	53,750,000	-	53,750,000	
<b>Subtotal - Resources</b>	<b>\$ 816,656,561</b>	<b>\$ 9,944,884</b>	<b>\$ 826,601,445</b>	
Transfer From Other Funds	230,233,917	1,128,534	231,362,451	Net impact of transfer changes between funds.
<b>Total Resources</b>	<b>\$ 1,046,890,477</b>	<b>\$ 11,073,419</b>	<b>\$ 1,057,963,896</b>	
<b>Requirements</b>				
<b>Operating Expenditures</b>				
Administration	\$ 53,402,444	\$ 40	53,402,484	Miscellaneous changes.
Marine	24,419,650	165,546	24,585,196	Revised estimates of T6 ICTSI maintenance reimbursement costs.
Industrial Development	5,511,788	610,595	6,122,383	Expenses associated with anticipated Gresham Vista land sales.
Navigation	9,702,396	8,967	9,711,363	Refined estimates of Navigation personnel services costs.
General Aviation	2,546,733	(14,667)	2,532,066	Reduction to estimates for property insurance.
Commercial Aviation	93,788,838	(259,254)	93,529,584	Reduction to estimates for property insurance.
<b>Subtotal - Operating Expenditures</b>	<b>\$ 189,371,849</b>	<b>\$ 511,228</b>	<b>\$ 189,883,076</b>	
<b>Capital Expenditures</b>				
Corporate Administration	\$ 3,632,000	-	3,632,000	
Marine	6,390,000	-	6,390,000	
Industrial Development	19,679,206	-	19,679,206	
Navigation	8,212,400	-	8,212,400	
General Aviation	3,965,000	-	3,965,000	
Commercial Aviation	187,632,230	-	187,632,230	
Capitalized Labor	(12,743,701)	-	(12,743,701)	
<b>Subtotal - Capital Expenditures</b>	<b>\$ 216,767,135</b>	<b>\$ -</b>	<b>\$ 216,767,135</b>	
Transfer To Other Funds	\$ 230,233,917	\$ 1,128,534	\$ 231,362,451	Net impact of transfer changes between funds.
Other Environmental	13,508,291	-	13,508,291	
Other	775,000	-	775,000	
Long-Term Debt Payments	81,598,620	-	81,598,620	
Contingency	267,883,682	9,433,657	277,317,339	Increase due to anticipated Gresham Vista land sales.
Unappropriated Balance	46,751,984	-	46,751,984	
<b>Total Requirements</b>	<b>\$ 1,046,890,477</b>	<b>\$ 11,073,419</b>	<b>\$ 1,057,963,896</b>	

## EXPLANATION OF FUND CHANGES - FISCAL YEAR 2015-16

FUNDS	BUDGET SUBMITTED FOR APPROVAL ON MAY 13, 2015	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 25, 2015	EXPLANATION
<b>General Fund</b>	\$ 220,853,609	\$ 9,010,146	\$ 229,863,755	Increase resulting primarily from anticipated Gresham Vista land sales.
<b>Airport Revenue Fund</b>	315,846,095	869,280	316,715,375	Net impact of revised PDX roadway access fee estimates, outside services, and property insurance.
<b>Bond Construction Fund</b>	51,888,606	-	51,888,606	
<b>Airport Construction Fund</b>	226,004,867	1,193,993	227,198,860	Increased transfers to the Airport Construction Fund from the Airport Revenue Fund as a result of additional Airport Revenue Fund resources.
<b>Airport Revenue Bond Fund</b>	87,359,831	-	87,359,831	
<b>PFC Fund</b>	86,374,425	-	86,374,425	
<b>PFC Bond Fund</b>	29,286,200	-	29,286,200	
<b>CFC Fund</b>	29,276,844	-	29,276,844	
<b>Total</b>	<u>\$ 1,046,890,477</u>	<u>\$ 11,073,419</u>	<u>\$ 1,057,963,896</u>	

## SCHEDULE OF APPROPRIATIONS - FISCAL YEAR 2015-16

	BUDGET PROPOSAL SUBMITTED ON APRIL 8, 2015	REVISIONS	BUDGET SUBMITTED FOR APPROVAL ON MAY 13, 2015	REVISIONS	BUDGET SUBMITTED FOR ADOPTION ON JUNE 25, 2015
<b>GENERAL FUND</b>					
Administration	\$ 53,602,444	\$ (200,000)	\$ 53,402,444	\$ 40	\$ 53,402,484
Marine	25,689,694	(1,270,044)	24,419,650	165,546	24,585,196
Industrial Development	5,511,788	-	5,511,788	610,595	6,122,383
Navigation	9,702,396	-	9,702,396	8,967	9,711,363
General Aviation	2,546,733	-	2,546,733	(14,667)	2,532,066
<b>Total Departments</b>	<b>\$ 97,053,055</b>	<b>\$ (1,470,044)</b>	<b>\$ 95,583,010</b>	<b>\$ 770,482</b>	<b>\$ 96,353,492</b>
Service Reimbursements	\$ 489,330	\$ -	\$ 489,330	\$ -	\$ 489,330
Other Environmental	13,508,291	-	13,508,291	-	13,508,291
Long-Term Debt Payments	11,704,573	-	11,704,573	-	11,704,573
System Development Charges / Other	5,000	-	5,000	-	5,000
Cash Transfers to Other Funds	26,447,437	-	26,447,437	-	26,447,437
Contingency	72,180,927	935,041	73,115,969	8,239,664	81,355,632
<b>Total Requirements</b>	<b>\$ 221,388,613</b>	<b>\$ (535,003)</b>	<b>\$ 220,853,609</b>	<b>\$ 9,010,146</b>	<b>\$ 229,863,755</b>
<b>AIRPORT REVENUE FUND</b>					
Operating Expenditures	\$ 94,099,206	\$ (310,367)	\$ 93,788,838	\$ (259,253)	\$ 93,529,585
System Development Charges/Other	5,000	-	5,000	-	5,000
Service Reimbursements	26,843,269	155,891	26,999,161	(48,766)	26,950,395
Cash Transfers to Other Funds	109,394,801	(303,748)	109,091,053	1,177,299	110,268,352
Contingency	85,962,043	-	85,962,043	-	85,962,043
<b>Total Requirements</b>	<b>\$ 316,304,319</b>	<b>\$ (458,224)</b>	<b>\$ 315,846,095</b>	<b>\$ 869,280</b>	<b>\$ 316,715,375</b>
<b>BOND CONSTRUCTION FUND</b>					
Capital Outlay	\$ 38,292,660	\$ 14,981	\$ 38,307,641	\$ -	\$ 38,307,641
Service Reimbursements	3,585,946	(14,981)	3,570,965	-	3,570,965
Cash Transfers to Other Funds	10,000	-	10,000	-	10,000
Contingency	10,000,000	-	10,000,000	-	10,000,000
<b>Total Requirements</b>	<b>\$ 51,888,606</b>	<b>\$ 0</b>	<b>\$ 51,888,606</b>	<b>\$ -</b>	<b>\$ 51,888,606</b>
<b>AIRPORT CONSTRUCTION FUND</b>					
Capital Outlay	\$ 178,434,474	\$ 25,021	\$ 178,459,495	\$ -	\$ 178,459,495
Bond Issue Costs/Other	750,000	-	750,000	-	750,000
Service Reimbursements	9,197,756	(25,021)	9,172,735	-	9,172,735
Cash Transfers to Other Funds	2,750,000	-	2,750,000	-	2,750,000
Contingency	32,379,103	2,493,534	34,872,637	1,193,994	36,066,630
<b>Total Requirements</b>	<b>\$ 223,511,333</b>	<b>\$ 2,493,534</b>	<b>\$ 226,004,867</b>	<b>\$ 1,193,994</b>	<b>\$ 227,198,860</b>
<b>AIRPORT REVENUE BOND FUND</b>					
Long-Term Debt Payments	\$ 57,735,495	\$ (2,800,000)	\$ 54,935,495	\$ -	\$ 54,935,495
Unappropriated Ending Balance	32,424,336	-	32,424,336	-	32,424,336
<b>Total Requirements</b>	<b>\$ 90,159,831</b>	<b>\$ (2,800,000)</b>	<b>\$ 87,359,831</b>	<b>\$ -</b>	<b>\$ 87,359,831</b>
<b>PASSENGER FACILITY CHARGE (PFC) FUND</b>					
Letter of Credit/Other	\$ 10,000	\$ -	\$ 10,000	\$ -	\$ 10,000
Cash Transfers to Other Funds	25,603,236	-	25,603,236	-	25,603,236
Contingency	60,761,189	-	60,761,189	-	60,761,189
<b>Total Requirements</b>	<b>\$ 86,374,425</b>	<b>\$ -</b>	<b>\$ 86,374,425</b>	<b>\$ -</b>	<b>\$ 86,374,425</b>
<b>PASSENGER FACILITY CHARGE (PFC) BOND FUND</b>					
Long-Term Debt Payments	\$ 14,958,552	\$ -	\$ 14,958,552	\$ -	\$ 14,958,552
Unappropriated Ending Balance	14,327,648	-	14,327,648	-	14,327,648
<b>Total Requirements</b>	<b>\$ 29,286,200</b>	<b>\$ -</b>	<b>\$ 29,286,200</b>	<b>\$ -</b>	<b>\$ 29,286,200</b>
<b>CUSTOMER FACILITY CHARGE (CFC) FUND</b>					
Bank Fees / Other	\$ -	\$ 5,000	\$ 5,000	\$ -	\$ 5,000
Cash Transfers to Other Funds	26,100,000	-	26,100,000	-	26,100,000
Contingency	3,176,844	(5,000)	3,171,844	-	3,171,844
<b>Total Requirements</b>	<b>\$ 29,276,844</b>	<b>\$ -</b>	<b>\$ 29,276,844</b>	<b>\$ -</b>	<b>\$ 29,276,844</b>
<b>TOTAL ALL FUNDS</b>	<b>\$ 1,048,190,170</b>	<b>\$ (1,299,693)</b>	<b>\$ 1,046,890,477</b>	<b>\$ 11,073,419</b>	<b>\$ 1,057,963,896</b>
<b>Less Unappropriated Ending Balances:</b>					
Airport Revenue Bond Fund	\$ 32,424,336		\$ 32,424,336		\$ 32,424,336
Passenger Facility Charge (PFC) Bond Fund	14,327,648		14,327,648		14,327,648
Subtotal Unappropriated Ending Balance	46,751,984	-	46,751,984	-	46,751,984
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 1,001,438,186</b>	<b>\$ (1,299,693)</b>	<b>\$ 1,000,138,494</b>	<b>\$ 11,073,419</b>	<b>\$ 1,011,211,912</b>