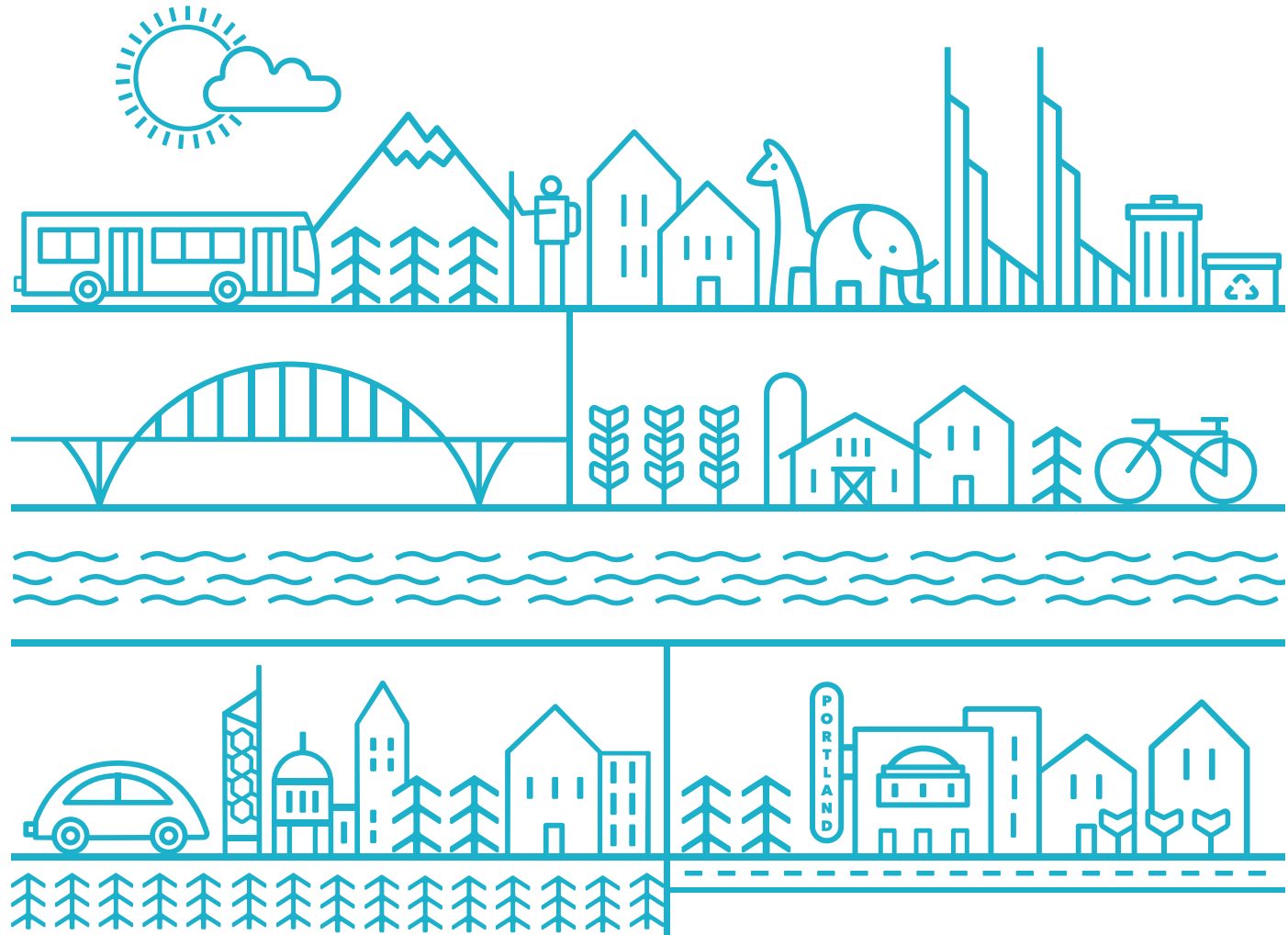




Metro



Proposed Budget

FY 2018-19

Overview

- Budget message
- Budget by the numbers
- Office of Metro Auditor
- Moving the budget forward
- Public Hearing

Budget message

Budget Focus

Continue to deliver high quality public services

Diversity, Equity and Inclusion

Tackle financial headwinds

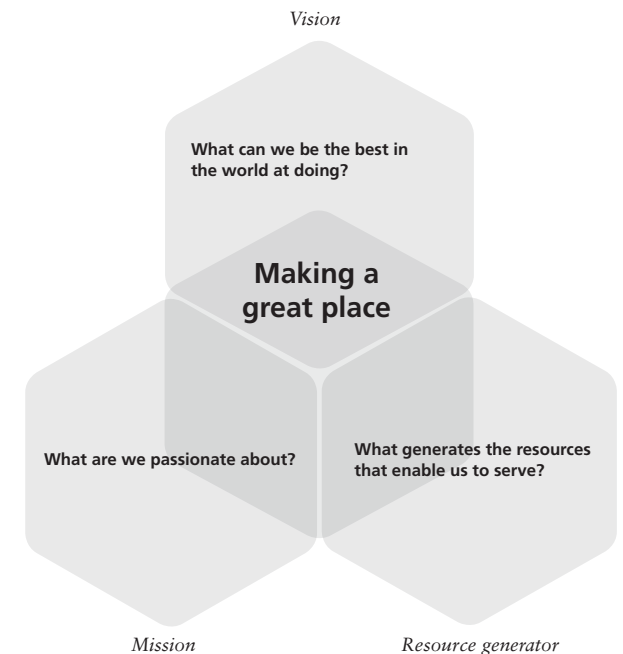
Invest in agency infrastructure

Decision-making tools

- 6 desired regional outcomes



- Metro Compass



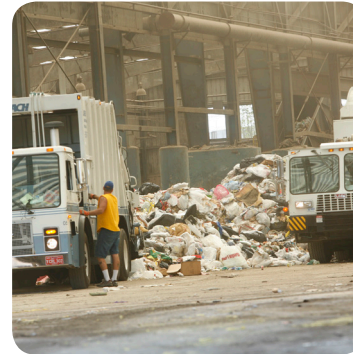
- Guidance from Council work session
- Internal Agency Goals
- Department mission-critical plans

What the budget looks like

	FY 2017-18 Amended Budget	FY 2018-19 Proposed Budget	% Change
Operating Funds	\$432,700,000	\$462,400,000	7%
Bond/Capital Funds	\$81,300,000	\$117,100,000	44%
Debt Service Funds	\$123,000,000	\$72,200,000	(41%)
Other Funds	\$9,700,000	\$9,400,000	(3%)
Total All Funds	\$646,700,000	\$661,100,000	2%
FTE	883.56	915.26	4%

What the budget delivers

- Council Direction for FY 2018-2019
 - Metro is a good steward of the things that create regional livability.
 - Metro connects urban/rural, built/natural in one vision of a highly livable place for all.
 - Metro is working to ensure that all communities and all people in the region have access to the six desired regional outcomes.



What the budget delivers

Strategic goals and key initiatives identified by Council

Transportation

- 2018 Regional Transportation plan
- Long term funding coalition and possible 2020 funding measure

Land Use

- 2018 Urban Growth Management Decision
- Equitable Housing Strategy and 2018 Affordable Housing Measure

What the budget delivers

Strategic goals and key initiatives identified by Council

Parks and Nature

- Possible 2019 Parks and Nature Bond Measure
- Convening discussions about long term funding for natural areas operations

Solid Waste

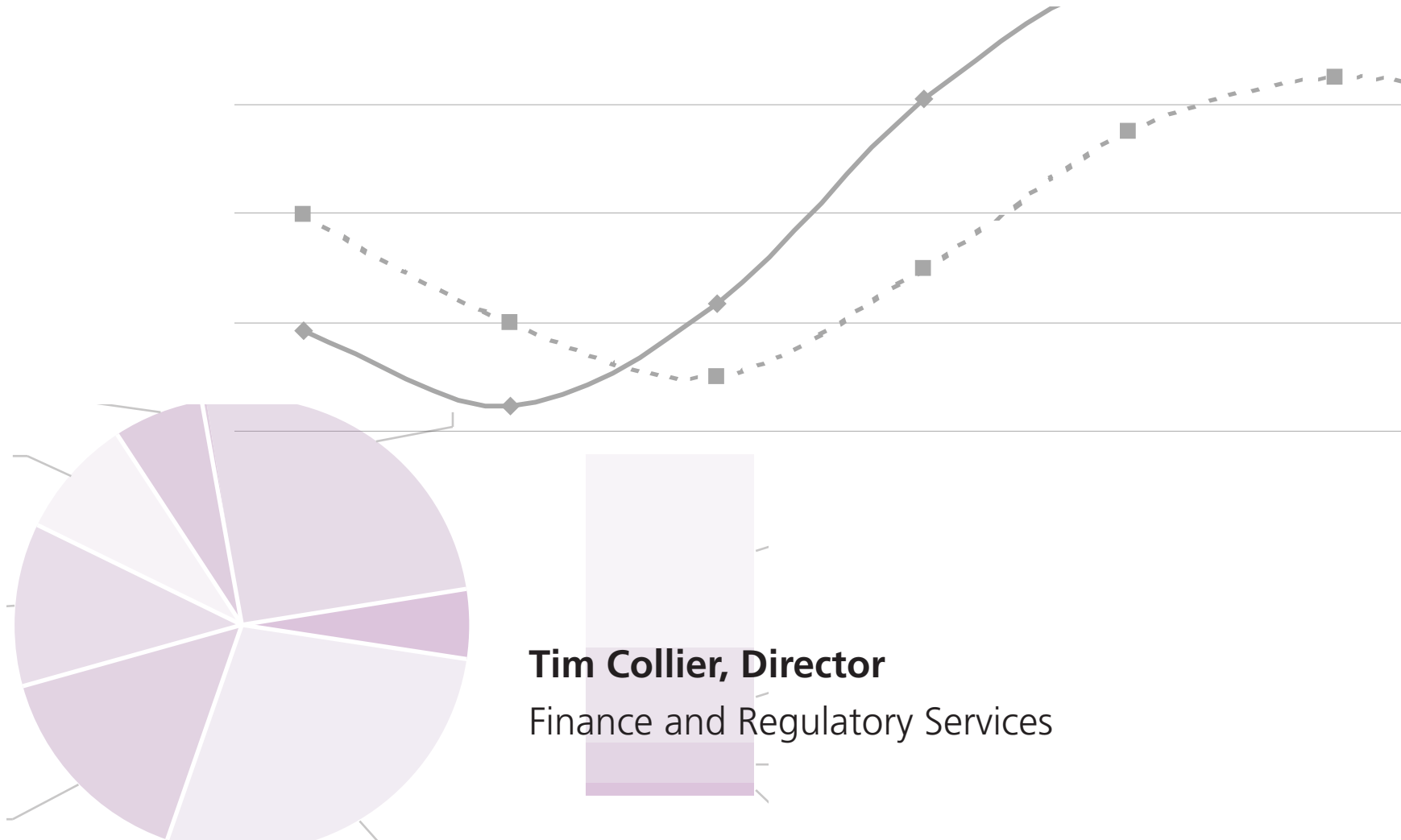
- Solid Waste Roadmap Decisions to support post-2019 operating environment



Metro

2018-19 Proposed Budget

Budget by the numbers



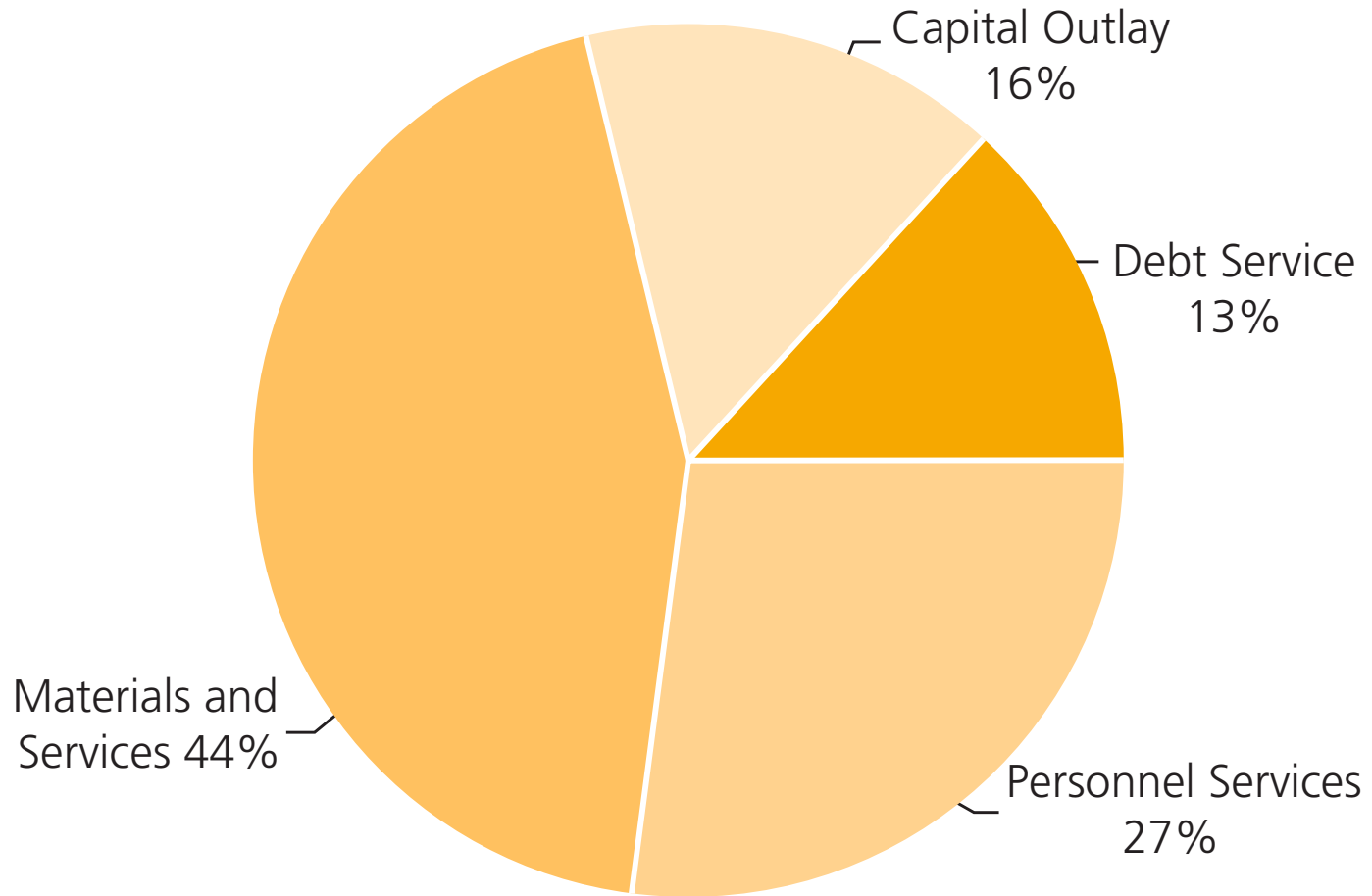
The Budget Summary

	FY 17-18 Amended Budget	FY 18-19 Proposed Budget	Budget % Change
Total Budget <i>(all resources and requirements)</i>	\$647 million	\$661 million	2%
Current Revenues	356 million	320 million	(10%)
Current Expenditures	431 million	419 million	(3%)
Wages and benefits	105 million	113 million	8%
Full-time positions	883.56 FTE	915.26 FTE	31.70 FTE

Budget by fund

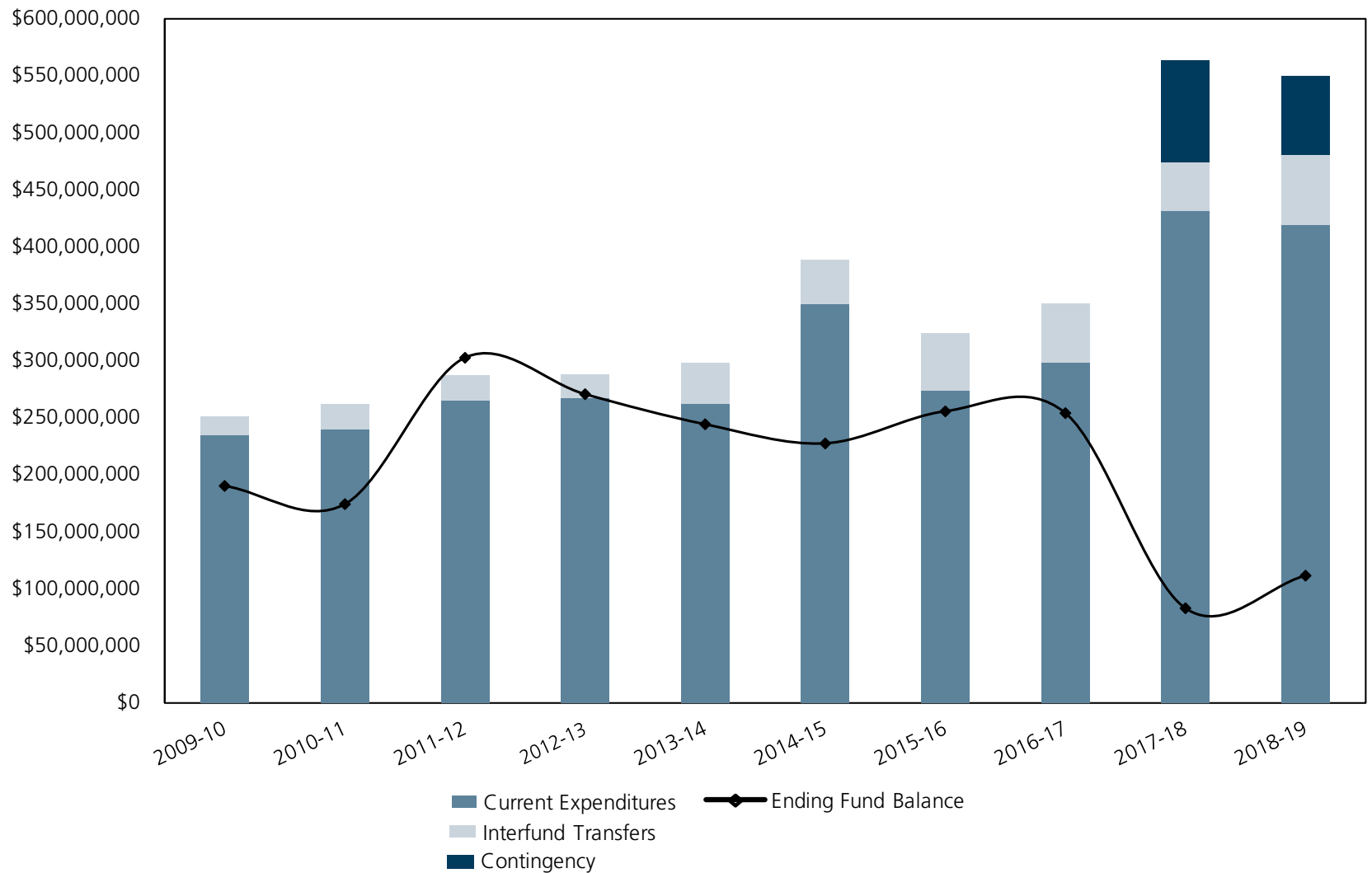
	FY 2017-18 Amended Budget	FY 2018-19 Proposed Budget	% Change
Operating Funds			
General Fund	\$114,000,000	\$125,900,000	10%
MERC Fund	134,300,000	137,500,000	2%
Oregon Zoo Operating Fund	42,300,000	46,500,000	10%
Parks and Natural Areas Local Option Levy Fund	21,300,000	21,900,000	3%
Solid Waste Revenue Fund	120,800,000	130,600,000	8%
<i>Total Operating</i>	\$432,700,000	\$462,400,000	7%
Bond/Capital Funds			
General Assets Management Fund	16,400,000	39,100,000	
Natural Areas Fund	25,400,000	32,100,000	
Open Spaces Fund	300,000	300,000	
Oregon Zoo Asset Management Fund	5,600,000	5,500,000	
Oregon Zoo Infrastructure Bond Fund	33,600,000	40,100,000	
<i>Total Bond/Capital</i>	\$81,300,000	\$117,100,000	44%
Debt Service Funds			
General Obligation Bond Debt Service Fund	35,000,000	46,800,000	
General Revenue Bond Fund	88,000,000	25,400,000	
<i>Total Debt Service</i>	\$123,000,000	\$72,200,000	(41%)
Other Funds			
Cemetery Perpetual Care Fund	700,000	700,000	
Community Enhancement Fund	2,200,000	2,200,000	
Risk Management Fund	4,100,000	4,500,000	
Smith & Bybee Wetlands Fund	2,700,000	2,000,000	
<i>Total Other</i>	\$9,700,000	\$9,400,000	(3%)
Total All Funds	\$646,700,000	\$661,100,000	2%
FTE	883.56	915.26	4%

Category of Expense

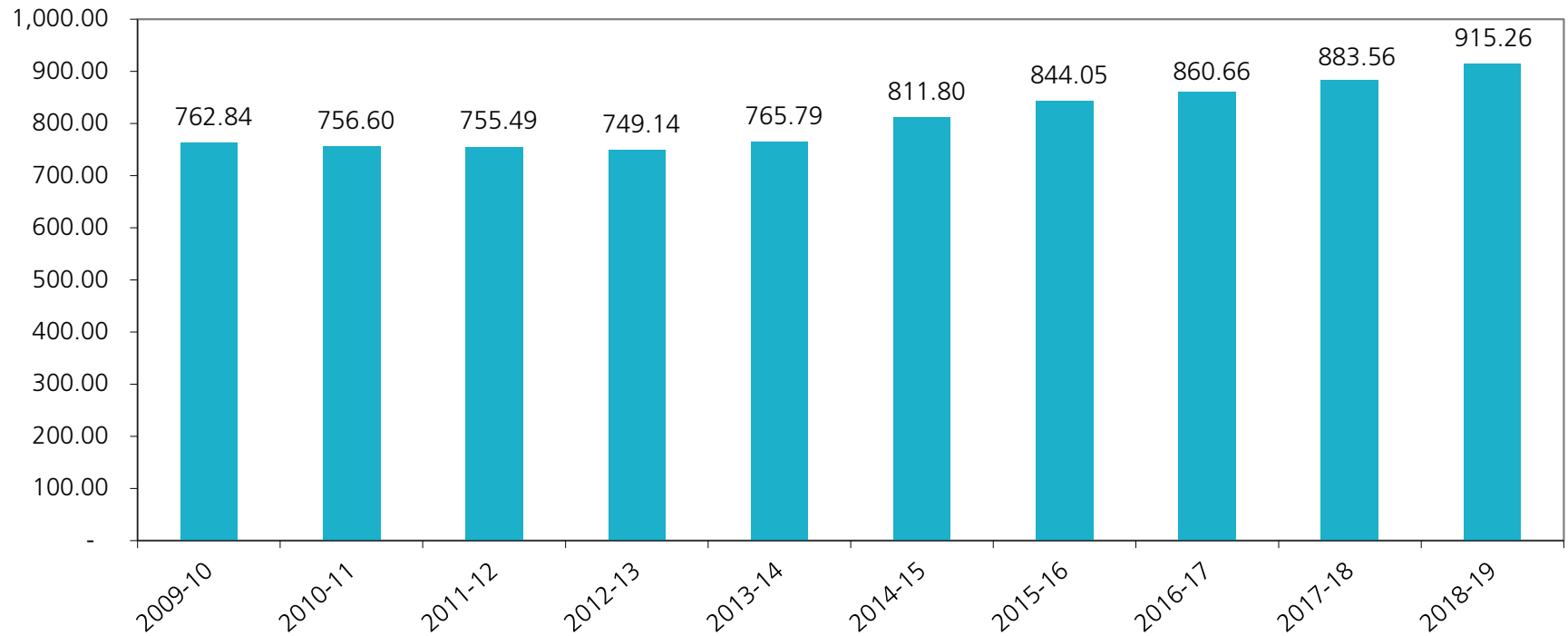


Total current expenditures: \$419,201,429

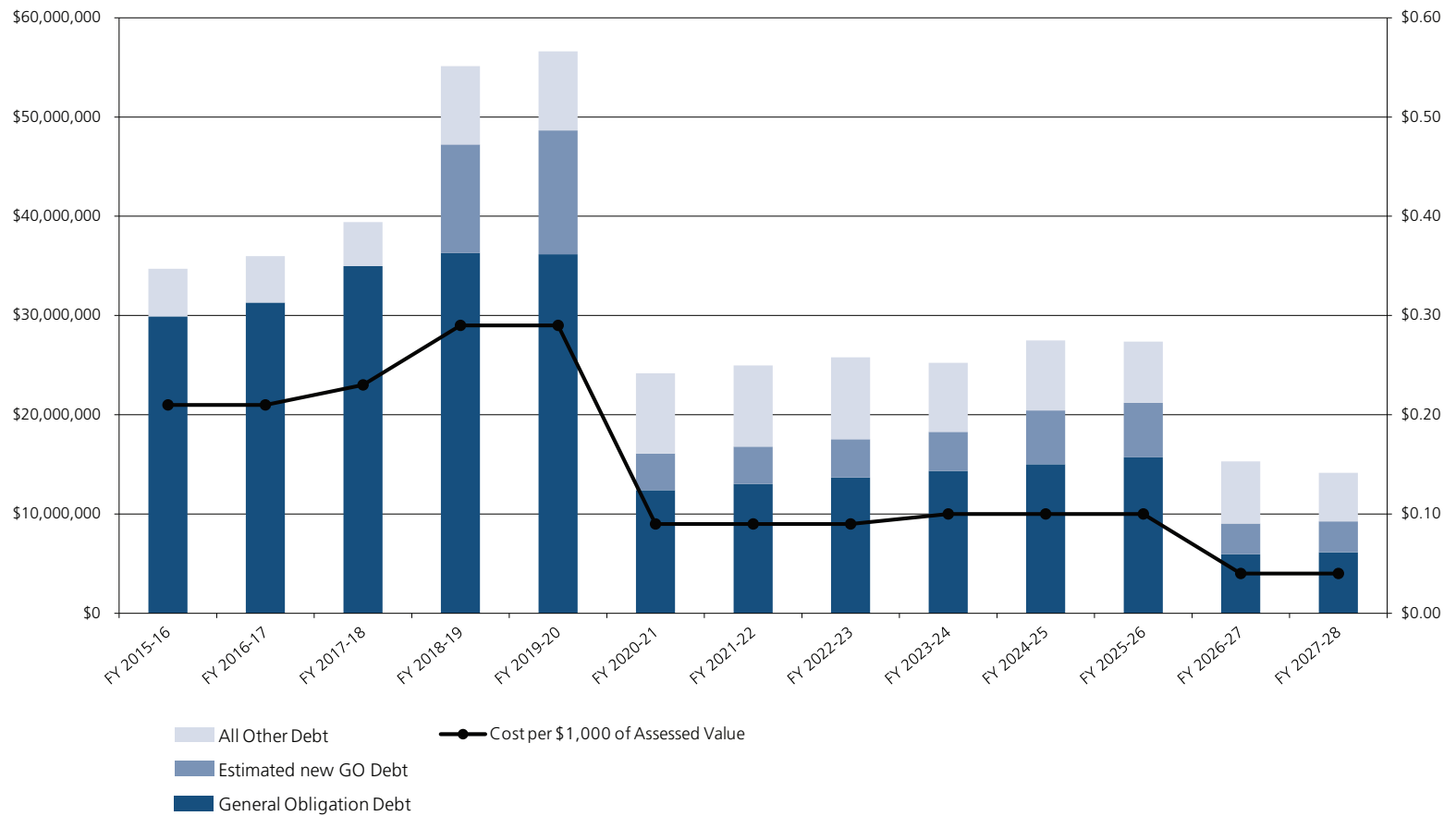
10-year expenditure history



10-year total agency FTE history



Debt service obligations



Property tax levy

	Principal	Interest	Total
<i>General Obligation Bonds</i>			
Natural Areas 2012A Series	\$3,960,000	\$2,533,950	\$6,493,950
Natural Areas 2018 Series	7,945,000	1,467,706	9,412,706
Oregon Zoo Infrastructure 2012A Series	2,770,000	1,929,825	4,699,825
Oregon Zoo Infrastructure 2016 Series	8,825,000	846,500	9,671,500
Oregon Zoo Infrastructure 2018 Series	530,000	522,222	1,052,222
<i>General Obligation Refunding Bonds</i>			
Natural Areas 2014 Series	14,115,000	1,320,350	15,435,350
	\$38,145,000	\$8,620,553	\$46,765,553

Property Taxes	FY 2017-18 Amended Budget	FY 2018-19 Proposed Budget
Permanent Operating Rate (per thousand)	9.66¢	9.66¢
Parks and Natural Areas Local Option Levy (per thousand)	9.60¢	9.60¢
Debt service (per thousand)	22¢	28¢
Average homeowner (\$200,000 assessed value) (\$250,000 market value)	\$83	\$95

Transient Lodging Tax (TLT)

Revenues	2014-15 Actual	2015-16 Actual	2016-17 Actual	2017-18 Amended	2018-19 Budget*
OCC	\$9,519,000	\$10,186,000	\$10,899,000	\$11,662,000	\$17,990,000
Portland'5	1,311,000	1,341,000	1,356,000	1,391,000	1,425,000
Expo	-	-	-	-	1,120,000
Pooled Capital	5,242,000	6,741,000	6,526,000	6,741,000	-
TOTAL	\$16,072,000	\$18,268,000	\$18,781,000	\$19,794,000	\$20,535,000

* In FY 2018-19 Pooled Capital is budgeted directly to Venue (OCC 85% and Expo 15%)

Venue Summary

	FY 2017-18 Amended Budget	FY 2018-19 Proposed Budget	% Change
Venue Total Budget			
OCC	\$81,500,000	\$86,600,000	6%
Oregon Zoo	42,300,000	46,500,000	10%
Portland'5	31,600,000	32,800,000	4%
Expo	13,100,000	11,400,000	(13%)
Admin	8,100,000	6,700,000	(17%)
<i>Total</i>	\$176,600,000	\$184,000,000	4%
Venue Full Time Positions			
OCC	115.65	118.42	2%
Oregon Zoo	204.60	206.25	1%
Portland'5	56.40	60.71	8%
Expo	15.80	16.42	4%
Admin	7.80	4.42	(43%)
<i>Total</i>	400.25	406.22	1%



Office of the Metro Auditor

FY 2018-19 Proposed Budget



Mission

- Ensure that Metro is accountable to the public
- Ensure that Metro activities are transparent
- Improve the efficiency, effectiveness and quality of Metro services and activities

Accomplishments FY 2017-18



- ❑ Completed 6 audits
- ❑ Managed 31 reports to the Accountability Hotline
- ❑ Administered contract with external auditor firm for the annual financial audit
- ❑ Reduced cost of financial audit services for FY2017-18 and FY2018-19

Accomplishments FY 2017-18

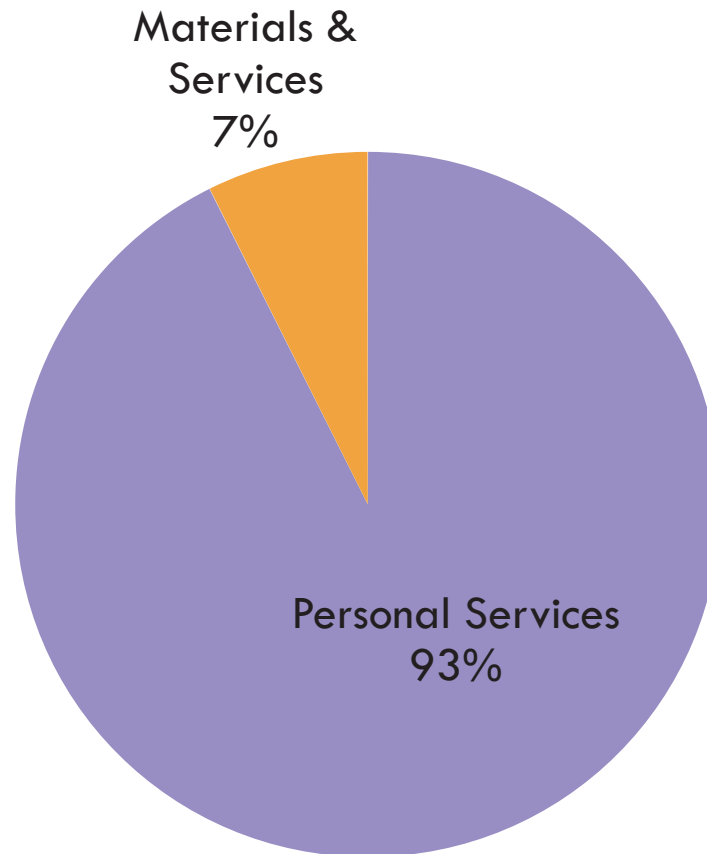


Audits completed

- ▣ Zoo Quality of Life Program (November 2017)
- ▣ Payroll (December 2017)
- ▣ Public Records Requests (January 2018)
- ▣ Social Media (January 2018)
- ▣ Risk Management Program follow-up (April 2018)
- ▣ Financial Condition of Metro (to be released May 2018)



Proposed FY2018-19 Budget





Comparison to Previous Years

	FY2016-17 Actual	FY2017-18 Adopted	FY2018-19 Proposed
Personnel	\$592,050	\$712,834	\$707,647
Materials & Services	\$30,315	\$38,500	\$56,500
TOTAL	\$622,365	\$751,334	\$764,147



Audits Underway:

- ❑ Financial condition of Metro (FY2007-08 to FY2016-17)
- ❑ Sponsorships follow-up
- ❑ Emergency preparedness
- ❑ Information security/technology



Metro

2018-19 Proposed Budget

Moving the budget forward

Martha Bennett

Chief Operating Officer

Moving the budget forward

- Approving, and ultimately adopting, a balanced budget now becomes the Council's challenge

Does the budget move Metro and the region in the right direction?

Does the budget strike the right balance in responding to both program needs and ensuring funding for future years?

Does the budget reflect your guidance?

Does the budget continue to maintain the confidence of Metro's citizens?

Next important dates

			Public Hearing
April	April 12	Budget introduced	*
	April 17	Council worksession on proposed budget	
May	May 3	Public Hearing Resolution to approve budget, set tax levy, forward budget to TSCC Budget ordinance continued to June	*
	May 15	Budget documents to TSCC	
June	June 7	TSCC review and hearing	*
	June 14	Final amendments	*
	June 21	Budget adoption	*
July	July 1	New budget begins	
	July 15	Tax levy submitted to counties	

Acknowledgements

Thanks to:

Finance Team

Program Managers and Analysts

Senior Leadership Team

Cover Design

Creative Services

Thank you



To view Metro's budget and the budget message in its entirety please visit:

www.oregonmetro.gov/budget