



FY 2007 Year-End

General Fund Report and Status of Contingency

Multnomah County Budget Office

June 21, 2007

Introduction

- Purpose of This Report
 - Provide BCC w/ Most Recent Forecast Update

- Revenue Forecast
 - Changes to Forecast Since FY07_Q3 Update
 - Impact on OTO Revenue Available FY 2008 and FY 2009

- Expenditure Forecast
 - Review of Final Spending Estimates
 - Contingency Requests



FY 2007 Revenues

Revenue Forecast Comparison

Comparison of Quarterly Forecasts Prepared for the General Fund

	Adopted Budget	Second Quarter Estimate	Third Quarter Estimate	Final FY 2007 Estimate
Property Taxes	\$ 196,783,515	\$ 197,339,107	\$ 197,339,107	\$ 197,339,107
Business Income Tax	40,500,000	51,750,000	56,275,000	57,500,000
Motor Vehicle Rental	11,750,000	12,207,113	12,176,091	12,176,091
A&T Sources (1)	9,426,000	9,697,904	9,581,603	9,610,271
State Shared Sources (2)	7,848,524	8,341,543	8,341,543	8,341,543
Interest Earnings	2,200,000	2,849,646	2,849,646	5,500,000
Subtotal	\$ 268,508,039	\$ 282,185,313	\$ 286,562,990	\$ 290,467,012
Beginning Working Capital	47,200,000	54,963,630	54,963,630	54,963,630
All Other GF (3)	49,691,121	46,207,748	46,229,346	45,244,733
Total General Fund	\$ 365,399,160	\$ 383,356,691	\$ 387,755,966	\$ 390,675,376

Notes:

1. A&T Sources = State "CAFFA" Grant and Recording Fees
2. State Shared Sources = Video Lottery, Cigarette, Liquor, and Amusement Device Taxes
3. All Other GF = Department Specific Revenues and Prior Year ITAX Collections

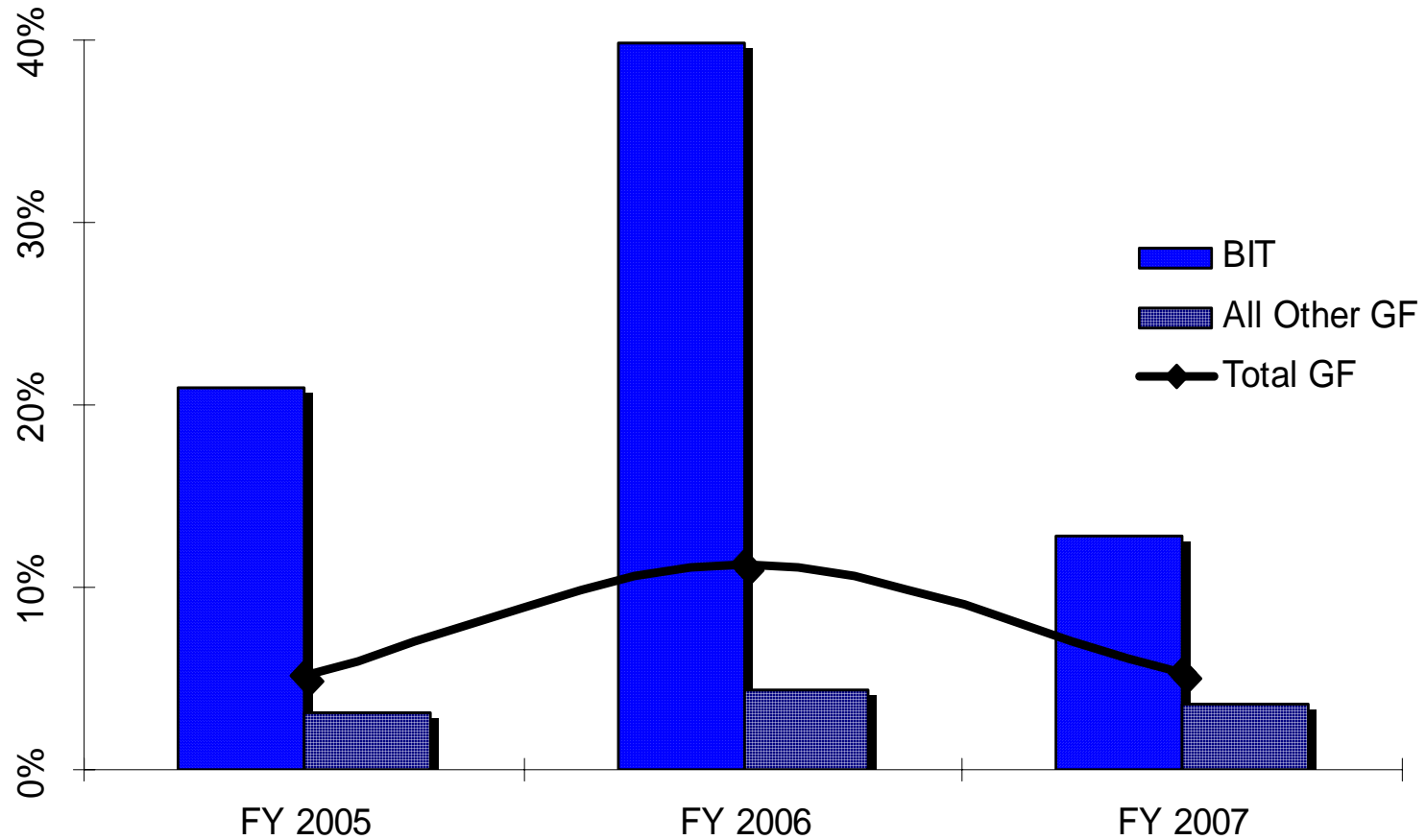


Forecast Updates

- Overall GF Revenue – Almost 7% Higher Than Budget
 - Forecast Revenue 2% Higher Since FY07_Q1 Report
- BIT – FY 2007 Another Double Digit Growth Year - Estimate Revenue to Increase 13% to 15%
- Interest Earnings Well Above Forecast
- Revenue Growth Continues to Exceed Forecast
 - Third Consecutive Quarter of Increased Revenue
 - Three Years of Higher Than “Normal” Growth
 - Expect Return to Historical Averages – Not a Decline, But a Slowing in the Rate of Growth



Revenue Growth – Past Three Years



Current Year Spending

- Final Estimate Based on Spending Through Period 11 (May, 2007)
- Overall Spending Forecast @ 98% to 98.5% of Budget
 - Typical of Past Few Years Spending Patterns
- Forecast Reflects Additional Resources For:
 - Health Department
 - Sheriff's Office
- Contingency Requests on Today's Agenda
- Variables That May Impact Final Year-End Balance



FY 2007 Expenditures

Estimated Spending by Department

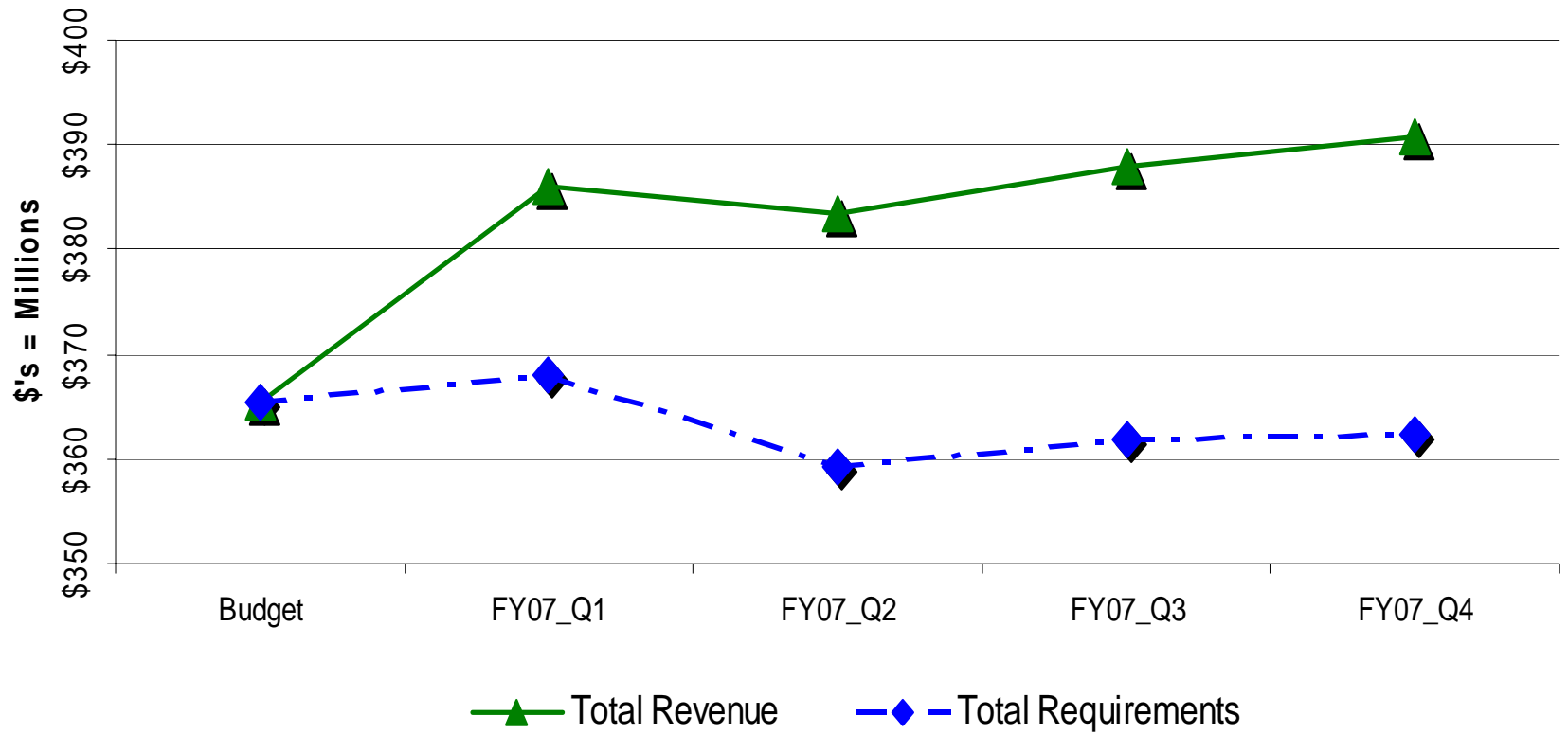
Based on Actuals as of May 31st

	Estimate 1	Estimate 2
NonDepartmental	\$ 31,810,779	\$ 31,262,438
District Attorney	17,972,123	18,062,022
School & Community Partnerships	15,462,568	15,481,528
County Human Services	30,152,411	30,373,718
Health Department	53,615,914	53,172,332
Community Justice	48,132,203	47,908,831
Sheriff's Office	94,574,747	94,280,430
County Management	29,044,455	28,919,974
Community Services	10,145,940	10,092,879
Library	15,352,307	15,352,307
Total - All Departments	\$ 346,263,448	\$ 344,906,459



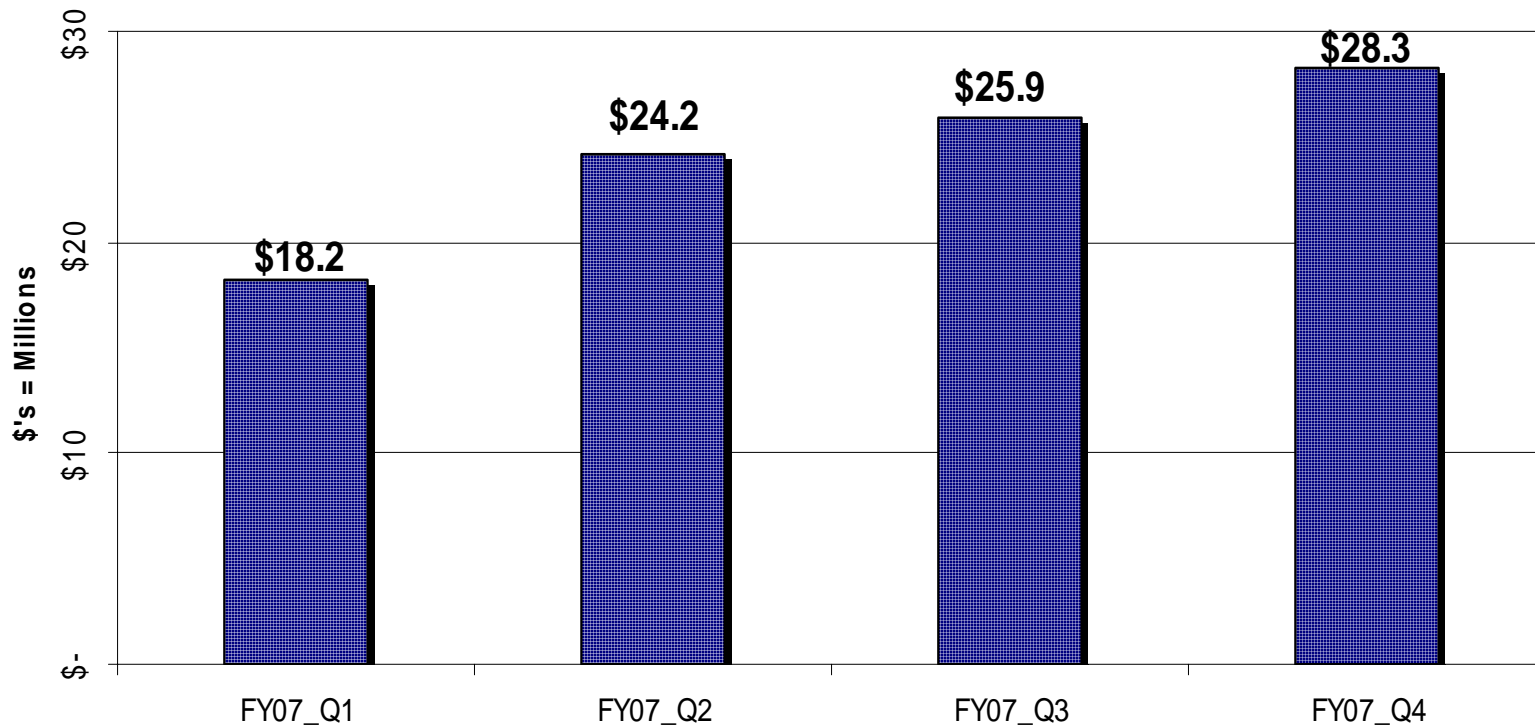
Current Year Trends

YTD Forecast Variance
FY07_Q1 to FY07_Q4



Unallocated Fund Balance Available in FY 2008

YTD Forecast Variance
Estimate of Unallocated Fund Balance



Summary

- Forecast Year-End Revenue 7% Higher Than Adopted Budget
 - Forecast BIT Revenue = 42% Higher Than Adopted
 - Third Consecutive Year of Strong Revenue Growth

- Expect a Return to More “Normal” Revenue Growth in Upcoming Years

- Department Spending Consistent w/ Recent Experience
 - Overall Spending @ 98% - 98.5% of Budget
 - Assumes Spending Associated w/ Contingency Requests on Today's Agenda

- Additional Revenue Available for Use in FY 2008
 - Budget Included \$25.9M for Unallocated Fund Balance
 - Final Forecast Adds \$2.4 Million to \$3.6 Million Pending Year-End Closing
 - Variables Associated w/ ITAX and Spending Related to Contingency Requests

- Questions/Comments/Information Requests

