



# MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST BUDGET MODIFICATION

(Revised: 8/18/11)

### Board Clerk Use Only

**Meeting Date:** 10/6/11  
**Agenda Item #:** R.10  
**Est. Start Time:** 11:15 am  
**Date Submitted:** 9/27/11

**Agenda Title:** **Supplemental Budget Modification #1 for Video Lottery Funds**

*Note: For all other submissions (i.e. Notices of Intent, Ordinances, Resolutions, Orders or Proclamations) please use the APR short form.*

<b>Requested Meeting Date:</b> <u>October 6, 2011</u>	<b>Time Needed:</b> <u>5 minutes</u>
<b>Department:</b> <u>Dept. of County Management</u>	<b>Division:</b> <u>Budget</u>
<b>Contact(s):</b> <u>Mike Jaspin</u>	
<b>Phone:</b> <u>503-988-3312</u> <b>Ext.</b> <u>28594</u>	<b>I/O Address:</b> <u>503/531</u>
<b>Presenter Name(s) &amp; Title(s):</b> <u>Mike Jaspin, Economist</u>	

### General Information

**1. What action are you requesting from the Board?**

Approval of Supplemental Budget Modification #1 to move budgeted video lottery revenues and appropriations to a new Video Lottery Fund.

**2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.**

The State of Oregon shares 2½% of the net receipts from the video lottery with Oregon counties for the purpose of furthering economic development. The revenues are distributed to counties on a semi-proportional basis (90% of the gross receipts within the county, plus a statewide pro-rata share of 10%).

The County has historically recorded the funds in the County General Fund. However, HB 3188, which was signed into law and became effective June 16th, 2011, prohibits the funds from being recorded in the General Fund and instead requires the funds to be accounted for in a dedicated fund. The law also requires an annual report on the expenditure of the funds to be submitted to the Oregon Department of Administrative Services for posting on their government transparency website.

This supplemental budget modification for Fiscal Year 2012 moves the County's \$4,974,750 of

budgeted video lottery revenues and associated appropriations from the General Fund to a newly created video lottery fund. A supplemental budget modification is required as a new fund is being created and appropriations (in the new fund) are increased by 10%.

The County has not historically allocated the Video Lottery funds to specific projects or activities. In consultation with the Chair's Office, the following economic development related appropriations were selected to be moved to the new fund:

- Non-D Program 10018 – Debt Service for East County Courts (\$712,888)
- Non-D Program 10035A – Community Economic Development Director & Association Dues (\$206,832)
- Non-D Program 10035B – Micro-lending (\$150,000)
- DCHS Program 25121 – Weatherization (\$151,407)
- DCHS Program 25135A – Job Training, Workforce Development, and Education for Homeless Youth (\$1,499,562)
- DCHS Program 25139B – Action for Prosperity (\$195,000)
- DCHS Program 25142 – Family Economic Security Project (\$54,239)
- DCJ Program 5006 – Employment Services, Re-Entry Training, and Case Management in Adult Day Reporting Center (\$1,286,138)
- DCJ Program 50051 – Vocational Skill Training & Education at Adult Londer Learning Center (\$718,684)

These changes do not impact the funding levels for any of the programs or the amount of revenue.

**3. Explain the fiscal impact (current year and ongoing)**

There is no fiscal impact other than increased accounting and fund balance monitoring.

**4. Explain any legal and/or policy issues involved.**

The Board retains authority over these funds subject to the economic development restrictions. This budget modification allows the County to comply with HB 3188.

**5. Explain any citizen and/or other government participation that has or will take place.**

This supplemental budget modification was noticed per Oregon budget law, with a Notice appearing in the Oregonian at least 5 days before, but not more than 30 days before this hearing.

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## Budget Modification

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If the request is a **Budget Modification**, please answer **all** of the following in detail:

- **What revenue is being changed and why? If the revenue is from a federal source, please list the Catalog of Federal Assistance Number (CFDA).**

n/a

- **What budgets are increased/decreased?**

There is no net change in overall department appropriations. For Non-D, General Fund appropriations are reduced by \$1,069,720, while appropriations in the Video Lottery Fund are increased by a like amount. For DCHS, General Fund appropriations are reduced by \$1,900,208, while appropriations in the Video Lottery Fund are increased by a like amount. For DCJ, General Fund appropriations are reduced by \$2,004,822, while Video Lottery Fund appropriations are increased by a like amount.

- **What do the changes accomplish?**

This supplemental budget creates a new Video Lottery Fund and moves roughly \$5 million of General Fund appropriations to the new fund to comply with HB 3188.

- **Do any personnel actions result from this budget modification? Explain.**

n/a

- If a grant, is 100% of the central and department indirect recovered? If not, please explain why.  
n/a
- Is the revenue one-time-only in nature? Will the function be ongoing? What plans are in place to identify a sufficient ongoing funding stream?  
n/a
- If a grant, what period does the grant cover? When the grant expires, what are funding plans? Are there any particular stipulations required by the grant (i.e. cash match, in kind match, reporting requirements etc)?  
n/a

*NOTE: If a Budget Modification or a Contingency Request attach a Budget Modification Expense & Revenues Worksheet and/or a Budget Modification Personnel Worksheet.*

**Required Signature**

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**Elected Official  
or Dept Director:**



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Karyne Kieta

**Date:** 9/26/11

**Budget Analyst:**



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Mike Jaspin

**Date:** 9/26/11

**Department HR:**



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Travis Graves

**Date:** 9/26/11