

**ANNOTATED AGENDA FOR THE
MEETINGS OF THE
BOARD OF COMMISSIONERS**

Tuesday, Nov. 9, 2010 - 9:00 a.m.

Multnomah Building, Commissioners Conference Room 635
501 SE Hawthorne Boulevard, Portland, Oregon

EXECUTIVE SESSION

Chair Jeff Cogen convened the meeting at 9:03 a.m. with Vice-Chair Diane McKeel and Commissioners Deborah Kafoury, Barbara Willer and Judy Shiprack present.

- E-1 The Multnomah County Board of Commissioners will meet in Executive Session pursuant to ORS 192.660(2) (h) to discuss pending and anticipated litigation. Only representatives of the news media and designated staff may attend. News media and all other attendees are specifically directed not to disclose information that is the subject of the Executive Session. Final decisions are decided in public Board meetings. Presenters: Assistant County Attorneys Susan Dunaway and Carlo Calandriello; and, Travis Graves, HR Director.**

ADJOURNMENT

Executive Session was held and the meeting adjourned at 9:23 a.m.

Tuesday, Nov. 9, 2010 - 10:00 a.m.
Multnomah Building, First Floor Commissioners Boardroom 100
501 SE Hawthorne Boulevard, Portland

BOARD BRIEFINGS

Chair Jeff Cogen convened the meeting at 10:02 a.m. with Vice-Chair Diane McKeel and Commissioners Deborah Kafoury, Barbara Willer and Judy Shiprack present.

B-1 Sellwood Bridge Briefing. Presenters: Ian Cannon, Bridge Services Manager and Michael Baker, Owner's Representative.

Mr. Cannon reviewed the decision process segment of this project, including public meetings held, upcoming senior agency staff report on bridge type, and negotiations with other municipalities affected by this project. He presented the preferred alternative which shows the approaches, grade, access, connections and bike, pedestrian and car traffic.

Mr. Baker reviewed Procurements including the process involved to select an engineering design firm and construction manager/general contractor (CMGC). He discussed the interchange refinement including ODOT and Federal Highway Administration's involvement and Portland's independent review by KPFF. They are using project management software that allows for an innovative and cost-saving approach to schedule, financial and progress tracking and collaboration. The project calendar is:

Design continues – Spring 2011 to 2013
Permit applications – Spring 2011
Construction starts – Summer 2012
Construction finished – Fall 2016

Commissioner Kafoury expressed her concern that we keep the public well informed, restrain from adding potential costs for projects not yet finalized, such as streetcars; and, ensure the safety of all residents of our communities in the adjacent neighborhoods.

The Chair and Commissioners thanked them for their presentation.

B-2 2012 General Fund Forecast. Presenter: Mike Jaspin, Economist.

Mr. Jaspin discussed the changes and fluctuations in the market, unemployment, forecasts, BIT tax collections, the economic overview and slow growth, unemployment claims, housing, industrial production and transportation and excess capacity with weak demand, defaults filed, and, changes in passenger and freight at Portland Airport.

He reviewed the 2012 General Fund five-year forecast including unemployment, gap between revenues and expenditures, higher BIT revenues, and lower personnel cost growth. The 5-year outlook is that the total 5-year gap is equal to 4.61% of expenditures

and after FY1012, the operating deficit ranges between \$3 million to \$4.2 million, or roughly 1% of revenues. General Fund Revenues Forecast included: Property Taxes, Business Income Taxes, Motor Vehicle Rental Taxes, US Marshal Fees, Recording Fees/CAFFA Grant, State Shared and Indirect and Service Reimbursement.

Mr. Jaspin said the annual BIT Collections increases from 15.63 to 21.55% in County AV, RMV, Library and Compression. Costs drivers include: Inflation, Labor Costs including COLA, Step/Merit, Medical/Dental, PERS, Retiree Medical and Liability/Unemployment/Admin; Materials and Services and Internal Services. One Time Only Resources includes: Property Tax, BIT, MVRT, Departmental Underspending, ITAX and other Revenue/Expenses; East County Court Debt Service, IT Reserve and Revenue Forecast Changes for FY 2011 and FY 2012 One-Time-Only Funds. It assumes the General Fund Contingency and all Board Earmarks are fully spent in FY 2011 and Departments spend their full appropriation; less planned carryover, partially adjusted for revenue/expenditure offsets; and assumes no departmental underspending.

In summary, he covered the FY 2011 General Fund ongoing revenues up by 1% or \$3.6 million versus the Adopted Budget, which is driven by the increased BIT forecast; FY 2012 operating deficit of \$5.33 million (1.5%); FY 2013 to FY 2016 – annual operating deficit grows \$3 million to \$4.2 million per year or 1.0% of revenues; and a total 5-year gap of \$20.0 million or 4.8% of revenue.

After answering all questions from the Board, he closed by stating that the budget can be viewed at: www.co.multnomah.or.us/budget.

The Board thanked him for his thorough report.

B-3 Board Briefing on the PDX Airport Futures Project Planning Process Jointly Managed by the City of Portland and Port of Portland. Sponsor: Vice-Chair McKeel Presenters: Adam Barber, Multnomah County Senior Planner; Jay Sugnet, City of Portland Senior Planner; and, Sean Loughran, Port of Portland Senior Aviation Planner.

Mr. Barber made the introductions and updated the Board on the ongoing collaborative planning effort between the City of Portland and the Port of Portland for the Portland Airport Futures Project. They jointly managed all public participation and ensured the key focus was on sustainability, certainty and involving the community. A 30-member Planning Advisory Group (PAG) was formed to serve as an advisory body and was comprised of community, government, and business interests and met 24 times and held 63 subcommittee meetings over a three-year period. Criteria was developed to balance economic, environmental and social values while preserving future development options, minimizing environmental impacts, considered using land resources efficiently, maximizing operational efficiency, and ensuring development can be effectively phased in.

Mr. Loughran gave the overview, saying the collaborative goal is to create an integrated, long-range development plan for the Portland International Airport (PDX). This three year planning process considered airport capacity in light of updated aviation forecasts for passenger volumes that may increase from today's 13 million annual passengers to just fewer than 27 million in 2035; a significantly slower rate of growth than the 2000 Master Plan projected. Two significant findings reported are that (1) a third parallel runway will not be required during the planning period, and (2) the existing airport terminal and roads can meet the demand forecasted in the next 25 years with modest improvements. Additional investment will be required by 2022 for public parking and cargo.

Mr. Sugnet reviewed the Land Use Plan. Recommendations include: replacing conditional use process with a Plan District; evaluating impacts of airport development in a broader context, amending City Comprehensive Plan, zoning code and maps; updating the City's Natural Resources Program; and entering into agreements with the City and Port to focus public involvement on transportation, noise, sustainability and natural resources. They recommend an airport subdistrict which defines the allowed and accessory uses, amends landscaping standards, and involves neighborhood and community advisory committee input and transportation impact analysis at regular intervals. He gave environmental program updates, reviewed port mitigation for upland grasslands, and exploring mitigation of community impacts with a noise work group. The intergovernmental agreement (IGA) would include stipulations for the Port to mitigate 300 acres on Government Island in lieu of overlays on four Port properties; fund enhancements and urban tree canopy to the Columbia Slough watershed.

Mr. Barber provided a summary and covered major outcomes and next steps including FAA concurrence on natural resources; Portland City Council/Port Commission hearings; Vancouver hearing; and creation of an ongoing Portland Community Advisory Committee.

The presenters answered the Board's questions. The Commissioners thanked them for their report.

ADJOURNMENT

There being no further business, the meeting was adjourned at 11:30 a.m.

Submitted by:

Lynda J. Grow, Board Clerk

Marina Baker, Assistant Board Clerk and

Shirley Luo, Intern

Board of County Commissioners

Multnomah County