

**Minutes of the Board of Commissioners
Multnomah Building, Board Room 100
501 SE Hawthorne Blvd., Portland, Oregon
Wednesday, May 23, 2018**

BUDGET WORK SESSION #14

Chair Deborah Kafoury called the meeting to order at 11:27 a.m. with Vice-Chair Lori Stegmann and Commissioners Sharon Meieran, Loretta Smith, and Jessica Vega Pederson present.

Also attending were Jenny M. Madkour, County Attorney, Marina Baker, Board Clerk and Taja Nelson, Assistant Board Clerk.

Chair Kafoury: WE'RE BACK ON THIS SIDE OF THE TABLE AND WE HAVE THIS MORNING THE REVIEW OF DEPARTMENT AMENDMENTS AND ANY ADDITIONAL FOLLOW-UP.

BWS-14 Review of Department Amendments & Additional Follow-Up Items.

Mike Jaspin: BEFORE WE DIVE INTO THE DEPARTMENTAL AMENDMENTS I WANT TO TAKE CARE OF JUST A FEW HOUSE CLEANING ITEMS. WE FORWARDED YOU A LIST OF THE AMENDMENTS THROUGH LAST NIGHT. THERE'S ALSO A HARD COPY PRINTED FOR YOU. WE HAVE TODAY'S WORK SESSION, AND THEN THE ONLY OTHER SCHEDULED WORK SESSION IS NEXT TUESDAY BEFORE WE ADOPT SO IF THERE'S THINGS FLOATING OUT THERE THAT WE NEED TO GET OUT, EITHER TODAY OR TUESDAY IS YOUR OPPORTUNITY. WHEN YOU ADOPT THE BUDGET NEXT WEEK WE'LL ASK YOU TO APPROVE A SET OF AMENDMENTS THAT HAVE BEEN PROPOSED BY DEPARTMENTS. THESE AMENDMENTS ARE CONTAINED IN ATTACHMENT A. DEPARTMENT AMENDMENTS, WHICH I GAVE YOU A HARD COPY TO LOOK AT BECAUSE IT MIGHT BE A LITTLE SMALL ON THE SCREEN. WE ALSO WALKED YOUR STAFF THROUGH THEM MONDAY. WE BREAK DEPARTMENTAL AMENDMENTS INTO FIVE COLOR-CODED CATEGORIES RANGING FROM TECHNICAL AMENDMENTS TO PROGRAM AMENDMENTS. I'LL WALK YOU THROUGH WHAT EACH TYPE OF AMENDMENT COVERED, AND THEN WE'LL WALK THROUGH A FEW EXAMPLES ON THE BIG LIST.

THE FIRST TYPE OF AMENDMENT IS TECHNICAL AMENDMENTS AND WE HAVE FOUR OF THESE THIS YEAR. THESE ARE HOUSE CLEANING ITEMS AND MAKE ADJUSTMENTS BETWEEN CODES AND DO NOT CHANGE THE BOTTOM LINE IN THE DEPARTMENT OR FUND OR FTE LEVELS. STAFFING AMENDMENTS. WE HAVE FIVE OF THOSE THIS YEAR. THESE MAKE SURE WE HAVE THE CORRECT JOB CLASSES LISTED IN THE DOMINATED BUDGET. THEY TYPICALLY DO NOT DECREASE OR INCREASE FTE LEVELS OR MAKE SIGNIFICANT CHANGES, ALTHOUGH THIS YEAR WE HAVE A COUPLE OF EXCEPTIONS, WHICH I'LL TALK

ABOUT. OUR LARGEST CATEGORY OF AMENDMENTS ARE REVENUE AMENDMENTS AND WE HAVE 20 OF THEM. THESE INCORPORATE REVENUES THAT WERE NOT INCLUDED IN THE PROPOSED BUDGET. AN EXAMPLE OF A REVENUE AMENDMENT WOULD BE A GRANT THAT IS AWARDED TO A DEPARTMENT IN APRIL. AFTER THE DEPARTMENT'S PROGRAM OFFERS HAVE BEEN TURNED IN OR BEGINNING WORKING CAPITAL IN EXCESS OF THE AMOUNT IN THE DEPARTMENT'S SUBMITTED BUDGET. THE FOURTH TYPE OF AMENDMENT IS CARRYOVER OF THE GENERAL FUND. WE DON'T HAVE ANY OF THOSE SO I WILL SKIP WALKING THROUGH WHAT THAT IS.

Mike Jaspin: PROGRAM AMENDMENTS. WE HAVE THREE OF THOSE THIS YEAR. THIS MAKES A PROGRAMMATIC OR POLICY-RELATED CHANGE THAT RESULTS IN FUNDING OR STAFFING LEVEL CHANGES. I'LL NOW WALK THROUGH THE LIST BY TYPE AND HIGHLIGHT SOME OF THE PROPOSED AMENDMENTS. PLEASE LET ME KNOW IF YOU HAVE ANY QUESTIONS AS WE GO. WE ALSO HAVE STAFF FROM DEPARTMENTS PRESENT TO HELP ANSWER ANY QUESTIONS. THERE'S A LOT TO ABSORB SO IF YOU TAKE THIS HOME AND ARE READING IT LATE AT NIGHT AND HAVE A QUESTION, FEEL FREE TO GIVE US A CALL OR E-MAIL BEFORE WE ADOPT NEXT WEEK. SO WITH THAT I WANT TO START THE TECHNICAL AMENDMENTS. IT'S PAGE 1 OF 8 AND I'M JUST GOING TO HIGHLIGHT THE VERY FIRST ONE, WHICH IS PROMPT HEALTH DEPARTMENT, THE MENTAL HEALTH AND ADDICTION SERVICES DIVISION. EACH YEAR, THEY UPDATE THEIR ACCOUNTING STRUCTURE SO THAT THEY CAN PROPERLY ACCOUNT FOR GRANTS IN THE UPCOMING YEAR.

SOMETIMES, YOU TRY TO DO SOMETHING REALLY SMART AND THEY DECIDED NOT TO UPDATE THAT THIS YEAR, KNOWING THAT WHEN WE PUT THE BUDGET TOGETHER WE WERE ASSUMING A JULY 1 GO-LIVE DATE WITH WORK DAY AND WE'RE GOING TO HAVE TO CROSS-LOCK AND ADJUST ALL OF OUR ACCOUNTING SO WHY NOT WAIT UNTIL JULY 1ST WITH THE DATE GETTING MOVED TO JANUARY, THEY NEED TO GO BACK AND DO THAT UPDATE THAT THEY WOULD NORMALLY DO EVERY YEAR. THIS IS ACTUALLY THE BIGGEST AND MOST COMPLICATED AMENDMENT, BUT IT DOESN'T CHANGE ANY EXPENDITURES OTHER THAN JUST THE ACCOUNTING BEHIND THEM. I WOULD LIKE TO JUMP TO PAGE 2. THESE ARE THE STAFFING AMENDMENTS. I'LL HIGHLIGHT A COUPLE OF THESE. THE FIRST ONE IS THE AMENDMENT WE DO EVERY YEAR THAT UPDATES JOB CLASSES THAT HAVE BEEN APPROVED BY THE BOARD AFTER THE DEPARTMENT'S BUDGETS WERE SUBMITTED. THERE'S 32 AND A QUARTER FTE THAT ARE BEING ADJUSTED HERE AND THE BOARD HAS ALREADY APPROVED THOSE AND WE'RE JUST UPDATING THEM FOR NEXT YEAR.

THE OTHER ONE I WOULD LIKE TO HIGHLIGHT IS THE THIRD ONE DOWN. IT'S AMENDMENT DJC-03. THIS AMENDMENT COVERS A LIMITED DURATION -- CONVERTS A LIMITED-DURATION DATA ANALYST TO FULL-TIME POSITION. YOU WILL ACTUALLY SEE THIS ON YOUR AGENDA THIS THURSDAY SO WE WANT TO

AMEND NEXT WEEK'S BUDGET TO REFLECT THAT. JUMPING TO PAGE 3 OF 8. THESE ARE OUR REVENUE AMENDMENTS. THE FIRST REVENUE AMENDMENT IS FROM THE JOINT OFFICE AND THEY ALLUDED TO IT BRIEFLY YESTERDAY DURING THEIR PRESENTATION. AND WHAT THIS AMENDMENT DOES IS ADD THE ADDITIONAL FUNDS FROM THE CITY OF PORTLAND THAT WERE INCLUDED IN THE MAYOR'S BUDGET AND THE KEY ELEMENTS OF THAT, THERE'S \$1 MILLION FOR HOUSING PLACEMENT AND RETENTION, ALONG WITH \$2 MILLION FOR SUPPORTIVE HOUSING AND \$1.25 MILLION FOR EMERGENCY SHELTER STRATEGIC INVESTMENTS.

Mike Jaspin: I WOULD LIKE TO JUMP DOWN TO AMENDMENT DCA06 AND ZERO SEVEN. THESE ARE ACTUALLY SOME OF THE LARGEST AMENDMENTS AND ALL THEY'RE DOING IS ADJUSTING THE BEGINNING WORKING CAPITAL IN THE HEALTH DEPARTMENT HEADQUARTERS FUND AND THE DOWNTOWN COURTHOUSE. THESE ARE NOT CHANGING THE COSTS OF THE PROJECT. ALL THEY'RE DOING IS UPDATING THE BUDGET TO REFLECT THAT THEY'RE SPENDING AT A SLOWER RATE SO THERE WILL BE MORE MONEY SPENT NEXT YEAR RATHER THAN THIS YEAR. THERE'S A COUPLE OF OTHERS IN THE I.T. ASSET REPLACEMENT FUND, THE ASSET PRESERVATION PROGRAM AND THE LIBRARY CONSTRUCTION FUND AND THOSE ARE JUST UPDATING BUDGETS BASED ON THE INDIVIDUAL PROJECTS THAT ARE GOING ON. IN THOSE FUNDS, I THINK A TANGIBLE EXAMPLE WILL HELP YOU KIND OF UNDERSTAND WHAT'S GOING ON.

SINCE WE JUST TALKED ABOUT THE LIBRARY. THEY ARE MOVING MONEY FROM THIS YEAR TO NEXT YEAR. THEY'RE REPLACING THE BOILER AT THE BELMONT LIBRARY. THEY'RE ONLY GOING TO SPEND \$10,000 OF THE \$130,000 THAT WAS SET ASIDE SO WE'RE JUST MOVING THE MONEY TO NEXT YEAR TO PAY FOR THAT PROJECT. JUMPING TO PAGE 4 OF 8, AT THE BOTTOM THERE'S AN ADULT MENTAL HEALTH INITIATIVE. THIS ADDS ALMOST \$740,000 TO THE BUDGET AND THIS IS DUE TO ADDITIONAL REVENUE FROM THE OREGON HEALTH AUTHORITY FOR THE CHOICE MODEL AND THIS IS ONE OF THE CHANGES WE'RE SEEING DUE TO THE CLOSURE OF FAMILY CARE AND FUNDING GETTING SHIFTED AROUND. JUMPING TO PAGE 5. AT THE VERY TOP IS THE ANNUAL AMENDMENT WE DO TO RECOGNIZE THE LIBRARY FOUNDATION FUNDS THAT FLOW THROUGH THE DISTRICT INTO THE COUNTY TO ADD 3.25 FTE AND ABOUT \$850,000.

THE NEXT ONE DOWN IS ADDING AN URBAN AREA SECURITY INITIATIVE GRANT AND THIS WILL ALLOW THE SHERIFF'S OFFICE TO PURCHASE A REMOTELY OPERATED VEHICLE ALONG WITH THE ASSOCIATED TRAINING TO ACTUALLY OPERATE IT. FINALLY ON PAGE 6 OF 8, I DON'T WANT TO HIGHLIGHT ANY PARTICULAR AMENDMENTS HERE, BUT JUST DRAW YOUR ATTENTION TO THE FACT THAT WE'RE ADDING \$30 MILLION OF ADDITIONAL REVENUE. HOWEVER, \$24 MILLION OF THAT IS JUST BEGINNING WORKING CAPITAL IN FUNDS THAT ARE BEING MOVED FROM THE CURRENT YEAR TO NEXT YEAR ASSOCIATED

WITH LARGE CAPITAL PROJECTS. AT THE END OF THE DAY, WE'RE ADDING ABOUT \$6.5 MILLION OF ADDITIONAL REVENUE, THE BULK OF THAT BEING FROM THE STATE AND FROM THE CITY.

Chair Kafoury: ANYBODY HAVE ANY QUESTIONS ON THE REVENUE AMENDMENTS? OKAY.

Mike Jaspin: AND FINALLY, PROGRAM AMENDMENTS. THE FIRST PROGRAM AMENDMENT ADJUSTS THE DCM WORK DAY MANAGEMENT TEAM PROGRAM OFFER. THAT PROGRAM OFFER WAS PUT TOGETHER UNDER THE ASSUMPTION OF A JULY 1ST GO-LIVE DATE WITH THE JANUARY 2019 GO-LIVE DATE, WE'RE ESSENTIALLY CUTTING THAT PROGRAM OFFER IN HALF, AND THEN THE FUNDS ARE GOING BACK TO THE PROJECT AS WE PAY FOR PEOPLE OUT OF THE PROJECT AND THIS IS ONE THAT WE'LL STILL BE ADJUSTING AND CALIBRATING AS WE GET CLOSER TO THE GO-LIVE DATE AND CONSIDER THE BEST STAFFING MODEL TO SUPPORT THE PROJECT ONGOING. THE NEXT AMENDMENT, DCHS ZERO THREE. THIS IS FOR RENTER RELATIONS. AS YOU KNOW, THE PROPOSED BUDGET ADDED ABOUT \$120,000 FOR RENTER RELATIONS.

WE PUT IT IN THE BUDGET AS ESSENTIALLY A CONTRACTED SERVICE AND THE INTENT WAS TO ACTUALLY HAVE A PERMANENT EMPLOYEE IN THAT POSITION SO THIS AMENDMENT ADDS A POSITION RATHER THAN TREATING IT AS A CONTRACT SERVICE AND THAT'S WHY YOU SEE HERE AS A PROGRAM AMENDMENT ADDING THE FTE. FINALLY OUR LAST AMENDMENT IS CHANGING A NEW PROGRAM COORDINATOR TO A PROGRAM MANAGER IN DCHS AND MOVING IT TO A DIFFERENT DIVISION AND THIS IS SIMPLY DCHS RECALIBRATING HOW THEY WANT TO TAKE CARE OF THEIR MANAGEMENT AND SUPERVISORY ISSUES AND THE ONLY REASON THIS ISN'T IN THE STAFFING AMENDMENT IS IT'S CONVERTING IT FROM A UNION POSITION TO A NON-UNION POSITION. SO THOSE ARE THE AMENDMENTS WE HAVE THIS YEAR. I THINK WE'RE ABOUT 10 AMENDMENTS LESS THAN WHAT WE HAD LAST YEAR. I WOULD BE HAPPY TO ANSWER ANY QUESTIONS.

Chair Kafoury: QUESTIONS OR COMMENTS? OKAY.

Mike Jaspin: THAT'S ALL I HAVE TODAY.

Chair Kafoury: EXCELLENT. SO DO WE HAVE TIME NOW FOR OTHER AMENDMENTS? GO AHEAD COMMISSIONER.

Commissioner Meieran: THANK YOU CHAIR AND THANK YOU, MIKE AGAIN FOR SUCH A GREAT PRESENTATION. AND MAKING IT SO CLEAR. SO I HAVE TWO AMENDMENTS THAT I WOULD LIKE TO PROPOSE. YOU KNOW, THE FIRST, ACKNOWLEDGING ACTUALLY FOR BOTH AND ALL OF THESE DECISIONS, JUST ACKNOWLEDGING THE REALLY HARD CHOICES THAT WE HAVE TO MAKE THIS

BUDGET SEASON AND KNOWING THAT THOSE CHOICES ARE ONLY GOING TO GET HARDER OVER THE NEXT FEW YEARS, BUT ONE THING THAT CLEARLY, IMPACTS EVERYONE IN OUR COUNTY IS SUBSTANCE ABUSE. THE SUBSTANCE USE DISORDER TOUCHES EVERYONE IN OUR COMMUNITY THROUGHOUT THE COUNTY AND IS DEEPLY TIED TO HOMELESSNESS AND HOUSING ISSUES, PUBLIC SAFETY, EARLY CHILDHOOD DEVELOPMENT, FAMILY FUNCTIONING, CHILDREN'S READINESS AND ABILITY TO LEARN, DOMESTIC VIOLENCE AND SO MUCH MORE.

Commissioner Meieran: THE NEED IN OUR COMMUNITY FOR HIGH-QUALITY ACCESSIBLE AND PERSON-CENTERED TREATMENT IS UNDENIABLE. WE HAVE AN INCREDIBLE OPPORTUNITY RIGHT NOW TO INVEST IN THE DEVELOPMENT OF A FACILITY IN EAST PORTLAND TO PROVIDE MUCH-NEEDED RESIDENTIAL AND OUTPATIENT TREATMENT. MULTNOMAH COUNTY WOULD JOIN OTHER PUBLIC AND PRIVATE FUNDERS TO SUPPORT THIS CRUCIAL COMPONENT OF OUR CONTINUUM OF TREATMENT AND SUPPORT. AND FOR THIS REASON I'M PROUD TO OFFER THIS AMENDMENT, WHICH IF ADOPTED, WILL ADD \$500,000 ONE-TIME ONLY FUNDS IN THE GENERAL FUND FOR CAPITAL COSTS RELATED TO THE DEVELOPMENT OF A HIGH-QUALITY SUBSTANCE USE TREATMENT FACILITY CAMPUS IN MULTNOMAH COUNTY. THE TOTAL ESTIMATED COSTS OF DEVELOPING THE FACILITY IS ESTIMATED AT ALMOST \$40 MILLION.

THIS AMENDMENT PROPOSES TO ADD RESOURCES THAT WILL COMPLEMENT THE INVESTMENTS OF OTHER PUBLIC AND PRIVATE FUNDING SOURCES, ESPECIALLY BECAUSE THIS IS A FACILITY THAT WOULD BE AN ESSENTIAL LINCHPIN OF OUR SUBSTANCE USE TREATMENT CONTINUUM AND SERVE THE COUNTY AND THOSE WHO ARE MOST VULNERABLE IN THE COUNTY THROUGHOUT THE COUNTY FOR DECADES TO COME. IT WILL IMPACT GENERATIONS OF COUNTY RESIDENTS. SO I PROPOSE THAT. AND THE SECOND IS FOR MUNICIPAL BROADBAND. THE AMENDMENT WILL ADD \$150,000 ONE-TIME ONLY FUNDS TO THE GENERAL FUND CONTINGENCY AND THAT WILL ALLOW US TO WORK WITH REGIONAL PARTNERS TO CONTRACT FOR A FEASIBILITY STUDY ABOUT IMPLEMENTING MUNICIPAL BROADBAND HERE IN MULTNOMAH COUNTY. THE TOTAL COSTS OF THIS STUDY IS ESTIMATED TO BE \$300,000 AND THIS AMENDMENT PROPOSES ADDING RESOURCES TO CONTINGENCY, ANTICIPATING THAT OUR REGIONAL PARTNERS WILL BE CONTRIBUTING THE REMAINING NEEDED FUNDS AND THIS AMENDMENT HAS TO DO WITH THE LOGICAL NEXT STEP OF THE DIGITAL EQUITY PLAN WAS ADOPTED BY THIS BOARD IN 2016 AND I KNOW THAT COMMISSIONER STEGMANN IS ALSO VERY INTERESTED AND DEDICATED TO THIS ISSUE.

I WOULD URGE EVERYONE TO REREAD THAT PLAN. IT WAS ALLUDED TO ALSO IN OUR MEETING ABOUT THE LIBRARY THIS MORNING AND, YOU KNOW, FIRST AND FOREMOST, THIS REALLY GETS TO AN EQUITY ISSUE. HIGH-SPEED INTERNET IS SOMETHING MANY OF US TAKE FOR GRANTED, BUT FOR MARGINALIZED COMMUNITIES, ESPECIALLY THOSE WHO ARE LOW-INCOME,

COMMUNITIES OF COLOR, THE ELDERLY, OUR YOUTH IN OUR EDUCATION SYSTEM, THEY TRULY HAVE NO INTERNET AT ALL OR ACCESS TO SUCH LOW UNWORKABLE INTERNET THAT IT'S ESSENTIALLY NO ACCESS. AND AT THIS POINT, INTERNET IS LIKE A UTILITY. THEY NEED IT TO DO ALL OF THE THINGS TO REALLY PARTICIPATE IN SOCIETY SO THAT IS WHY I FEEL THE FEASIBILITY STUDY IS SO IMPORTANT.

Chair Kafoury: ANYBODY ELSE? WELL, I HAVE TO COMMEND YOU, MIKE FOR BEATING THE NOON TIME DEADLINE. WE HAD A LONG MORNING AND APPRECIATE EVERYONE COMING TODAY. WE DON'T HAVE ANY BUDGET MEETINGS TOMORROW, BUT WE WILL BE BACK NEXT WEEK. ACTUALLY, TOMORROW MORNING, WE HAVE OUR REGULAR BOARD MEETING, BUT WE DON'T HAVE A BUDGET MEETING. THAT BEING SAID IF PEOPLE WOULD LIKE TO BRING FORWARD BUDGET AMENDMENTS YOU CAN DO THAT TOMORROW DURING THE BOARD MEETINGS, AS WELL. ALL RIGHT. THANKS. SEEING NO FURTHER BUSINESS WE'RE ADJOURNED. [GAVEL]

ADJOURNMENT – 11:43 a.m.

[CAPTIONS PROVIDED BY LNS CAPTIONING AND MAY INCLUDE INACCURATE WORDS OR PHRASES DUE TO SOUND QUALITY, OTHER TECHNICAL DIFFICULTIES AND/OR SOFTWARE ERRORS.]

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