

BUDGET OFFICER'S MESSAGE

The 1984-85 Multnomah County Budget continues the policy the Board of County Commissioners adopted in March 1983 to phase out municipal services by July 1, 1986 and to direct County resources toward providing general, countywide services. This budget reduces County support of neighborhood police patrol, land use planning and zoning. It reflects transfers to the cities of Portland and Gresham of County employees involved in those activities along with responsibility for providing those services. It also assumes the transfer of responsibility for maintenance and construction of all streets within the Portland city limits to the City of Portland.

Many of the appropriations in the 1984-85 budget can best be understood in light of a major intergovernmental agreement between Multnomah County and the City of Portland. By the terms of this agreement the City:

1. Accepts responsibility by January 1, 1985 for neighborhood police patrol in sections of unincorporated Multnomah County either annexed or expected to be annexed to the City of Portland;
2. Accepts transfer of 67 County law enforcement employees now providing patrol services to the unincorporated area;
3. Accepts responsibility for planning and zoning activities and the transfer of 3 staff positions to perform those functions in the same area;
4. Accepts responsibility for road maintenance within the city limits and the transfer of employees to continue that function;
5. Agrees not to annex Hayden Island during 1984-85, thereby providing Multnomah County with another year of Transient Lodging Tax receipts from that area;
6. Pays the County \$300,000 in 1984-85 to provide animal control services.

In return, Multnomah County agrees to a formula-based distribution of gas tax and State Motor Vehicle Fee Sharing revenues to the City of Portland. The formula provides for the County to set aside \$1,060,000 per year for five years for capital construction on the Willamette River bridges and pays to the City of Portland a portion of the remaining annual revenues based on the road mileage of former County roads within the city limits.

In addition to this intergovernmental agreement, during 1983-84 the City of Portland transferred to Multnomah

County the Area Agency on Aging, a \$3.3 million, county-wide service program. The 1984-85 budget includes this program in the Social and Aging Services Division of the Department of Human Services.

Two major new grants are budgeted in the Department of Environmental Services in 1984-85: the Urban County Community Development Block Grant (\$1.4 million) and an Economic Development Administration Sewer Development Grant (\$5.6 million) to a consortium of cities (Portland, Gresham, and Troutdale) with Multnomah County acting as fiscal agent. Funding for the Multnomah-Washington Employment and Training Agency (CETA) was terminated by the Federal government during 1983-84 and that program is, therefore, not included in the 1984-85 budget. This represents a \$3.6 million reduction in Nondepartmental Federal/State appropriations.

The 1984-85 budget includes payment to School District #1 of \$590,556. This is the first of four annual payments agreed upon to settle litigation regarding interest earned on unsegregated property tax receipts.

Changes in Fund Structure

In 1983-84 Multnomah County created a Short-Term Debt Retirement Fund as required by State law. The budgetary transactions for this fund are displayed in next year's document as though the fund had been included in the 1983-84 Adopted Budget.

Because of the intergovernmental agreement between Portland and Multnomah County, \$1,060,000 of Road Fund revenues are transferred to a new fund, the Willamette River Bridges Capital Fund, dedicated to capital improvements to the five County Willamette River Bridges.

In concert with its policy of concentrating on countywide services, Multnomah County has proposed two serial levies beginning July 1, 1984. The 1984-85 budget accounts for these levies with separate funds: the Library Serial Levy Fund and the General Operating Serial Levy Fund 1984-86. Revenues from the serial levies are to be received in these funds and transferred to the General Fund for expenditure.

Other Notes

The Beginning Working Capital in the General Fund is affected by accruing to 1983-84 three major revenues due and payable to the County by June 30 but received in July or August previously accounted for on the cash basis: interest earnings on long term investments, State shared cigarette taxes, and State shared liquor revenue.

Road Fund Beginning Working Capital similarly reflects accrual to 1983-84 of State Motor Vehicle Fee Sharing revenue for June 1984.

In 1984-85, line item 570, Fringe Benefits, includes for the first time an unemployment insurance charge of 1.2% of payroll. This charge is treated as a service reimbursement to the Insurance Fund where unemployment cost reimbursements to the State are recorded. In prior years only the General Fund and Road Fund made contributions toward this expense. In the future, the rate charged various organizations may vary based upon historical patterns of cost.

The table below breaks out the insurance and other fringe benefit costs for employees:

FRINGE BENEFIT ESTIMATES PER EMPLOYEE			
	Sworn Law Officers	Corrections Officers	All Other Employees
<u>Percentage of Payroll</u>			
F.I.C.A.	7.0% up to \$40,000	7.0% up to \$40,000	7.0% up to \$40,000
Workers' Compensation	2.0%	2.0%	2.0%
Retirement (PERS)	22.98%	22.98%	16.28%
Unemployment	1.2%	1.2%	1.2%
<u>Insurance Costs Per Year</u>			
Life Insurance	\$ 79	\$ 32	\$ 56
Dental Insurance			
Blue Cross	\$ 410	\$ 410	\$ 410
Kaiser	\$ 403	\$ 403	\$ 403
Health Insurance			
Blue Cross - single	\$ 852	\$ 852	\$ 852
double	\$ 1,949	\$ 1,949	\$ 1,949
multiple	\$ 2,152	\$ 2,152	\$ 2,152
Kaiser - single	\$ 719	\$ 719	\$ 719
double	\$ 1,438	\$ 1,438	\$ 1,438
multiple	\$ 2,157	\$ 2,157	\$ 2,157

The detailed estimates of expenditures now show two years of actual expenditure by line item as recommended by the Tax Supervising and Conservation Commission in its letter certifying the 1983-84 budget.

Notes explaining significant changes in anticipated receipts are included in the Financial Summary section of this document.

Robert S. Moore, Budget Officer
Budget and Management Analysis Division
Multnomah County, Oregon

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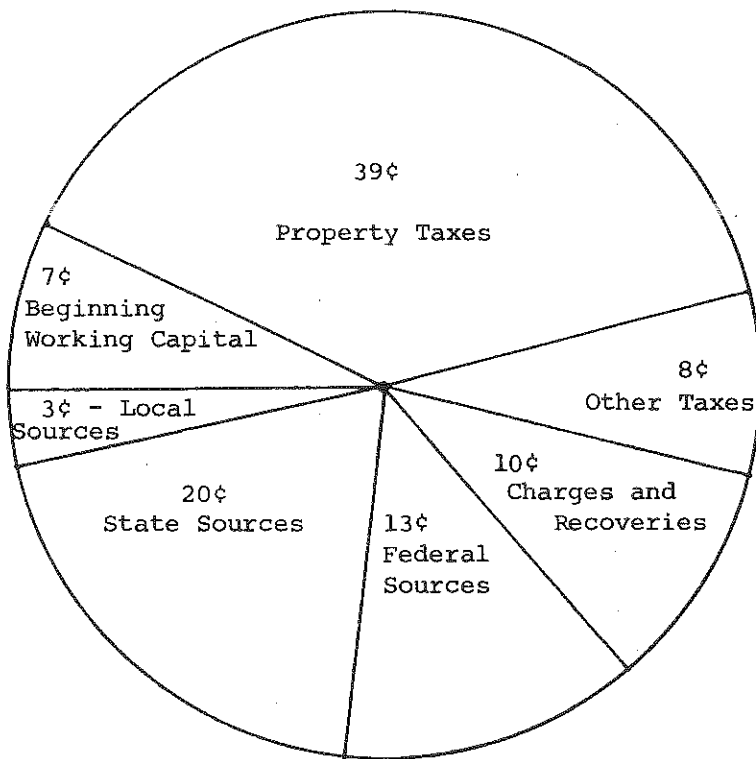
SUMMARY OF RESOURCES

	Beginning Working Capital	Property Taxes	Other Taxes	Charges and Recoveries	Federal Sources	State Sources	Local Sources	Cash Budget Subtotal	Service Reimbursement	Cash Transfers	Sale of Tax Antic. Notes	Total Resources
General Fund	\$ 4,099,293	\$52,279,173	\$ 6,085,000	\$ 9,400,963	\$ 603,600	\$ 2,761,762	\$ 0	\$ 75,229,791	\$ 2,296,445	\$13,952,899	\$25,000,000	\$116,479,135
Road Fund	5,024,085	400,000	6,600,000	834,898	1,500	7,701,400	0	20,561,883	981,135	559,900	0	22,102,918
Federal/State Program Fund	0	0	0	0	14,341,180	20,601,641	3,561,539	38,504,360	0	9,595,650	0	48,100,010
Animal Control Fund	11,323	0	0	1,092,730	0	0	0	1,104,053	0	253,706	0	1,357,759
Assessment Dist Bond Sinking Fund	977,000	0	0	794,000	0	0	0	1,771,000	0	0	0	1,771,000
Assessment Dist Improvement Fund	24,000	0	0	0	0	0	0	24,000	0	0	0	24,000
Assessment Dist Operating Fund	0	0	0	578,100	0	0	0	578,100	0	109,000	0	687,100
Bicycle Paths Construction Fund	227,250	0	0	24,000	0	0	0	251,250	0	96,500	0	347,750
Capital Reserve Fund	400,000	0	0	130,000	0	0	0	530,000	673,664	577,000	0	1,780,664
County School Fund	70,000	133,333	0	0	0	0	0	203,333	0	1,088,000	0	1,291,333
Data Processing Fund	440,900	0	0	1,004,092	0	0	437,451	1,882,443	3,417,068	0	0	5,299,511
Emergency Commu- nications Fund	44,000	0	0	0	0	440,000	0	484,000	0	0	0	484,000
Fleet Management Fund	691,507	0	0	32,500	0	0	0	724,007	1,371,884	0	0	2,095,891
General Operating Serial Levy 84-86	0	4,690,253	0	0	0	0	0	4,690,253	0	0	0	4,690,253
Insurance Fund	4,417,500	0	0	150,000	0	0	0	4,567,500	3,647,906	810,000	0	9,025,406
Inverness Fund	0	0	0	344,321	0	0	0	344,321	0	0	0	344,321
Library Serial Levy Fund	0	2,731,970	0	0	0	0	0	2,731,970	0	0	0	2,731,970
Recreational Facilities Fund	65,900	0	0	280,000	0	0	0	345,900	0	0	0	345,900
Revenue Sharing Fund	70,000	0	0	120,000	6,050,000	0	0	6,240,000	0	0	0	6,240,000
Sewage Facilities Fund	25,000	0	0	170,650	0	0	0	195,650	0	0	0	195,650
Short-Term Debt Retirement Fund	0	0	0	1,162,000	0	0	0	1,162,000	0	25,728,000	0	26,890,000
Tax Title Land Sales Fund	95,000	0	0	212,000	0	0	3,000	310,000	0	0	0	310,000
Willamette Bridge Construction Fund	0	0	0	0	0	0	0	0	0	1,060,000	0	1,060,000
Total	\$16,682,758	\$60,234,729	\$12,685,000	\$16,330,254	\$20,996,280	\$31,504,803	\$4,001,990	\$162,435,814	\$12,388,102	\$53,830,655	\$25,000,000	\$253,654,571

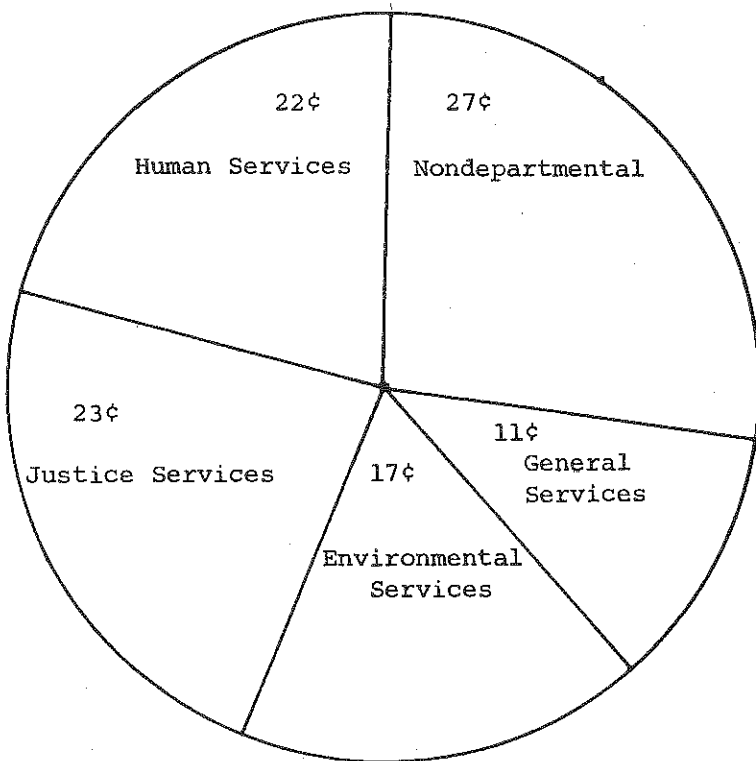
SUMMARY OF REQUIREMENTS

	Human Services	Justice Services	Environmental Services	General Services	Non- Departmental	Total Expenditures	Cash Transfers	Contingency	Balance	Total Requirements
General Fund	\$ 5,659,162	\$36,788,851	\$ 3,563,580	\$ 9,048,161	\$20,621,134	\$75,680,888	\$37,991,356	\$2,356,891	\$ 450,000	\$116,479,135
Road Fund	0	0	20,075,954	0	0	20,075,954	1,589,000	437,964	0	22,102,918
Federal/State Program Fund	33,813,078	5,140,045	8,296,050	820,311	0	48,069,484	30,526	0	0	48,100,010
Animal Control Fund	0	0	1,357,759	0	0	1,357,759	0	0	0	1,357,759
Assessment District Bond Sinking Fund	0	0	620,318	0	0	620,318	0	0	1,150,682	1,771,000
Assessment District Improvement Fund	0	0	0	0	0	0	24,000	0	0	24,000
Assessment District Operating Fund	0	0	446,100	0	0	446,100	217,000	24,000	0	687,100
Bicycyle Paths Construction Fund	0	0	303,757	0	0	303,757	0	43,993	0	347,750
Capital Reserve Fund	0	0	0	0	1,527,006	1,527,006	0	15,000	238,658	1,780,664
County School Fund	0	0	0	0	1,291,333	1,291,333	0	0	0	1,291,333
Data Processing Fund	0	0	0	4,858,581	0	4,858,581	0	440,930	0	5,299,511
Emergency Communications Fund	484,000	0	0	0	0	484,000	0	0	0	484,000
Fleet Management Fund	0	0	1,482,330	0	0	1,482,330	0	613,561	0	2,095,891
General Operating Serial Levy 84-86	0	0	0	0	0	0	4,690,253	0	0	4,690,253
Insurance Fund	0	0	0	5,032,442	0	5,032,442	0	3,992,964	0	9,025,406
Inverness Fund	0	0	342,638	0	0	342,638	0	1,683	0	344,321
Library Serial Levy Fund	0	0	0	0	0	0	2,731,970	0	0	2,731,970
Recreational Facilities Fund	0	0	3,000	0	0	3,000	342,900	0	0	345,900
Revenue Sharing Fund	0	0	0	0	0	0	6,000,000	240,000	0	6,240,000
Sewage Facilities Fund	0	0	0	0	0	0	195,650	0	0	195,650
Short-Term Debt Retirement Fund	0	0	0	0	26,890,000	26,890,000	0	0	0	26,890,000
Tax Title Land Sales Fund	0	178,929	0	0	0	178,929	18,000	5,150	107,921	310,000
Willamette Bridge Construction Fund	0	0	347,216	0	0	347,216	0	712,784	0	1,060,000
Total	\$39,956,240	\$42,107,825	\$36,838,702	\$19,759,495	\$50,329,473	\$188,991,735	\$53,830,655	\$8,884,920	\$1,947,261	\$253,654,571

YOUR COUNTY DOLLAR



WHERE IT COMES FROM



WHERE IT GOES

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