

Date: May 25, 2016
To: Board of Directors
From: Neil McFarlane 
Subject: RESOLUTION 16-05-27 AUTHORIZING THE TRANSFER OF APPROPRIATED FUNDS WITHIN THE FY2016 GENERAL FUND BUDGET

1. **Purpose of Item**

The purpose of this item is to request that the TriMet Board of Directors ("Board") adopt a Resolution authorizing a transfer of funds from contingency to various appropriation units within TriMet's FY2016 General Fund budget.

2. **Type of Agenda Item**

- Initial Contract
- Contract Modification
- Other Transfer of Appropriated Funds within the FY2016 General Fund Budget

3. **Reason for Board Action**

Certain expenditures have been or will be made in FY2016 that were not anticipated, or could not be accurately estimated when the annual budget was adopted in May 2015. ORS 294.463 authorizes the governing body of a local government to transfer funds between appropriations by resolution. This Resolution allows for the transfer of funds from contingency to various divisions within TriMet, reflecting changes to expenditures from the estimates made at the time the FY2016 budget was adopted.

4. **Type of Action:**

- Resolution
- Ordinance 1st Reading
- Ordinance 2nd Reading
- Other _____

5. **Background**

On May 27, 2015, the Board approved Resolution 15-05-23, adopting the FY2016 budget and appropriating funds. The budget was based on the best available information at the time, as actual revenues and expenses are not known when the budget is developed. Historically, as the end of the fiscal year approaches, TriMet transfers appropriations to match revised expenditure requirements. Oregon budget law requires a transfer resolution if expenditures in any appropriation category are higher than shown in the original budget. This year, revisions to the General Fund Operating appropriations are necessitated to account for added pass through requirements, as noted below.

TriMet acts as the recipient for transit grants that are passed through for the benefit of other local government entities. These transactions have no net impact to the agency, but must be budgeted as expenditures under Oregon Local Budget Law. The FY2016 Budget did not anticipate the volume of expenditures that is being incurred in relation to pass through grants to various agencies under the State of Oregon Special Transportation Fund (“STF”) Grant program. A transfer of \$4,500,000 to Pass Through requirements is necessary to appropriate funds associated with the FY2016 STF grant funds distributed.

An equivalent amount of Pass Through revenue from the State of Oregon will also be recorded, resulting in no net fiscal impact to TriMet as a result of this appropriation.

6. Procurement Process

N/A - This transfer is a requirement of Oregon Local Budget Law.

7. Diversity

Does not apply.

8. Financial/Budget Impact

Pass Through Requirements fiscal impact – net zero.

9. Impact if Not Approved

If the Board chooses not to approve this Resolution, the District will be in violation of Oregon Local Budget Law for FY2016.

DB/LB/pc

RESOLUTION 16-05-27

RESOLUTION OF THE TRI-COUNTY METROPOLITAN TRANSPORTATION DISTRICT OF OREGON (TRIMET) AUTHORIZING THE TRANSFER OF APPROPRIATED FUNDS WITHIN THE FY2016 GENERAL FUND BUDGET

WHEREAS, on May 27, 2015, the TriMet budget for FY2016 was adopted and funds were appropriated by the Board of Directors; and

WHEREAS, this Resolution is prepared pursuant to ORS 294.463; and

WHEREAS, the purpose of the authorized expenditures is to rebalance the FY2016 operating budget for increased expenditures; and

WHEREAS, the transfer of appropriated funds is needed to increase the amount of funds in the Pass Through requirements account to offset the increased revenue received to perform the pass through of funds to various agencies under the Special Transportation Fund Grant program;

NOW, THEREFORE, BE IT RESOLVED:

That the FY2016 General Fund appropriations be revised as follows:

FY2016 Adopted Budget

Operating Program:	Existing Appropriation	Transfer In (Out)	Revised Appropriation
Office of the General Manager Division	\$ 1,678,486	\$ -	\$ 1,678,486
Public Affairs Division	20,324,303	-	20,324,303
Safety & Security Division	23,705,560	-	23,705,560
Information Technology Division	24,408,938	-	24,408,938
Finance & Administration Division	40,339,530	-	40,339,530
Labor Relations & Human Resources Division	3,494,151	-	3,494,151
Legal Services Division	2,257,172	-	2,257,172
Operations Division	396,853,005	-	396,853,005
Capital Projects Division	30,587,631	-	30,587,631
OPEB & UAAL Pension	51,120,134	-	51,120,134
Regional Fund Exchanges	3,021,148	-	3,021,148
Debt Service	40,648,000	-	40,648,000
Light Rail Program	153,451,994	-	153,451,994
Pass Through Requirements	4,396,589	4,500,000	8,896,589
Contingency	15,316,225	(4,500,000)	10,816,225
Total General Fund Appropriation	\$ 811,602,866	\$ -	\$ 811,602,866

Dated: May 25, 2016

Presiding Officer

Attest:

Recording Secretary

Approved as to Legal Sufficiency:



Legal Department