




Multnomah County
Library District
FY 2022 Proposed Budget

Presented to the
Multnomah County Library
District Board



Multnomah County
May 18th, 2021

Located at: www.multco.us/budget

Governance & Operations

- Governed by Board of County Commissioners sitting as Multnomah County Library District Board
- Operating under an Intergovernmental Agreement (IGA) with Multnomah County
- Library district will introduce distinct financial policies for approval this year.



Budget Highlights

- Budget proposed at rate of \$1.22 per \$1,000 of Assessed Value (full rate is \$1.24)
- Sustains hours and services detailed in County Library budget



Financial Outlook

1. FY 2021 (Current Year) Revenues
2. Two Library Financial Models
 - ✓ Base (Pre-District Formation) vs. Current Forecast
 - ✓ Cost Drivers – Same as County
 - COLA
 - PERS
 - ✓ Assumptions
 - ✓ URA Changes and Development Cycle



FY 2021 Property Tax Revenues

FY 2021 Current Year Property Tax Estimates - November 2020

Multnomah County Library District

	Budget/Plan	'Actual' Based on Tax Roll	Difference	% Change
AV	80,519,314,747	81,142,549,291	623,234,544	0.77%
Extended Taxes	98,233,564	99,049,483	815,919	0.83%
Compression	3,880,226	4,035,843	155,617	4.01%
Imposed Taxes	94,353,338	95,013,640	660,302	0.70%
Discount/Delinq	4,481,784	5,510,791	1,029,007	22.96%
Current Year Taxes	89,871,554	89,502,849	(368,705)	-0.41%
Prior Year Taxes	824,103	894,720	70,617	8.57%
Interest	204,000	209,837	5,837	2.86%
Total Property Taxes	90,899,657	90,607,406	(292,251)	-0.32%

Notes:

1. Compression actual was 4.07% vs. forecast of 3.95%.
2. AV growth actual was 4.55% vs. forecast of 3.75%.
3. Budgeted discount/delinquency rate is 4.85% vs 5.49% in updated forecast.



Assumptions

Library District Assumptions for Current Model

Based on Actual & General Fund Forecast Assumptions

		Library Levy/			
		District Rate	AV Growth	Compression	Cost Change
FY 12-13		\$0.89	2.85%	37.56%	3.76%
FY 13-14	Year 1	\$1.18	3.31%	7.81%	4.38%
FY 14-15	Year 2	\$1.18	4.78%	6.00%	2.19%
FY 15-16	Year 3	\$1.18	4.13%	4.52%	2.81%
FY 16-17	Year 4	\$1.18	4.07%	3.79%	2.68%
FY 17-18	Year 5	\$1.18	4.76%	3.87%	5.94%
FY 18-19	Year 6	\$1.20	3.15%	3.66%	4.89%
FY 19-20	Year 7	\$1.21	4.34%	3.78%	6.20%
FY 20-21	Year 8	\$1.22	4.55%	4.07%	9.90%
FY 21-22	Year 9	\$1.22	3.75%	4.20%	2.11%
FY 22-23	Year 10	\$1.22	5.82%	4.20%	3.93%
FY 23-24	Year 11	\$1.22	3.36%	4.20%	3.34%
FY 24-25	Year 12	\$1.22	7.17%	4.20%	2.91%
FY 25-26	Year 13	\$1.22	4.45%	4.20%	3.10%
FY 26-27	Year 14	\$1.22	3.25%	4.20%	4.50%
FY 27-28	Year 15	\$1.22	3.25%	4.20%	4.50%
FY 28-29	Year 16	\$1.22	3.25%	4.20%	4.50%
FY 29-30	Year 17	\$1.22	3.25%	4.20%	4.50%
FY 30-31	Year 18	\$1.22	4.67%	4.20%	4.50%



Library District Scenario Comparisons

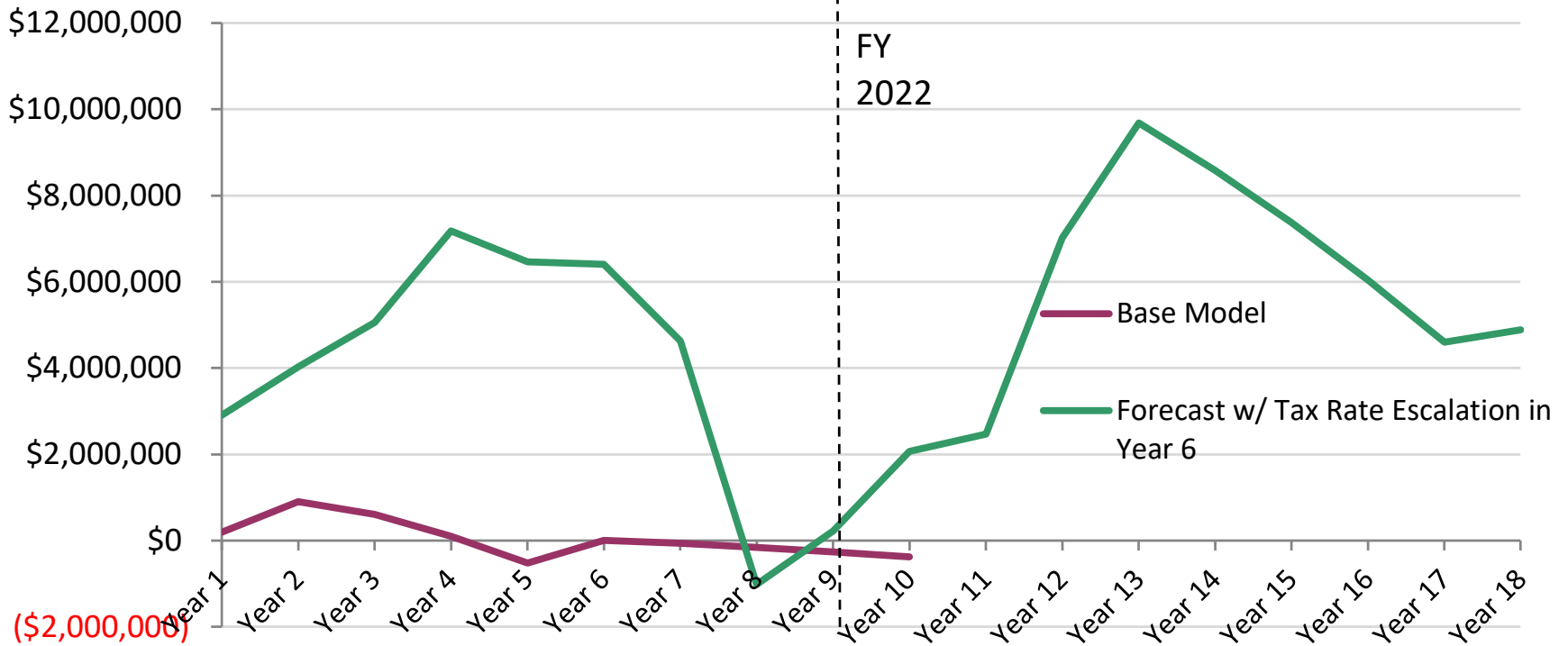
Library District Scenario Comparisons (No Rate Increase)

		Base Model (Pre-Library District Formation)			Forecast with Tax Rate Escalation in Year 6		
		Operating Balance	Fund Balance at end of Fiscal Year	Reserve % (Fund Balance vs. Property Tax)	Operating Balance	Fund Balance at end of Fiscal Year	Reserve % (Fund Balance vs. Property Tax)
FY 13-14	Year 1	198,206	3,678,464	5.80%	2,912,534	9,410,862	14.81%
FY 14-15	Year 2	902,822	4,581,286	6.83%	4,032,318	13,443,180	19.71%
FY 15-16	Year 3	610,613	5,191,900	7.43%	5,061,314	18,504,159	25.61%
FY 16-17	Year 4	105,695	5,297,595	7.30%	7,178,140	24,604,365	31.98%
FY 17-18	Year 5	(524,137)	4,773,458	6.34%	6,460,490	31,326,221	39.00%
FY 18-19	Year 6	8,568	4,782,026	6.03%	6,404,197	37,973,897	45.53%
FY 19-20	Year 7	(58,178)	4,723,847	5.69%	4,629,450	43,084,393	49.41%
FY 20-21	Year 8	(153,059)	4,570,788	5.27%	(1,018,114)	42,066,279	46.43%
FY 21-22	Year 9	(259,928)	4,310,860	4.76%	229,117	42,295,396	45.09%
FY 22-23	Year 10	(379,801)	3,931,059	4.15%	2,064,868	44,360,264	44.64%
FY 23-24	Year 11				2,474,613	46,834,877	45.43%
FY 24-25	Year 12				7,018,374	53,853,251	48.57%
FY 25-26	Year 13				9,685,811	63,539,062	54.39%
FY 26-27	Year 14				8,589,339	72,128,401	59.79%
FY 27-28	Year 15				7,367,431	79,495,832	63.82%
FY 28-29	Year 16				6,039,520	85,535,352	66.51%
FY 29-30	Year 17				4,599,200	90,134,552	67.88%
FY 30-31	Year 18				4,889,515	95,024,067	68.38%



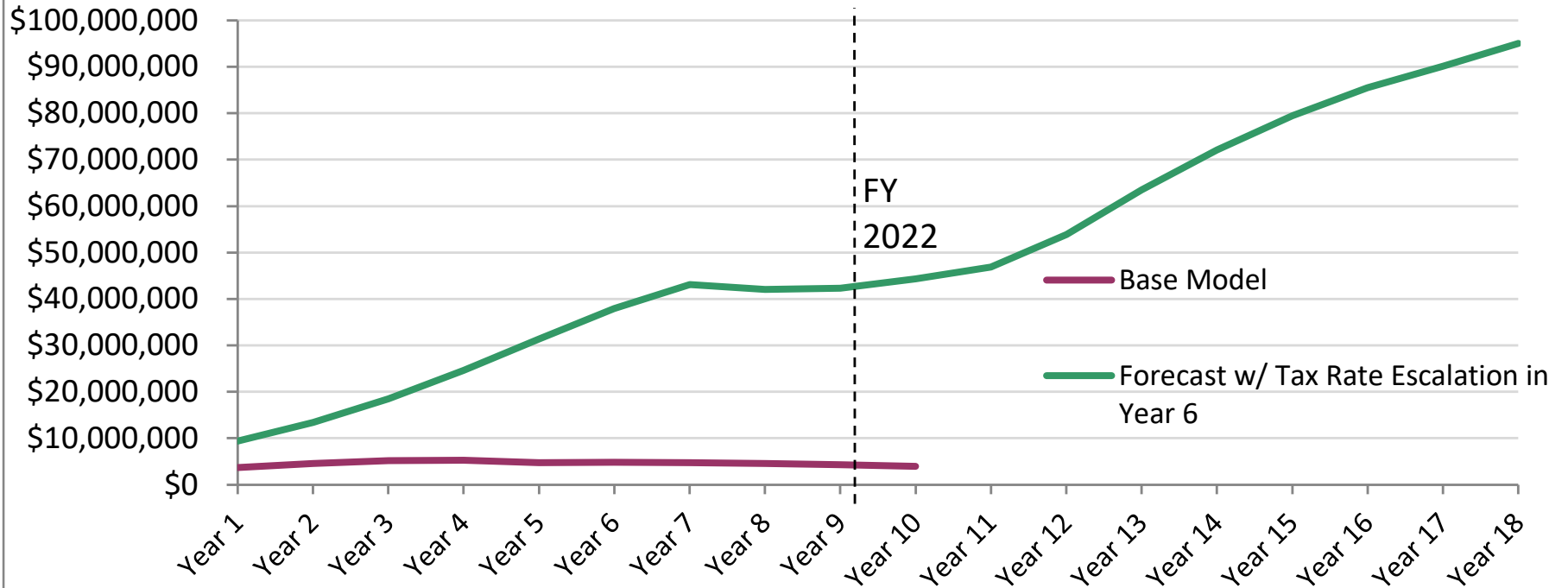
Comparisons: Operating Balance

District Operating Balance



Comparisons: Fund Balance at End of Fiscal Year

District Fund Balance at End of Fiscal Year



Budget Structure

County Library Fund

Revenue

- Beginning Working Capital
- IGA Reimbursement from Library District Fund

Expenditures

- Personnel Costs
- Materials & Supplies
- Professional Services
- Internal Services (IT, Facilities)
- Indirect (Payroll, HR, G/L)

Library District Fund

Revenue

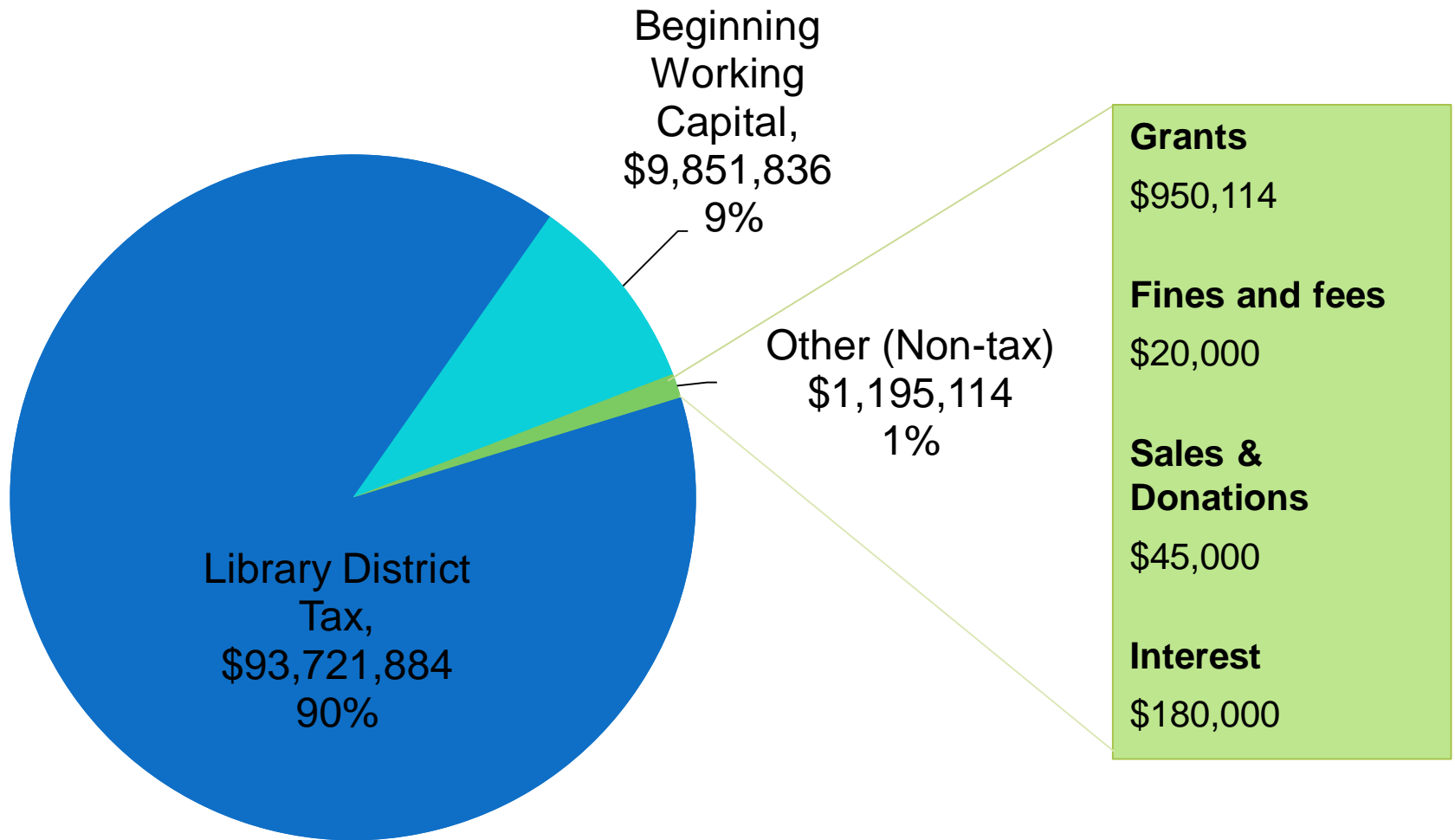
- Current Year Taxes
- Prior Year Taxes
- Interest
- Fines & Fees
- Grants
- Beginning Working Capital

Expenditures

- Contract with County Library Department



Budget by Funding Source



Budget Requirements

Total district budget \$104.8 million

- \$94.9 million contract with Multnomah County for library services
- \$9.4 million in reserve
- \$500 thousand in contingency
- No proposed transfer to Library Capital Fund (Library Capital Fund total - \$35.2 million)



Library District Capital Fund

Total Library District Capital Budget \$35.2 million

Resources

- \$34.9 million beginning working capital
- \$300,000 Interest

Requirements

- Materials and Services: \$460,000
- Contingency: \$34.7 million



Highlights

- Stable, dedicated funding
- Sustainable services
- Focus on the future



Questions

