

**2. Public Hearing and Resolution No. 3656: Adopting Budget, Making Appropriations, and Levying, Declaring, and Categorizing Property Tax for Fiscal Year 2025/26**

Hold public hearing and take public testimony regarding Approved Budget.

Move to approve Resolution No. 3656 adopting budget, making appropriations, levying taxes, and declaring and categorizing permanent property tax rate of \$3.6129 per \$1,000 of assessed value and local option levy rate of \$1.3500 per \$1,000 of assessed value for fiscal year 2025/26.

minutes

# **RECOMMENDED ADJUSTMENTS**

Fiscal Year 2025/26

City of Gresham, Oregon

Presented to Gresham City Council on June 17, 2025

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## Recommended Adjustments Overview

Since the Budget Committee Approval of FY 2025/26 Budget on April 29, 2025, the following adjustments have been identified and are recommended to be included in the FY 2025/26 Adopted Budget.

## General Fund Related Adjustments

### A. 3-Cities Fire Services Intergovernmental Agreement

The current intergovernmental agreement with the 3-Cities, Troutdale, Fairview, and Wood Village, to provide Fire and Emergency Services is set to expire on June 30, 2025. Negotiations to extend the contract are ongoing. The City of Gresham and the 3-Cities have agreed to enter into a one-year extension for a total of \$6,000,000 for fiscal year 2025/26. This amount is higher than what was presented in the Proposed Budget in April by \$1,257,000. To balance the fund, this adjustment adds revenue to both the General Fund's Intergovernmental Revenue and the General Fund's Unappropriated balance.

#### Budgetary Effect

##### *General Fund Impact*

##### Resources:

Intergovernmental Revenue	\$1,257,000
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##### Requirements:

Unappropriated	\$1,257,000
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## General Fund Fiscal Year 2025/26

	Approved Budget 4/29/25	Recommended Adjustments 6/17/25	Adopted Budget 6/17/25
<b>RESOURCES</b>			
Beginning Balance	34,570,000	-	34,570,000
Operating Revenues			
Taxes	39,876,000	-	39,876,000
Licenses & Permits	541,000	-	541,000
Intergovernmental Revenue	21,404,000	1,257,000 <sup>1</sup>	22,661,000
Charges for Services	8,705,000	-	8,705,000
Utility License Fees	23,755,000	-	23,755,000
Miscellaneous Income	643,000	-	643,000
Internal Service Charges	1,046,880	-	1,046,880
Subtotal	95,970,880	-	97,227,880
Interfund Transfers	84,000	-	84,000
<b>TOTAL RESOURCES</b>	130,624,880	-	131,881,880
<b>REQUIREMENTS</b>			
Operating Expenditures			
Police	55,350,458	-	55,350,458
Fire	43,449,051	-	43,449,051
Economic Development	1,180,945	-	1,180,945
Community Livability	1,723,506	-	1,723,506
Youth Services	739,198	-	739,198
Parks	5,856,381	-	5,856,381
Subtotal	108,299,539	-	108,299,539
Interfund Transfers	2,911,000	-	2,911,000
Contingency	1,522,000	-	1,522,000
Unappropriated	17,892,341	1,257,000 <sup>1</sup>	19,149,341
Subtotal	22,325,341	1,257,000	23,582,341
<b>TOTAL REQUIREMENTS</b>	130,624,880	1,257,000	131,881,880

**NOTES:**

<sup>1</sup> Item A: 3-Cities Fire Services Intergovernmental Agreement

**RESOLUTION NO. 3656**

**A RESOLUTION ADOPTING BUDGET, MAKING APPROPRIATIONS, LEVYING TAXES,  
DECLARING AND CATEGORIZING PROPERTY TAX FOR FISCAL YEAR 2025/26**

**The City of Gresham Finds:**

- A. The City of Gresham has prepared a budget for the fiscal year 2025/26, commencing July 1, 2025.
- B. The budget was approved by the Budget Committee on April 29, 2025.
- C. The approved budget is not required to be submitted to the Tax Supervision and Conservation Commission because the City of Gresham adopted Resolution No. 3151, effective November 19, 2013, which provides that the City of Gresham elects not to be under the jurisdiction of the Tax Supervision and Conservation Commission.
- D. It is necessary to pass a resolution adopting the budget, making appropriations, imposing taxes and categorizing the taxes.

**THE CITY OF GRESHAM RESOLVES:**

- 1. The City of Gresham adopts the budget in the aggregate amount of \$897,266,615 for fiscal year 2025/26 and the budget is on file with the Budget & Finance Department.
- 2. The City of Gresham makes appropriations for fiscal year 2025/26 in the amount and for the purposes set forth in Exhibit A.
- 3. The City of Gresham hereby imposes the taxes provided for in the adopted budget at the City's permanent rate of \$3.6129 per \$1,000 assessed value and local option levy rate of \$1.35 per \$1,000 of assessed value. These taxes are hereby imposed and categorized for tax year 2025/26 upon the assessed value of all taxable property within the City.
- 4. The taxes imposed are hereby categorized for purposes of Article XI section 11b of the Oregon Constitution as:

General Government Limitation

Permanent Rate . . . . . 3.6129/\$1,000  
Local Option Levy Rate . . . . . 1.3500/\$1,000

- 5. The City Manager is directed to file a certified copy of this resolution in accordance with the procedures defined by the Multnomah County Assessor and such additional documents as required by law.

Yes: \_\_\_\_\_

No: \_\_\_\_\_

Absent: \_\_\_\_\_

Abstain: \_\_\_\_\_

Passed by the Gresham City Council and effective on \_\_\_\_\_.

\_\_\_\_\_  
Eric Schmidt  
City Manager

\_\_\_\_\_  
Travis Stovall  
Mayor

Approved as to Form:

\_\_\_\_\_  
Ellen Van Riper  
City Attorney

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>General Fund</b>	
Police	55,350,458
Fire	43,449,051
Economic Development	1,180,945
Community Livability	1,723,506
Youth & Recreation Services	739,198
Parks	5,856,381
Transfers	2,911,000
Contingency	1,522,000
<i>Total General Fund Appropriation</i>	<u>112,732,539</u>
Unappropriated	19,149,341
<b>Total General Fund Requirements</b>	<b><u>131,881,880</u></b>
<b>Local Option Levy Fund</b>	
Police	7,930,188
Fire	5,852,905
Contingency	56,907
<i>Total Local Option Levy Fund Appropriation</i>	<u>13,840,000</u>
<b>Total Local Option Levy Fund Requirements</b>	<b><u>13,840,000</u></b>
<b>Urban Design &amp; Planning Fund</b>	
Urban Design & Planning	4,563,205
Transfers	79,000
Contingency	457,000
<i>Total Urban Design &amp; Planning Fund Appropriation</i>	<u>5,099,205</u>
Unappropriated	807,795
<b>Total Urban Design &amp; Planning Fund Requirements</b>	<b><u>5,907,000</u></b>
<b>Solid Waste &amp; Sustainability Fund</b>	
Environmental Services	1,595,721
Contingency	160,000
<i>Total Solid Waste &amp; Sustainability Fund Appropriation</i>	<u>1,755,721</u>
Unappropriated	455,279
<b>Total Solid Waste &amp; Sustainability Fund Requirements</b>	<b><u>2,211,000</u></b>



## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Designated Purpose Fund</b>	
Citywide Services	4,951,372
Police	2,934,324
Fire	881,000
Urban Design & Planning	8,350,791
Economic Development	7,339,000
Community Livability	2,427,273
Youth & Recreation Services	6,020,080
Parks	484,000
Environmental Services	5,357,000
Transfers	6,874,000
<i>Total Designated Purpose Fund Appropriation</i>	<u>45,618,840</u>
Unappropriated	1,761,160
<b>Total Designated Purpose Fund Requirements</b>	<u><b>47,380,000</b></u>
<b>Rental Inspection Fund</b>	
Community Livability	1,482,285
Transfers	20,000
Contingency	149,000
<i>Total Rental Inspection Fund Appropriation</i>	<u>1,651,285</u>
Unappropriated	448,715
<b>Total Rental Inspection Fund Requirements</b>	<u><b>2,100,000</b></u>
<b>System Development Charges Fund</b>	
Transfers	35,143,000
<i>Total System Development Charges Fund Appropriation</i>	<u>35,143,000</u>
Unappropriated	14,026,000
<b>Total System Development Charges Fund Requirements</b>	<u><b>49,169,000</b></u>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Infrastructure Development Fund</b>	
Environmental Services	4,938,338
Transfers	79,000
Contingency	562,000
<i>Total Infrastructure Development Fund Appropriation</i>	<i>5,579,338</i>
Unappropriated	3,080,662
<b>Total Infrastructure Development Fund Requirements</b>	<b>8,660,000</b>
<b>Streetlight Fund</b>	
Environmental Services	716,887
Transfers	1,779,000
Contingency	225,000
<i>Total Streetlight Fund Appropriation</i>	<i>2,720,887</i>
Unappropriated	6,678,113
<b>Total Streetlight Fund Requirements</b>	<b>9,399,000</b>
<b>Transportation Fund</b>	
Environmental Services	15,560,922
Transfers	18,492,000
Contingency	2,364,000
<i>Total Transportation Fund Appropriation</i>	<i>36,416,922</i>
Unappropriated	11,266,078
<b>Total Transportation Fund Requirements</b>	<b>47,683,000</b>
<b>CDBG &amp; HOME Fund</b>	
Urban Design & Planning	3,290,512
Transfers	467,000
<i>Total CDBG &amp; HOME Fund Appropriation</i>	<i>3,757,512</i>
Unappropriated	1,488
<b>Total CDBG &amp; HOME Fund Requirements</b>	<b>3,759,000</b>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Building Fund</b>	
Community Development	6,380,549
Transfers	35,000
Contingency	639,000
<i>Total Building Fund Appropriation</i>	<i>7,054,549</i>
Unappropriated	14,385,451
<b>Total Building Fund Requirements</b>	<b>21,440,000</b>
<b>Urban Renewal Fund</b>	
Urban Renewal	2,016,000
Transfers	40,000
<i>Total Urban Renewal Fund Appropriation</i>	<i>2,056,000</i>
<b>Total Urban Renewal Fund Requirements</b>	<b>2,056,000</b>
<b>Parks Capital Improvement Fund</b>	
Capital Improvement	15,394,000
<i>Total Parks Capital Improvement Fund Appropriation</i>	<i>15,394,000</i>
Unappropriated	6,036,000
<b>Total Parks Capital Improvement Fund Requirements</b>	<b>21,430,000</b>
<b>General Development Cap Impr Fund</b>	
Capital Improvement	8,623,000
<i>Total General Development Cap Impr Fund Appropriation</i>	<i>8,623,000</i>
<b>Total General Development Cap Impr Fund Requirements</b>	<b>8,623,000</b>
<b>Transportation Capital Impr Fund</b>	
Capital Improvement	52,536,000
<i>Total Transportation Capital Impr Fund Appropriation</i>	<i>52,536,000</i>
Unappropriated	1,929,000
<b>Total Transportation Capital Impr Fund Requirements</b>	<b>54,465,000</b>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Urban Renewal Capital Impr Fund</b>	
Capital Improvement	10,392,000
<i>Total Urban Renewal Capital Impr Fund Appropriation</i>	<i>10,392,000</i>
<b>Total Urban Renewal Capital Impr Fund Requirements</b>	<b>10,392,000</b>
<b>General Government Debt Svc Fund</b>	
Debt Service	6,186,000
<i>Total General Government Debt Svc Fund Appropriation</i>	<i>6,186,000</i>
Unappropriated	57,000
<b>Total General Government Debt Svc Fund Requirements</b>	<b>6,243,000</b>
<b>Pension Bond Debt Service Fund</b>	
Debt Service	2,475,000
<i>Total Pension Bond Debt Service Fund Appropriation</i>	<i>2,475,000</i>
Unappropriated	649,000
<b>Total Pension Bond Debt Service Fund Requirements</b>	<b>3,124,000</b>
<b>Water Fund</b>	
Environmental Services	19,139,170
Transfers	15,330,000
Contingency	2,826,000
<i>Total Water Fund Appropriation</i>	<i>37,295,170</i>
Unappropriated	17,227,830
<b>Total Water Fund Requirements</b>	<b>54,523,000</b>
<b>Water Capital Improvement Fund</b>	
Capital Improvement	72,740,000
<i>Total Water Capital Improvement Fund Appropriation</i>	<i>72,740,000</i>
Unappropriated	16,065,000
<b>Total Water Capital Improvement Fund Requirements</b>	<b>88,805,000</b>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Water Debt Service Fund</b>	
Debt Service	2,603,000
<i>Total Water Debt Service Fund Appropriation</i>	<i>2,603,000</i>
Unappropriated	525,000
<b>Total Water Debt Service Fund Requirements</b>	<b>3,128,000</b>
<b>Stormwater Fund</b>	
Environmental Services	14,009,023
Transfers	6,248,000
Contingency	2,682,000
<i>Total Stormwater Fund Appropriation</i>	<i>22,939,023</i>
Unappropriated	8,280,977
<b>Total Stormwater Fund Requirements</b>	<b>31,220,000</b>
<b>Stormwater Capital Improvement Fund</b>	
Capital Improvement	16,635,000
<i>Total Stormwater Capital Improvement Fund Appropriation</i>	<i>16,635,000</i>
Unappropriated	6,742,000
<b>Total Stormwater Capital Improvement Fund Requirements</b>	<b>23,377,000</b>
<b>Stormwater Debt Service Fund</b>	
Debt Service	264,000
<i>Total Stormwater Debt Service Fund Appropriation</i>	<i>264,000</i>
Unappropriated	171,000
<b>Total Stormwater Debt Service Fund Requirements</b>	<b>435,000</b>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>Wastewater Fund</b>	
Environmental Services	20,874,746
Transfers	12,301,000
Contingency	4,976,000
<i>Total Wastewater Fund Appropriation</i>	<u>38,151,746</u>
Unappropriated	10,553,254
<b>Total Wastewater Fund Requirements</b>	<u><b>48,705,000</b></u>
 <b>Wastewater Capital Improvement Fund</b>	
Capital Improvement	51,144,000
<i>Total Wastewater Capital Improvement Fund Appropriation</i>	<u>51,144,000</u>
Unappropriated	21,262,000
<b>Total Wastewater Capital Improvement Fund Requirements</b>	<u><b>72,406,000</b></u>
 <b>Wastewater Debt Service Fund</b>	
Debt Service	1,563,000
<i>Total Wastewater Debt Service Fund Appropriation</i>	<u>1,563,000</u>
Unappropriated	618,000
<b>Total Wastewater Debt Service Fund Requirements</b>	<u><b>2,181,000</b></u>
 <b>Facilities &amp; Fleet Management Fund</b>	
Citywide Services	7,580,822
Transfers	1,621,000
Contingency	479,000
<i>Total Facilities &amp; Fleet Management Fund Appropriation</i>	<u>9,680,822</u>
<b>Total Facilities &amp; Fleet Management Fund Requirements</b>	<u><b>9,680,822</b></u>
 <b>City Facility Capital Fund</b>	
Capital Improvement	3,377,000
<i>Total City Facility Capital Fund Appropriation</i>	<u>3,377,000</u>
<b>Total City Facility Capital Fund Requirements</b>	<u><b>3,377,000</b></u>

## Fiscal Year 2025/26 Appropriations by Fund

	<b>FY 2025/26 Appropriations</b>
<b>City Facility Debt Service Fund</b>	
Debt Service	330,000
<i>Total City Facility Debt Service Fund Appropriation</i>	<u>330,000</u>
Unappropriated	27,000
<b>Total City Facility Debt Service Fund Requirements</b>	<u><b>357,000</b></u>
 <b>Legal Services Fund</b>	
City Attorney's Office	2,001,895
Contingency	300,000
<i>Total Legal Services Fund Appropriation</i>	<u>2,301,895</u>
<b>Total Legal Services Fund Requirements</b>	<u><b>2,301,895</b></u>
 <b>Administrative Services Fund</b>	
Office of Governance & Mgmt	4,487,895
Budget & Finance	9,469,877
Information Technology	9,272,850
Citywide Services	5,387,583
Transfers	433,000
Contingency	886,000
<i>Total Administrative Services Fund Appropriation</i>	<u>29,937,205</u>
Unappropriated	500,000
<b>Total Administrative Services Fund Requirements</b>	<u><b>30,437,205</b></u>
 <b>Enterprise System Replacement Fund</b>	
Capital Improvement	920,000
<i>Total Enterprise System Replacement Fund Appropriation</i>	<u>920,000</u>
<b>Total Enterprise System Replacement Fund Requirements</b>	<u><b>920,000</b></u>

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**Fiscal Year 2025/26 Appropriations by Fund**


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	<b>FY 2025/26 Appropriations</b>
<b>Equipment Replacement Fund</b>	
Citywide Services	8,389,000
Transfers	2,000
Other Requirements	8,652,000
<i>Total Equipment Replacement Fund Appropriation</i>	<i>17,043,000</i>
Unappropriated	19,790,500
<b>Total Equipment Replacement Fund Requirements</b>	<b>36,833,500</b>
<b>Workers' Comp &amp; Liability Mgmt Fund</b>	
City Attorney's Office	9,333,326
Transfers	29,000
Contingency	1,401,000
<i>Total Workers' Comp &amp; Liability Mgmt Fund Appropriation</i>	<i>10,763,326</i>
Unappropriated	2,455,987
<b>Total Workers' Comp &amp; Liability Mgmt Fund Requirements</b>	<b>13,219,313</b>
<b>COG Health &amp; Dental Plans Fund</b>	
Citywide Services	19,334,000
Transfers	321,000
Contingency	2,949,000
<i>Total COG Health &amp; Dental Plans Fund Appropriation</i>	<i>22,604,000</i>
Unappropriated	2,993,000
<b>Total COG Health &amp; Dental Plans Fund Requirements</b>	<b>25,597,000</b>



COUNCIL ADVISORY COMMITTEE RECORD OF RECOMMENDATION	
CAC: Finance Committee	Topic: FY 2025/26 Budget Adjustment
City departments involved: Budget & Finance	
Staff Contact: Elizabeth McCann	Phone: 503-618-2312
Date reviewed by Committee: May 21, 2025	

Committee members present: Theresa Tschirky, Chair Mike Schultze, Vice-Chair Jan Baker Nick McWilliams	Committee members absent: Rusty Allen
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<p>Brief Description of issue/committee discussion:</p> <p>Elizabeth McCann, Budget &amp; Finance Director, provided an update on expected revenue for the FY 2025/26 budget. Under the current proposed one-year extension to the 3-Cities Fire Services contract, the revenue to Gresham is greater than what was included in the proposed and approved budget. With the revenue amount being higher than originally anticipated, no additional expenses are needed in the budget, and the extra money is available to be applied to the unappropriated line and reduce the structural fund balance gap.</p> <p>The Finance Committee members were unanimous in their decision to recommend that Council adjust the FY 2025/26 budget to reflect the increased revenue.</p> <p>Is the issue reviewed by the Committee different than what is being presented to Council? (If yes, explain): No</p>
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CAC recommended actions:
A motion was make by Ms. Baker and seconded by Chair Tschirky to: "Recommend that Council adjust the FY 2025/26 budget by increasing both the revenue and the unappropriated amounts to reflect additional revenue from the proposed 3-Cities Fire Services contract extension." The motion was passed unanimously.

Roll call of votes or Committee consensus:	
Yes votes:	No votes:
Jan Baker Nick McWilliams Mike Schultze Theresa Tschirky	None
Total yes votes: 4	Total no votes: 0

Report prepared by: Elizabeth McCann	Date: 6/10/2025
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