

Non-Operating
Fund: Strategic Investment Program
Department: Administrative Office
Organization Unit: 1999 Strategic Investment Program 206-1650

BUDGET DETAIL

	Actual 2005-06	Actual 2006-07	Budget 2007-08	Requested 2008-09	Proposed 2008-09	Approved 2008-09	Adopted 2008-09
Service Programs							
Administration	9,355,000	8,692,915	8,008,821	8,588,139	8,588,139	8,588,139	8,588,139
Education	-	500,000	500,000	500,000	500,000	500,000	500,000
Total Expenditures	9,355,000	9,192,915	8,508,821	9,088,139	9,088,139	9,088,139	9,088,139
Funding Sources							
Departmental Revenue	9,486,543	9,061,098	8,508,821	9,088,139	9,088,139	9,088,139	9,088,139
Beginning Balance	273	131,816	-	-	-	-	-
Total Resources	9,486,816	9,192,914	8,508,821	9,088,139	9,088,139	9,088,139	9,088,139

Purpose Statement:

This organization unit accounts for the negotiated payments from Intel Corporation as provided for in the 1999 agreement for property tax exemptions pursuant to the State's Strategic Investment Program (SIP).

Service Program Description:

1. **Administration:** This program accounts for receipt of all fees from the 1999 SIP agreement. It also accounts for the County's payment of a portion of the Community Service Fee to the City of Hillsboro and other administrative functions for the fund.

2. **Education:** This program accounts for disbursements that may be made to benefit public education institutions in Washington County.

County Administrator's Analysis:

Summary Requested Budget:

The requested budget for the 1999 Strategic Investment Program (SIP) totals \$9,088,139, an increase of \$579,318 as compared to the 2007-08 adopted budget. Revenues are projected to increase by the same amount and no beginning fund balance is anticipated. Highlights of the requested budget include:

- An increase of \$579,318 in revenues generated by the 1999 agreement's fee-in-lieu payment due to the projected level of investment under this project agreement. The fee-in-lieu is calculated as a percentage of total investment or abated tax on land and buildings, whichever is greater.
- The increase is partially offset by a reduction in revenues due to interest earnings. All interest earned on the SIP resources is accrued directly to the County's general fund.
- Allocation of the fee revenues is split between the County (receiving 68%) and the City of Hillsboro (receiving 32%). Based on the increased revenues, each jurisdiction's allocation will increase proportionately.
- From the County's share, a payment of \$500,000 has been made to the Northwest Educational Service District (NWESD) to support education programs in the area.

Highlights of Administrator's Proposed Budget:

I recommend that this budget be funded as requested.