## Transportation Demand Management Plan Requirement for Commercial/Mixed Use Zone Development



Portland City Council, May 24, 2018



## Why we are at City Council today

- 1. Affordable dwelling unit exemption
- 2. Amend the Transportation Fee Schedule to include Multimodal Incentive Fee rates

#### Implementing Previous Policy and Council Actions

#### Previous Council Actions - December 2016

- Comprehensive Plan Update adopt changes to Title 33
- Transportation System Plan adopt changes to Title 17

#### **Supporting City Policy**

- Climate Action Plan reduce transportation-related emissions to 50% below 1990 levels by 2035
- TSP adopted mode splits increase mode share of daily non-drive alone trips to 70% citywide by 2035

#### What is Transportation Demand Management (TDM)?

#### Strategies to reduce driving and encourage the use of transit and active modes of transportation

- - Subsidized transit passes 

    Bike commute reimbursements
    - Transportation Options information

#### PBOT has a long history of implementing TDM Programs:

- SmartTrips for new movers
- Sunday Parkways
- TDM in Parking Districts



## Why a TDM requirement?

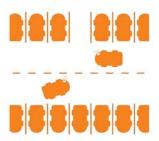
- 1. Mitigate transportation and parking impacts
- 2. Reduced transportation costs
- 3. Provides more travel options for people







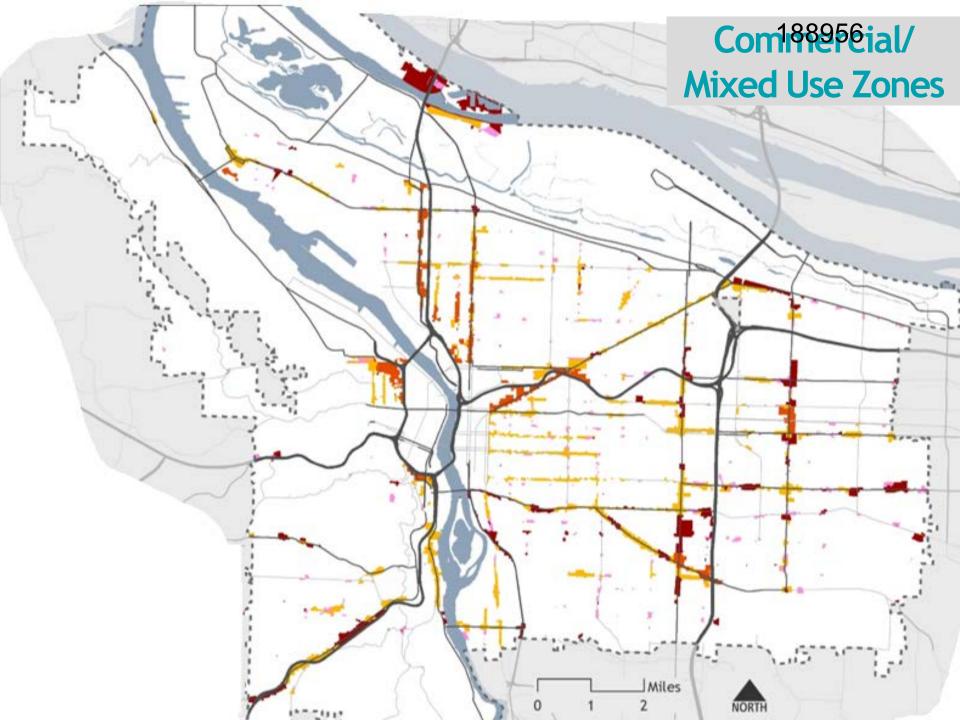




### What development is subject to the TDM requirement?

#### Must meet the following thresholds

- Located outside of the Central City Plan District
- In a Commercial/Mixed Use Zone (CR, CX, CM1, CM2, CM3, CE)
- ☑ Includes more than 10 new dwelling units
- Located close to transit



#### **TDM Best Practices in Other Cities**

Development and employer TDM programs work in tandem

- San Francisco, CA
- Santa Monica, CA
- Seattle, WA
- Arlington, VA







## Two Options to Fulfill TDM Requirement

Option 1: Custom TDM Plan - Land Use Review Route

Option 2: Pre-Approved TDM Plan - Administrative Route

### An Affordable Unit Rate

An exemption to the Multimodal Incentive Fee rate

- Exemption from Multimodal Incentive Fee
- Limited Duration expires June 30, 2020
- Still subject to other Pre-Approved TDM requirements:
  - Transportation Options Information
  - Annual Transportation Survey

#### 1. Amend the Transportation Fee Schedule

Service/ Permit Type	Description	FY 16-17	FY 17-18
		Fee	Fee
Multimodal Incentive Fee (see City Code Title 17.107.035)			
Market-Rate Units	Per unit	N/A	\$1,100
Affordable Units	Per unit	N/A	\$0

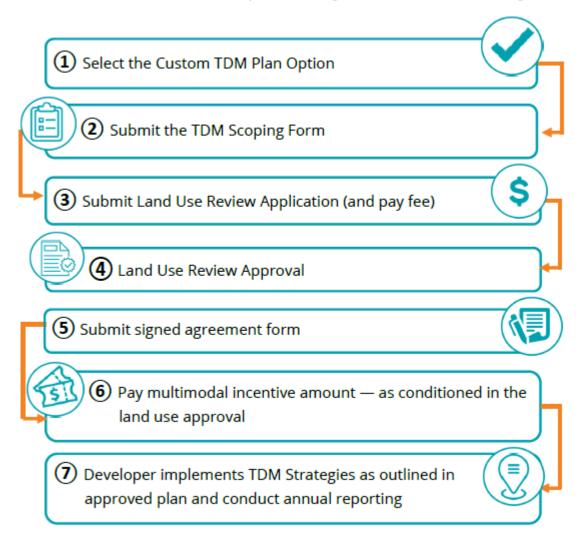
### 2. Affordable Dwelling Unit Exemption

- Exempt Affordable Units from Multimodal Incentive Fee
- For 2 years (June 30, 2020)

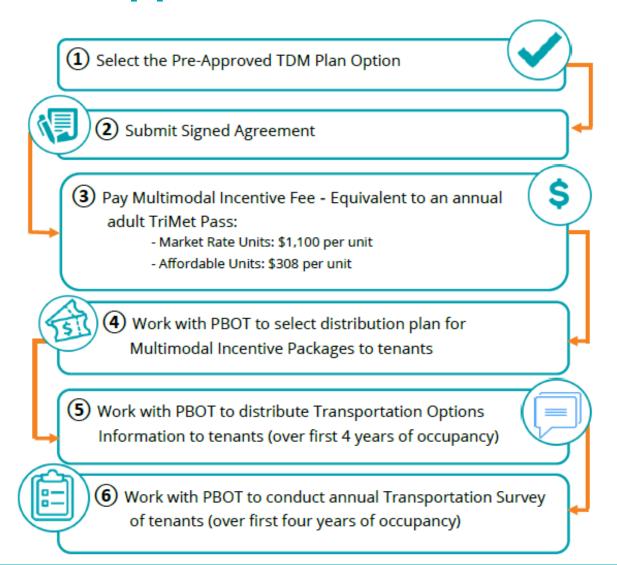
## Thank you!

## **Custom TDM Process**

Type II Land Use Review (Transportation Impact Review)



## **Pre-Approved TDM Process**



### Where are we now?

City Council tasked PBOT with development of administrative rules and implementation processes

- Inter and Intra-Bureau Coordination
- Programming in TRACS permitting software
- Trainings
- Notification

## **Next Steps**

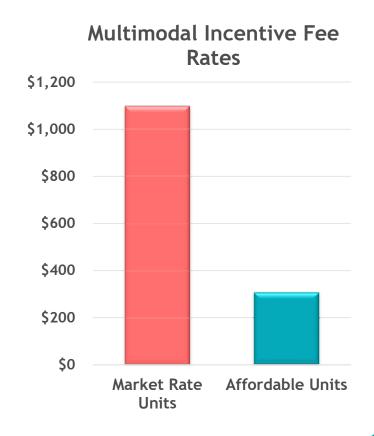
#### What's next?

- Discussion DRAFT public comment closes on Friday,
   May 4<sup>th</sup>
- Director to authorize final Administrative Rule
- Bring Transportation Fee Schedule updates to City Council
- Enacted on May 24<sup>th</sup> at 1:00 pm
- Prepare for next phase of implementation at occupancy

### **An Affordable Unit Rate**

#### A reduced Multimodal Incentive Fee rate

- TriMet's new Low-Income Fare
- 72% reduction in rate:
  - Affordable Units: \$308
  - Market Rate Units: \$1,100
- Benefits for a population that could use them



# TDM Best Practices in Other Cities Developer and Employer TDM programs work in tandem

- San Francisco, CA Development requirement for retail, office, residential, and other land use types to meet parking and TDM Program point targets
- Santa Monica, CA Development requirement for TDM Plan and annual TDM fee
- Seattle, WA Transportation Management Program (TMP) -Master Use Permit requirement on private development
- Arlington, VA Development Site Plan Conditions for Transportation Management Plans

#### **Custom TDM Process**

#### Type II Land Use Review

- Approved through a Transportation Impact Review
- Develop and Implement approved TDM Strategies
- Approval Criteria must demonstrate how the TDM strategies will contribute to sufficiently achieving the City's mode share and residential auto ownership targets.

### **Custom TDM Plan - Essential Elements**

1. Information & Communication



2. On-Site Infrastructure



3. On-Site Parking Management



4. Multimodal Incentives



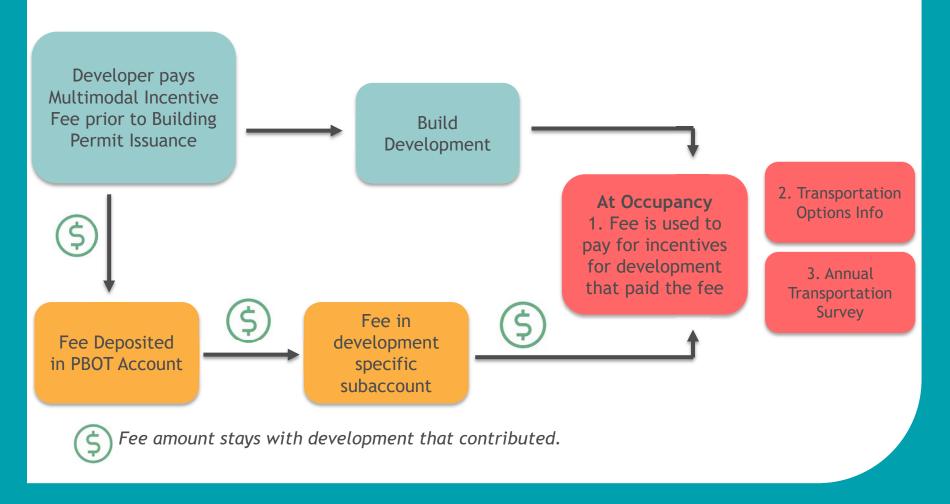
## **Pre-Approved TDM Process**

#### **Administrative Process**

- Dissemination of Transportation Options Information (for 4 years)
- Annual transportation options survey (for 4 years)
- Multimodal Financial Incentives

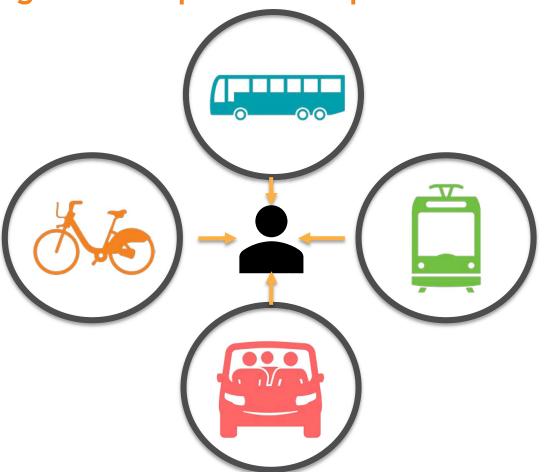
## **Pre-Approved TDM Process**

Where does the Multimodal Incentive Fee go?



### What does the Multimodal Incentive Fee get tenants?

**Package of Transportation Options Incentives** 



#### Addressing Affordability in Development

## PBOT actions to reduce financial barriers to affordable housing development

- Waiving Transportation System Development Charges (TSDC)
- Exemption from minimum vehicle parking requirements
- And now...developing an affordable unit rate for the Multimodal Incentive Fee and 2-year exemption

#### Option 1: Pre-Approved TDM Plan - Administrative Route

- Multimodal financial Incentives
- Dissemination of Transportation Options Information (for 4 years)
- Annual transportation options survey (for 4 years)

#### Option 2: Custom TDM Plan - Land Use Review Route

- Approved through a Transportation Impact Review
- Develop and Implement approved TDM Strategies
- Approval Criteria must demonstrate how the TDM strategies will contribute to sufficiently achieving the City's mode share and residential auto ownership targets.