

FINANCIAL IMPACT STATEMENT For Council Action Items

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator Todd Lofgren		2. Telephone No. 503-823-5229	3. Bureau/Office/Dept. Parks
5a. To be filed (date) September 9, 2010	5b. Calendar (Check One) Regular Consent 4/5ths <input checked="" type="checkbox"/>		4. Date Submitted to FPD Budget Analyst: September 9, 2010

1) Legislation Title:

* Authorize loan agreement to facilitate field improvement for Buckman Field (Ordinance).

2) Purpose of the Proposed Legislation:

Authorize the Commissioner of Portland Parks & Recreation to enter into a loan agreement to facilitate field improvements for Buckman Field. Per PP&R's agreement with Portland City United (PCU), authorized by Ordinance 183667, PCU has proposed to finance the remaining funding gap in the renovation of two existing grass sports fields to synthetic turf with lights at Buckman Field. Buckman Field is owned by Portland Parks & Recreation. The project is estimated to cost \$1,700,000. There is a funding gap for the project of \$350,000. PCU will permit PP&R's designated hours to other sports user groups and use all revenues to pay off a loan to cover the funding gap of the project. The loan term will not be more than four years.

3) Revenue:

Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If new revenue is generated please identify the source.

The City will own the improved fields and lights after the project is completed, worth approximately \$1.7 million. After the loan is paid, which will be not more than 4 years, PP&R's permitting revenues will increase as there will be a greater capacity of permitting due to the synthetic turf fields which allow more intense use than grass fields.

4) Expense:

What are the costs to the City as a result of this legislation? What is the source of funding for the expense?

PP&R does not have any costs unless PCU defaults on its loan payments. In that case, PP&R would assume responsibility for the loan payments and PCU would lose rights to use and permit the field. PP&R would then permit PCU's designated hours, as well as its own, to pay the loan payments.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?

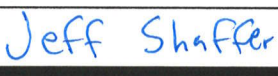
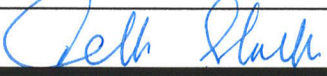

No.

6) Will positions be created or eliminated in *future years* as a result of this legislation?

No.

7) Change in Appropriations

None.

APPROPRIATION UNIT HEAD (Typed name and signature)