

IMPACT STATEMENT

Legislation title: Declare the City's support for Peregrine Sports LLC's proposal to expand Providence Park (Resolution)

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Purpose of proposed legislation and background information:

This Resolution affirms City Council support for Peregrine Sports LLC's proposed expansion of Providence Park, a city owned facility. The Resolution captures the principle elements of the proposal and provides direction to City staff in various bureaus to pursue the proposal. The Resolution is the first in numerous actions needed to bring the proposal to fruition. In the next several weeks, OMF will bring actions to approve 1) a contract for owner's representation services, 2) a competitive bid exemption for the construction, and 3) a non-binding Term Sheet. Later in 2017, OMF will bring actions to approve formal agreements with Peregrine Sports.

Financial and budgetary impacts:

This Resolution does not have a specific or direct impact on the City's long term financial position. The impact statements for the later actions described above, which will approve changes in the financial elements of the stadium's ongoing operations, will include more details about the financial impacts of the expansion, particularly as they relate to the Spectator Venues and Visitor Activities Fund and Peregrine's proposed exception from payment of surplus ticket tax on the expansion area seats for a ten (10) year period. Because Peregrine Sports proposes to pay the full cost to design and construct the expansion, the City will not incur additional debt obligations and will benefit from the increased asset value of the expansion.

Community impacts and community involvement:

An expansion of Providence Park will provide additional capacity and help Peregrine Sports address a significant unmet demand for tickets to Portland Timbers games; the current waiting list for season tickets is approximately 13,000.

Providence Park is subject to Zoning Code requirements for a Good Neighbor Agreement (GNA) as defined in City Code 33.510.115. The current GNA, dated February 17, 2010, calls for review and update of the GNA if Additional Construction, as defined in the GNA, occurs that is in excess of \$500,000. The GNA Oversight Committee began meeting in March 2017 in anticipation that an expansion might occur, and expects to make recommendations on updating the required construction mitigation plan and community outreach plan prior to the beginning of construction. The Oversight Committee will also determine if revisions to the Good Neighbor Agreement and Comprehensive Transportation Management Plan are needed and make recommendation on those prior to City Council consideration of them.

The stadium expansion is subject to a land use review under Design Review, which will begin on May 11, 2017 with a Design Advice Request before the Portland Design Commission. Review and approval of the Major Encroachment by the City Council is also required.

Budgetary Impact Worksheet**Does this action change appropriations?**

- ☐ **YES:** Please complete the information below.
☒ **NO:** Skip this section

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount