

## IMPACT STATEMENT

**Legislation title:** \*Authorize an intergovernmental agreement with Oregon Health & Science University (OHSU) to reimburse OHSU for SW Curry Street traffic signal construction expenses and to establish OHSU repayment terms of Immediate Opportunity Fund grant (Ordinance)

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**Purpose of proposed legislation and background information:**

The Bureau of Transportation ("PBOT") received a \$1,000,000 Immediate Opportunity Fund ("IOF") grant from the Oregon Department of Transportation ("ODOT") on November 1, 2017 (Ordinance 188661) for the construction of roadway improvements on the SW Moody Avenue / SW Bond Avenue corridor in the South Waterfront district. A portion of the grant-eligible improvements – specifically new traffic signals at the intersections of SW Curry Street with SW Moody Avenue and SW Bond Avenue ("the Curry Street signals") – was completed by Oregon Health & Science University ("OHSU") in December 2018 as part of a Public Works Permit project associated with the OHSU Center for Health & Healing South (Exhibit A-3).

The primary purpose of this ordinance is to authorize an Intergovernmental Agreement ("IGA," Exhibit A) between PBOT and OHSU in which PBOT reimburses OHSU for the construction cost of the Curry Street signals, using the IOF grant proceeds. ODOT and the City approved the transfer of grant proceeds to a third party by means of an amendment to the IOF grant IGA (Exhibit A-1), said amendment (Exhibit A-2) executed on May 30, 2018. The amount of reimbursement to OHSU is \$316,675, based on the "Traffic Signals" component of the accepted bid from Global Electric, Inc., a subcontractor to OHSU's construction manager / general contractor, Hoffman Construction Company of Oregon (Exhibit A-4).

PBOT is using the remainder of the IOF grant funds, \$683,325, to pay its contractor Goodfellow Bros., Inc., for work on the SW Bond Avenue Extension project, also an eligible IOF grant expenditure.

The secondary purpose of this ordinance is to allow PBOT to invoice and get reimbursed by OHSU in the event that OHSU's job creation and retention numbers do not meet the requirements of the IOF grant. The IOF grant states that within five years of the execution of the IOF grant IGA, PBOT must provide documentation to ODOT that OHSU has retained 316 full-time equivalent (FTE) staff positions and created 225 new FTE positions as a result of the construction of the Knight Cancer Research Building and Center for Health & Healing South. Failure to deliver these job numbers will necessitate a pro-rated reimbursement of the grant by the City to ODOT based on the ratio of actual jobs retained/created to projected jobs retained/ created, plus interest. If this situation occurs and PBOT must

reimburse grant proceeds to ODOT, PBOT wishes to get reimbursed commensurately by OHSU.

**Financial and budgetary impacts:**

PBOT essentially will be passing along ODOT grant funds to OHSU, therefore there is no budgetary impact to the City. If PBOT reimburses OHSU prior to receiving ODOT grant funds, PBOT has Transportation System Development Charges budgeted and eligible to cover the temporary funding gap.

**Community impacts and community involvement:**

The Curry Street signals are complete and operational, improving multi-modal safety and operations in the South Waterfront. South Waterfront stakeholders have been kept informed about this and other transportation projects in the area through periodic briefings to the South Portland Neighborhood Association, South Waterfront Community Association, and South Portland Business Association, and through web-based project updates.

**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

KK 1-28-19