

FINANCIAL IMPACT STATEMENT For Council Action Items

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

1. Name of Initiator Mark Walhoad		2. Telephone No. 503-823-0168	3. Bureau/Office/Dept. Bureau of Planning and Sustainability
4a. To be filed (date) 2/21/2010 – Mayors' office	4b. Calendar (Check One) Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/>		5. Date Submitted to FPD Budget Analyst: 2/21/2010

1) Legislation Title:

* Authorize application to Metro Regional Government for a package of seven grants for a total of \$2,115,000 as part of the Construction Excise Tax Planning Grant Program. (Ordinance)

2) Purpose of the Proposed Legislation:

Allows grant applications to be made by the Bureau of Planning and Sustainability, the Portland Bureau of Transportation, Portland Parks and Recreation, and the Portland Development Commission to Metro for potential planning projects in the 2010-2011 Fiscal Year.

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. If all seven grants are fully approved, revenue would come to the City from the Metro Construction Excise Tax Planning Grant Fund during FY 2010-2011 in the amount of \$2,115,000 for planning activities.

4) Expense:

What are the costs to the City as a result of this legislation? What is the source of funding for the expense? (Please include costs in the current fiscal year as well as costs in future years) (If the action is related to a grant or contract please include the local contribution or match required.) If all seven grants are fully approved, and accepted by City Council, the City would be committed to expending matching funds in the amount of \$871,347 in the form of salary, benefits, and materials and services from bureau budgets during FY 2010-2011 (BPS, Parks, PDC, PBOT). Grant funds received would also be used in their entirety for city staff time, consultant contracts, overhead, and other project-specific tasks.

Staffing Requirements:

5) Will any positions be created, eliminated or re-classified in the current year as a result of this legislation? (If new positions are created please include whether they will be part-time, full-time, limited term or permanent positions. If the position is limited term please indicate the end of the term.) No.

6) Will positions be created or eliminated in future years as a result of this legislation? No.

Complete the following section only if an amendment to the budget is proposed.

7) **Change in Appropriations** (If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Center Code column if new center needs to be created. Use additional space if needed.)

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Amount

Celia Heron, Bureau Operations Manager

Amara Wood for Celia Heron

APPROPRIATION UNIT HEAD (Typed name and signature)



City of Portland
Bureau of
**Planning and
Sustainability**

Sam Adams, Mayor
Susan Anderson, Director

Planning

1900 S.W. 4th Ave., Ste. 7100
Portland, OR 97201-5350

Phone 503-823-7700
FAX 503-823-7800
TTY 503-823-6868

Sustainability

721 N.W. 9th Ave., Ste. 195
Portland, OR 97209-3447

Phone 503-823-7222
FAX 503-823-5311
TTY 503-823-6868

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MEMORANDUM

To: Mayor Sam Adams

From: Susan Anderson, Director *SA Wood for Anderson*

Date: January 21, 2010

1. Ordinance Title: Authorize application to Metro Regional Government for a package of seven grants in the amount of a total of \$2,115,000 as part of the Construction Excise Tax Planning Grant Program.
2. Mark Walhood, Bureau of Planning and Sustainability/Portland Plan, 503.823.0168:
3. Requested Council Date: January 27, 2010

Consent Agenda Item: ☒ or Regular Agenda Item: _____

Emergency Item (answer below): ☒ or Non- Emergency Item: _____

If emergency, why does this need to take effect immediately: Grant applications are due to Metro on January 29, 2010

4. History of Agenda Item/Background: In June 2009, the Metro Council authorized an extension of the Construction Excise Tax (CET) grant program to fund regional planning needs for an additional five years until September, 2014. In the first round of CET grants in 2006, planning in urban growth boundary (UGB) expansion areas was the focus of funding. In the second round of the program this has been expanded, upon the recommendation of the CET advisory group, to include UGB expansion areas, designated urban reserve areas, and urban areas inside the UGB.

Grant funds from CET are generated from a regional excise tax on construction permits issued within the Metro service district. In the first round of grants, although projects within the City of Portland provided a significant share of regional CET funding, urban areas within the UGB (e.g. in Portland) were not eligible for grant funding. The evaluation criteria for this round of funding include an 'equity' criterion that seeks to further the equitable distribution of funds, based on collections of revenues, past funding, and planning resource needs. The City of Portland is well-positioned, based on this criterion, to receive a significant share of the \$7-\$10 million dollars expected to be made available through the program over the next five years.

Management and staff from the Bureau of Planning and Sustainability, the Portland Bureau of Transportation, Portland Parks and Recreation, the Bureau of Environmental Services, and the Portland Development Commission have coordinated over the past few months to submit a coordinated package of grant packages for the current phase of the CET grant program. Consistent with the purpose of the CET program, these grant applications seek funding dollars for planning projects that make land ready for development. After coordination among City staff, and with the support of various community partners and other agencies (e.g. Tri-Met, OMSI, Metro, etc.), applications are proposed to be submitted for the following seven projects:

- Developing an employment-oriented development plan for the inner stations along the future Portland-Milwaukie LRT alignment;
- Planning for redevelopment of Brownfields in Portland;

- Clarifying development opportunities along the Barbur Boulevard High Capacity Transit Corridor;
 - Removing barriers to development in the Foster-Lents area of Southeast Portland;
 - Providing for the growth of institutional facilities in Portland;
 - Developing strategies for development of a public plaza in the Hollywood Neighborhood; and
 - Evaluating development and design issues for the South Portal Transit link in the South Waterfront neighborhood.
5. Purpose of Agenda Item: Authorize the submittal of a package of seven grant applications to Metro for the CET planning grant program.
6. Legal Issues: No legal issues identified.
7. What individuals or groups are or would be opposed to this resolution? Supportive?
- No opposition to this resolution has been identified.
8. How Does This Relate to Current City Policies?
- The package of grant applications would be supportive of City and Regional efforts to foster development activity within the City.
9. Community Participation: Individual projects include community outreach and participation as part of the planning process.
10. Other Government Participation: Government partners in the proposed grant applications include Tri-Met, the Oregon Department of Transportation, the Oregon Department of Environmental Quality, Metro Regional Government, the Port of Portland, and the City of Portland Bureau of Environmental Services.
11. Financial Impact: A Financial Impact Statement (FIS) has been submitted, identifying maximum potential grant revenue of \$2,115,000, with maximum matching funds from City bureaus in the amount of \$871,347.