2014 PARKS REPLACEMENT BOND

Thursday, July 24, 2 p.m.



Commissioner Amanda Fritz | Director Mike Abbaté





Over the last century, Portlanders created and have maintained our parks system through a series of capital investments (bonds and levies).



But parks structures and equipment have finite life spans. We invest in them so they remain safe and accessible for future generations.

2014-15 CITY BUDGET

Projected Parks Budget includes \$1.52M for Major Maintenance 11,546 acres 209 developed parks 14 community & art centers 13 pools 155 miles of trails 48 community gardens 97 restrooms ...and many more assets...

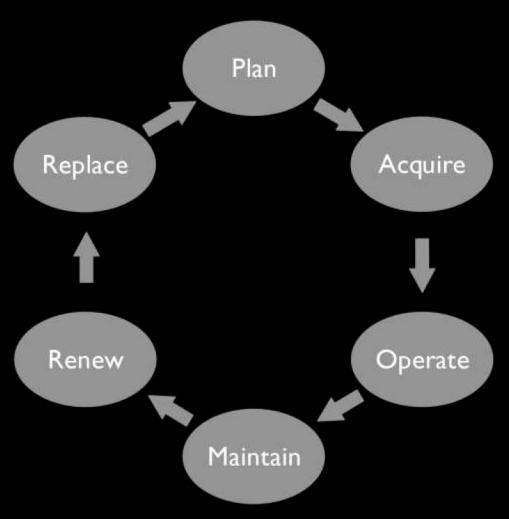


City of Portland GF Discretionary Budget



Asset Management - Seven Principles

- I. Assets exist to **deliver services**
- 2. Assets have a finite life cycle
- 3. Assets will eventually fail to deliver services as designed
- 4. Assets fail in **different ways**
- 5. Assets fail at different times
- 6. Asset failures have different consequences
- 7. Manage for lowest total life cycle investments; at desired levels of service



\$36.5M

ANNUAL MAJOR MAINTENANCE NEED

\$1.52M

ANNUAL GENERAL FUND MAJOR MAINTENANCE ALLOCATION

\$3.92M

GF + FY14-15 GRANTS & PARTNERSHIPS

THE REAL IMPACT OF THIS BUDGET

1-45

A strong start...

2014 PARKS REPLACEMENT BOND

Parks Replacement Bond.org	NO INCREASE IN TAX RATES
	NO INCREASE IN TAX RATES

\$365M NEEDED MAJOR MAINTENANCE DOLLARS OVER THE NEXT IOYEARS

IOYEAR PROJECTIONS

\$15.2M PROJECTED GENERAL FUND ALLOCATION

IOYEAR PROJECTIONS

\$24M

PROJECTED GRANTS &

PARTNERSHIPS

\$15.2M

PROJECTED GENERAL FUND ALLOCATION

\$24M PROJECTED GRANTS & PARTNERSHIPS



\$68M BOND PROCEEDS

IOYEAR PROJECTIONS

\$24M PROJECTED GRANTS & PARTNERSHIPS



\$68M BOND PROCEEDS

TOTALS: \$107.2M | 29% OF \$365M 10 YEAR PROJECTIONS

COMMUNITY ENGAGEMENT

800 LIKELY VOTERS POLLED

2819 DIGITAL SURVEY PARTICIPANTS

STAKEHOLDER MEETINGS ACROSS PORTLAND

498 ONLINE CRITERIA TEST PARTICIPANTS

1 1 1 1 1 1 1

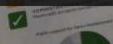
TOWN HALL JUNE 30, 2014

BAC MEETING JULY 2, 2014 2015-2016 DEVELOPMENT OF PROJECT LIST #2

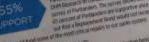
FOCUS AREAS



Identified as urgent priorities by Parks bureau and through public involvement.



2.40



of that a businessing tard south rad screen in Compare on being which

the man in wanty other short on a wate there are been a reacher of which adopt a line some we

ing the party of the local day

FOCUS AREA PLAYGROUNDS

Fix, improve 10 to 20 play areas that are closed, at risk of closure, or deficient.

FOCUS AREA TRAILS & BRIDGES

Preserve access to natural areas and open spaces by repairing bridges and trails.

FOCUS AREA POOLS

Prevent emergency closures and stop water leaks. Improve water conservation and energy efficiency.

FOCUS AREA PROTECT WORKERS

Improve safety, make critical upgrades, fix leaking roofs, update equipment at maintenance facilities. Up to \$10M.

FOCUS AREA PIONEER SQUARE

Fix leaks and cracks, replace failing structures, at our most visited park. Up to \$10M.



FOCUS AREA ACCESSIBILITY

Remove access barriers in parks; recent report found tens of thousands of barriers across park system.

Up to \$5M.

FOCUS AREA RESTROOMS & URGENT REPAIRS

Prevent closures, replace and repair restrooms, roofs and other failing structures.

REFERRAL RECOMMENDATION:

Project List #I (Exhibits E & F)

- Examples are urgent needs:"High probability of failure x High impact of failure"
 - Many in first bond issuance (2015), some in second issuance (TBD)

Project List #2 (Exhibits E & F)

- Use identified criteria
- Second bond issuance
- Preserve flexibility for: Volatility of cost + Unpredictability of emergent needs
- Public process in 2015-2016

CAPTION: Bonds to fix playgrounds, trails; improve park facilities, safety, accessibility.

QUESTION: Shall Portland fix, improve park facilities by issuing bonds estimated to maintain current tax rate; require audits and public oversight? CAPTION: Bonds to fix playgrounds, trails; improve park facilities, safety, accessibility.

QUESTION: Shall Portland fix, improve park facilities by issuing bonds estimated to maintain current tax rate; **require audits and public oversight**?

City of Portland's Debt Capacity:

- \checkmark Total capacity = \$630.3 M
- ✓ Bonds outstanding = \$99.7M
- \checkmark Available capacity = \$530.6M

General Obligation Bonds typically fund capital projects:

 $\sqrt{}$ of significant size (\$10K+)

✓ with longer-term useful lives (10 years+)

2014 PARKS REPLACEMENT BOND		
Parks Replacement Bond.org	NO INCREASE IN TAX RATES	
	NO INCREASE IN TAX RATES	

Expiring Bond: ~\$.0877/\$1000 of assessed value

Parks Replacement Bond: ~\$.0877/\$1000 of assessed value

= rate would be the same as the current estimated rate of the expiring parks bond

= measure would authorize up to \$68M

2014 PARKS REPLACEMENT BOND	
Parks Replacement Bond.org	NO INCREASE IN TAX RATES
	NO INCREASE IN TAX RATES

\$24M PROJECTED GRANTS & PARTNERSHIPS



\$68M BOND PROCEEDS

TOTALS: \$107.2M | 29% OF \$365M 10 YEAR PROJECTIONS

"What people don't **understand**, they won't value; what they don't **value**, they won't **protect**; what they don't protect, they will lose."

-CHARLES JORDAN



PORTLAND PARKS & RECREATION

Healthy Parks, Healthy Portland



Healthy Parks, Healthy Portland

Keeping Portland a City of Parks Keeping Portland a City of Parks

TOTIOT T OT UD T

ParksReplacementBond.org

Parklandia.org



PORTLAND PARKS & RECREATION

Healthy Parks, Healthy Portland

Healthy Parks, Healthy Portland

Received Portland a City of Parks Keeping Portland a City of Parks

rland a City of Parks