

IMPACT STATEMENT

Legislation title: *Accept and appropriate a grant in the amount of \$250,000 from Metro for the North/Northeast Community Development Pathway 1000 Initiative Project (Ordinance)

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Purpose of proposed legislation and background information:

Authorize acceptance of grant of \$250,000 from Metro. The purpose of the grant is to create a plan by Portland Community Reinvestment Initiative (PCRI) for the funding, construction and rehabilitation of 1,000 units in North and Northeast Portland to provide housing for persons displaced from their historical neighborhood as a result of gentrification.

This grant proposal was approved by City Council for submission to Metro on May 27, 2015. It supports the City's N/NE Housing Strategy, for which the first year report was accepted by City Council on February 3, 2016.

Financial and budgetary impacts:

This grant will generate \$250,000 in revenue - \$28, 000 for FY2015-16 and \$222,000 for FY2016-17.

Of the \$250,000, the Bureau of Planning and Sustainability (BPS) will pass \$230,000 to Portland Community Reinvestment Initiative to provide research and analysis, a community involvement process, and a funding and implementation strategy. This will be provided by PCRI Staff for \$90,000, and consultant services hired by PCRI for \$140,000.

\$20,000 will be allocated to support BPS staff working on the project.

Local match in the amount of \$33,000 will be provided by the General Fund from the Planning Program (PNCP000001) in the Bureau of Planning and Sustainability FY15-16 and FY16-17 budget. The match will be in the form of salary, benefits and payroll taxes.

Long-term impacts resulting from the plan will include a financial commitment from the City for a portion of the funding that will be necessary to implement the plan. The City has made a commitment to fund new affordable housing projects in inner N/NE Portland, beginning in 2015. This is a continuation of that commitment. This project will begin in 2017 and is expected to be a 10-year project, resulting in the creation of 1000 housing units over ten years.

Community impacts and community involvement:

The purpose of the grant is to address the displacement of over 10,000 people from N/NE Portland over the past decade, the majority of whom are African Americans who have historically lived in this part of the city. The grant will create an implementation plan for the

funding and creation of 1,000 units of housing for some of the displaced residents, working in conjunction with the N/NE Housing Strategy on criteria for returning residents.

The historical Albina community follows the geography of the Interstate Urban Renewal Area, which aligns with the Albina Community Plan area adopted with the Albina Community Plan in 1993. The demographics of the neighborhoods within this area have reversed over the past decade in terms of racial composition, and other factors including income, age, and educational attainment have also changed significantly. The funding for this project helps ensure that the City is broadly addressing issues related to equity as part of an overall prosperous, educated, healthy, and equitable Portland strategy.

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
217007	PNCP000001	529001	CDAPDI00000000GC	Non-Program	PN000063	PN00630001	28,000
217007	PNCP000001	441100	CDAPDI00000000GC	Non-Program	PN000063	PN00630001	28,000