

### Proposed Cully TIF District Plan

### Planning and Sustainability Commission

September 27, 2022





### Overview

- Introduction & Role of PSC
- Prosper Portland and PHB Presentation
- Public Testimony
- PSC Discussion & Recommendation





### PSC and Urban Renewal (TIF) Plans

### **Oregon Revised Statutes Chapter 457:**

"An urban renewal agency shall <u>forward an urban renewal plan and the</u> <u>accompanying report to the planning commission of the municipality for</u> <u>recommendations</u> before presenting the plan to the governing body of the municipality for approval ...

... The ordinance shall include determinations and <u>findings by the governing</u> body of the municipality that ... the urban renewal plan conforms to the <u>comprehensive plan</u> and economic development plan, if any, of the municipality as a whole ..."





### PSC and Urban Renewal (TIF) Plans

### Portland 2035 Comprehensive Plan:

Policy 1.8 Urban renewal plans. Coordinate Comprehensive Plan implementation with urban renewal plans and implementation activities. A <u>decision to adopt a new urban renewal district ... must</u> <u>comply with the Comprehensive Plan</u>.





### Cully TIF District Plan Compiles with the Comprehensive Plan as a whole, including:

- Guiding Principles on Equity and Economic Prosperity
- Chapter 2: Community Involvement
- Chapter 5: Housing
- Chapter 6: Economic Development



### Chapter 2: Community Involvement

- Community driven process
- Centering underserved, marginalized and underrepresented communities
- Co-creation model for plan development and implementation, Action Plans, Governance Charter





### **Chapter 5: Housing**

Neighborhood stabilization emphasis, funding for:

- Home repair
- Home ownership
- Rehab and preservation of existing affordable and market rate housing
- New multi-family rental affordable housing,
- Houseless facilities





### Chapter 6: Economic Development

Retain, create, and expand economic opportunities in Cully through investments in:

- Building renovations
- Retention and expansion of existing businesses
- Support for start-up businesses





### Policy 6.32 Urban Renewal Plans:

"Encourage urban renewal plans to primarily benefit existing residents and businesses within the urban renewal area"





### **Requested PSC Action & Next Steps**

Staff recommends that the PSC take the following actions:

- 1. Find that the Cully TIF District Plan conforms to the City of Portland Comprehensive Plan; and
- 2. Recommend that City Council adopt the Cully TIF District Plan and Report.









### **Cully TIF District** Planning & Sustainability Commission

September 27, 2022

## **Our Agenda**

- Cully TIF Exploration Process
- TIF District Plan and Project List
- Action Planning, Implementation & Governance



## Why a New TIF District in Cully?

Significant risk of residential and commercial displacement

**Race/Ethnicity** 

**50%** Black population living in Cully in last 10 years

Income

Average household income compared to Portland

Households in Cully tend to be larger, with more children, and multi-generational, meaning lower incomes support more people



**Multi-family Lease Rates\*** 



**Industrial Lease Rates** 

1 22%

**Retail Lease Rates** 

1 15%

\* Forecasted Market Conditions (5-year)





# **Vulnerability, Displacement-Risk Mapping**



NE Liberty SI NE Rosa Parks Wa Portland City Boundary 0 Gentrification and Displacement Risk Typology Susceptible Early: Type 1 Early: Type 2 Dynamic Late: Type 1 Late: Type 2 Continued Loss KE Wygent St VIE Galma S NE NE NE Failing S NE Failing S NE Alton

Dynamic and Late Type 2 phases of gentrification





Medium to high vulnerability

# **Cully TIF Exploration Process**





## Building on Neighborhood Prosperity Network Capacity Partnerships & Successes





## Who are the Cully Partners?







Cully Association of Neighbors











## **Community Led Process**

- Community partners requested TIF exploration to stabilize community
- History of community development and relationships within the district
- Preliminary Report findings:
  - Rising investment pressures
  - Sparse commercial development
  - Poor walkability
  - Scarce transit
  - Brownfields
  - Lack of open space/recreational opportunities
- Co-created Draft Plan, Report and Governance Charter





# **Community Engagement**

#### **BROAD: PLACE-BASED ENGAGEMENT** *Prosper Portland & Portland Housing Bureau led*

#### **DEEP: COMMUNITY-BASED ENGAGEMENT** *ELC Subcommittee-led*



## **Community Priorities We Heard**





## **Preliminary Report: The Vision**









## **Comprehensive Plan Alignment**

### **Chapter 2: Community Involvement**

**Involvement as Partnership Social Justice and Equity** Value Community Wisdom **Accessible & Effective Participation** Representation

**Community Capacity** Building **Community Analysis Early Involvement Culturally-appropriate Processes** 





## **Proposed TIF District & Plan**





Building an Equitable Economy

# **Proposed Cully TIF Boundary**

- 1,623 Acres
- 56% single-family
- 25% employment/ industrial
- 11% multi-dwelling
- 4% commercial
- 2% mobile home parks
- 1% open space





## **Priority Communities**

"Priority Communities" refers to the intended beneficiaries of the **Cully TIF District: African American and Black persons; Indigenous** and Native American persons; persons of color; immigrants and refugees of any legal status; renters; mobile home residents; persons with disabilities; low-income people; houseless people; and other population groups that are systemically vulnerable to exclusion from Cully due to gentrification and displacement.



## **District Goals**

- 1. Prevent displacement
- 2. Preserve existing opportunities for affordable housing and economic prosperity, and create new opportunities
- 3. Ensure that current resident benefit from investments
- 4. Ensure that those most affected will play lead roles
- 5. Develop and inspire a new model for TIF
- 6. Actively work to remove access barriers
- 7. Spur innovation of environment and climate change





# **Eligible Projects List**

- L. Affordable housing, homeownership and home repairs
- 2. Business support, property acquisition, development and renovation
  - Arts, culture and signage

3.

4.

5.

- Land acquisition and land banking
- **Recreational improvements**
- 6. Infrastructure improvements



## **Comprehensive Plan Alignment**

### **Chapter 5: Housing**

**Housing Diversity Equitable Housing Access Housing Affordability Homeownership Retention High-performance Housing** 

## **Chapter 6: EcDev** Economic Prosperity Business District Vitality Diverse, Expanding Economy

**Disparity Reduction** 

**TIF Plans** Benefit Existing **Residents & Businesses** 





## **Implementation & Governance**





Building an Equitable Economy

## **How TIF Plan relates to Action Plan**

### TIF Plan 30-year Vision, Values, Goals

Principles that Guide Implementation

**TIF Eligible Projects** 

The TIF Plan creates a legally allowable "menu" for future TIF investments & guides action plans

The Action Plan sets forth a strategy for implementation: project & budget prioritization, measures of success, and accountability & oversight **Action Plans** 5-year Priorities

Identify Specific Projects

**Identify budget** 





## **Community Leadership Committee**

**Purpose:** Advise Decision Makers on different types of decisions, providing essential guidance, recommendations, and oversight regarding implementation of the TIF Plan

**Membership:** All Committee members must either live, work, worship, have children enrolled in school, or have been displaced from within the Cully TIF District boundary

**Accountability:** Governance Structure details escalation paths; annual report to City Council

Support: Community-based and City staff

**Comprehensive Plan** Alignment Partnership Social Justice & Equity Value Community Wisdom Transparency & Accountability Accessible & Effective **Participation** Strong Civic Infrastructure





## **Roles and Responsibilities**

Co-created Recommendations

#### CITY COUNCIL/PROSPER PORTLAND BOARD Make final decisions

#### COMMITTEE

Reflect the needs and priorities of the Cully community, both current and future generations, as described in the TIF Plan

Make recommendations through a vote or other procedure

Comply with Cully TIF Plan

Respect Partnerships and Cocreation CITY

Provide technical support, research, draft documents

Ensure notice to committee on public meetings related to Cully TIF District

Implement program offerings







### **Tracee Wells-Bryant**

### Education & Training Specialist, Portland Community College

### **ELC Member**



# **Invited Testimony**





Building an Equitable Economy

### **Requested PSC Action & Next Steps**

Staff recommends that the PSC take the following actions:

- 1. Find that the Cully TIF District Plan conforms to the City of Portland Comprehensive Plan; and
- 2. Recommend that City Council adopt the Cully TIF District Plan and Report.





# **Questions?**





Building an Equitable Economy

## **Additional Slides**





Building an Equitable Economy

### Where are Portland's TIF Districts?





## **How TIF Works**

Property Taxes Generated



Time (Years)





## **Acreage & Assessed Value**

City acreage now in TIF districts (max is 15%)

3,960

1,623

10.7%

Available acreage for TIF in FY21/22

**Proposed Cully** 

Acreage

**6.9%** City assessed value (AV) now in TIF districts (max is 15%)

\$5.2B Current available AV for TIF

\$1.0B

Proposed Cully AV

Retains Capacity for Additional TIF Districts 2,337 acres still available

8,850 acres released by end of FY 2026-27





### **Comprehensive Plan Compliance**

#### Portland 2035 Comprehensive Plan:

**Policy 1.10 Compliance with the Comprehensive Plan** ... "Comply" means that amendments must be evaluated against the Comprehensive Plan's applicable goals and policies and <u>on balance be equally or more supportive of the Comprehensive Plan as a whole</u>...

Every decision is different, with different facts. The particular policies that matter more will change from one decision to another. There is no set formula — no particular number of "heavier" policies equals a larger set of "lighter" policies. In cases where there are competing directions embodied by different policies, City Council may choose the direction it believes best embodies the Plan as a whole.



