ORDINANCE NO. 773

AN ORDINANCE ADOPTING THE TROUTDALE RIVERFRONT RENEWAL PLAN

THE TROUTDALE CITY COUNCIL FINDS:

- 1. It is in the City's best interests to have the Urban Renewal Agency of the City of Troutdale ("Agency") undertake redevelopment activities as called for in the Troutdale Riverfront Renewal Plan ("Plan").
- 2. The Plan, which is Attachment A to this Ordinance and incorporated herein by reference, has been prepared in accordance with the requirements of ORS Chapter 457. The Plan is based on the recommendations from the Troutdale Ad Hoc Downtown Redevelopment Committee ("Ad Hoc Committee"). It authorizes redevelopment activities, including the acquisition and disposition of real property described therein, in the Troutdale Riverfront Renewal Area ("Area").
- 3. In accordance with ORS 457.085(3), the Report Accompanying Troutdale Riverfront Renewal Plan ("Report"), which is Attachment B to this Ordinance, has been prepared.
- 4. The Troutdale Citizens Advisory Committee (the "CAC"), the Parks Advisory Committee ("PAC"), and the Ad Hoc Committee reviewed the Plan. All three committees voted unanimously to recommend that the Plan be adopted.
- 5. The Troutdale Planning Commission considered the Plan and Report at a public hearing on January 18, 2006. After hearing public testimony, the Planning Commission voted to recommend to the City Council that the Plan be adopted. The Planning Commission's Final Order and Findings and Recommendations, which is Attachment C to this Ordinance, is incorporated herein and adopted by the Council.
- 6. In accordance with ORS 457.085(5), the Plan and Report were hand delivered or mailed to all the taxing districts that levy taxes within the Area ("Affected Taxing Districts"). The chief administrative official and elected officials for all of the Affected Taxing Districts were informed about the Plan and the public hearings on January 24, and February 14, 2006. All the Affected Taxing Districts were invited to contact the Mayor or City Administrator and were told that if they chose to submit written comments prior to February 14, 2006, such comments would be accepted, rejected or modified by the City Council in its consideration of the Plan.
- 7. In accordance with ORS 457.437, the Plan, including its maximum indebtedness, and the Report were presented to the Multnomah County Board of Commissioners on January 26, 2006.
- 8. On January 12, 2006, notice of the City Council public hearings regarding the adoption of the Plan, with the required statements in ORS 457.120(3), was mailed to all postal patrons in the City of Troutdale. Notice of the City Council public hearings

regarding the adoption of the Plan was also published in the Gresham Outlook on January 14, 2006.

- 9. On January 24th and February 14th, 2006, the City Council held public hearings to review and consider the Plan, the Report, the recommendations from the CAC, PAC, Ad Hoc Committee and Planning Commission and the public testimony. Based on the recommendations and public testimony, the Council concludes it is in the City's best interests to approve the Plan.
- 10. Based on information provided in the Report, the Planning Commission Final Order, Findings and Recommendation, which are hereby adopted and incorporated herein by reference, and the public testimony before the City Council, the Council hereby determines and finds that the Plan complies with all the requirements in ORS Chapter 457, and more specifically, 457.095(1) through (7), as follows:
 - A. The area designated in the Plan as the Plan Area meets the statutory definition of "blight," as defined by ORS 457.010(1) and is eligible for inclusion within the Plan because of underdeveloped land, inadequate streets, pedestrian walkways and utilities to support development, inadequate public facilities such as parks and public parking lots, disuse of property resulting from faulty planning, faulty interior arrangement and exterior spacing, shifting uses and a growing lack of proper utilization of areas resulting in a stagnant or unproductive condition of land potentially useful and valuable for contribution to the public health, safety and welfare;
 - B. The rehabilitation and redevelopment described in the Plan to be undertaken by the Agency is necessary to protect the public health, safety and welfare of the City because absent the completion of urban renewal projects in the Plan, the Area will fail to be fully developed and utilized in a manner that is consistent with the Vision Plan the Council approved for the Area, will not be developed to its highest and best use with public amenities that benefit City residents, and will not contribute its fair share of property tax revenues to the City that are necessary to support City facilities and services;
 - C. The Plan conforms with the City of Troutdale Comprehensive Plan and Troutdale Town Center Plan, as more fully described in Section VI of the Plan;
 - D. The Plan provides an outline for accomplishing the projects described in the Plan, at Section III of the Plan;
 - E. No residential displacement will occur as a result of the acquisition and disposition of land or redevelopment activities proposed in the Plan;
 - F. The acquisition of real property provided for in the Plan is necessary for the development of public facilities and related private development in the Area and for the development of adequate streets, pedestrian walkways, public parking and public utilities, as more fully described at Section VIII in the Plan;

Attachment C - Planning Commission's Final Order

- G. Adoption and implementation of the Plan is economically sound and feasible in that the urban renewal projects and activities will be funded by urban renewal tax revenues derived from a division of taxes pursuant to Section 1c, Article IX of the Oregon Constitution and ORS 457.440 and other available funding. Sections VI, VIII and IX of the Report describe the projected costs and revenues, anticipated tax increment revenues and characterize the economic feasibility of the Plan; and
- H. The City shall assume and complete any activities prescribed it by the Plan.

NOW, THEREFORE, IT IS ORDAINED BY THE COUNCIL OF THE CITY OF TROUTDALE:

<u>Section 1.</u> In accordance with the findings set forth above, the public testimony and the information presented to the Council, the Troutdale Riverfront Renewal Plan is hereby approved.

<u>Section 2.</u> The City Recorder shall forward a copy of this Ordinance to the Agency. The Agency shall deliver a copy of the Plan to Multnomah County to be recorded in the Records of Multnomah County, Oregon, on the later of the date this Ordinance is effective or the date the voters approve the Plan if the Plan is referred to the voters for their approval.

<u>Section 3.</u> In accordance with ORS 457.095 and 457.115, notice of the adoption of this Ordinance approving the Plan, and the provisions in ORS 457.135, shall be published in the Gresham Outlook no later than four days following adoption of this Ordinance.

<u>Section 4.</u> If the voters of the City of Troutdale do not approve the Plan this ordinance shall automatically be repealed on the sooner of the date the election results are certified or December 31, 2006 and it shall be null and void.

YEAS: 7 NAYS: 0

ABSTAINED: 0

∕Paul Thalhofer, Mayor

Dated: February 15, 2006

Debbie Stickney, City Recorder

Adopted: February 14, 2006

Attachment A to Ordinance #773

Recorded in MULTNOMAH COUNTY, OREGON C. Swick, Deputy Clerk

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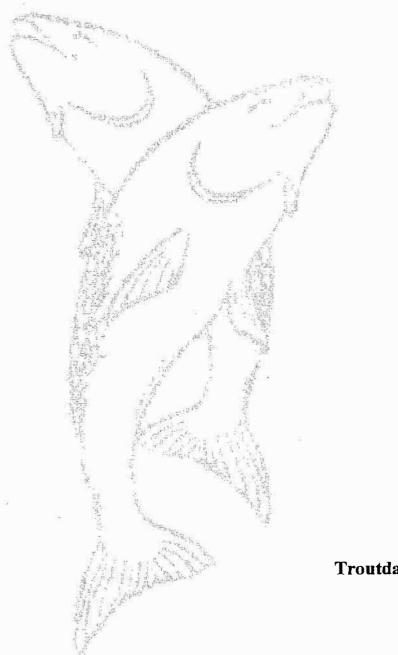
RECOMMENDED

Troutdale Riverfront Renewal Plan

Prepared by:

Tashman Johnson LLC Cascade Economic Planning

January 18, 2006



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Troutdale Riverfront Renewal Plan

Prepared by:

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January 18, 2006

LIST OF PARTICIPANTS

Ad Hoc Downtown Urban Renewal Advisory Committee

Mike Chudzik, REMAX Equity Group
Mike Greenslade, Bremik Construction
Terry Kneisler, Superintendent, Reynolds School District (Vice Chair)
Max Maydew, Downtown Troutdale Developer
Sharon Nesbit, Citizen at Large
Dave Rasmussen, Citizen Advisory Committee
Bruce Stannard, Parks Advisory Committee
Jerry Stitzel, Columbia Life Center, (Chair)
Marianne Vier, Planning Commission
Janice White, Citizens Advisory Committee
John Wilson, Budget Committee

City of Troutdale Staff

John Anderson, City Administrator Rich Faith, Community Development Director

Consultants

Jeffrey Tashman, Tashman Johnson LLC Tina Mosca, Cascade Economic Planning Jeannette Launer, Attorney

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I. INTRODUCTION

The Troutdale Riverfront Renewal Plan (the "Plan") contains goals, objectives and projects for the revitalization of the Troutdale Riverfront Renewal Area (the "Area"). The Area, shown in Figure 1, is zoned for commercial use, encompassing lands in Troutdale's General Commercial District and Mixed Office/Housing District. It is also within the City's Town Center District Overlay Zone.

Existing conditions are that the Area is underdeveloped and suffers from poor auto access and lack of pedestrian and bicycle connections to the central business district. These constraints have hampered the Area's capacity to attract a mix of high quality commercial, office, residential and public uses suitable for the Sandy Riverfront and the Troutdale Town Center. Information regarding conditions in the Area is provided in the Report accompanying the Plan (the "Report").

The purpose of the Plan is to use the tools provided by urban renewal to develop public infrastructure to attract private investment and facilitate the Area's redevelopment. These tools include tax increment financing (see Section X), which generally means that the property taxes resulting from growth in property value within the Area can be used to finance improvement projects. The Plan allows for the Agency purchase of land from willing sellers and subsequent Agency sale for redevelopment as part of a public/private development partnership. The Plan does not authorize use of condemnation to acquire property. The normal authority of public agencies such as the City of Troutdale to acquire land for public improvements is unaffected by the Plan, and such authority may be used in the Area.

The Plan is administered by the Urban Renewal Agency of the City of Troutdale (the "Agency") which was established by the City Council of the City of Troutdale as the City's Urban Renewal Agency. The Plan may be changed in the future, under the provisions of Chapter XII.

The Plan has a duration of 10 years (see Chapter XI), meaning that no new debt will be incurred after the tenth anniversary of the Plan's effective date. The maximum amount of indebtedness (amount of tax increment financing for projects and programs) that may be issued for the Plan is Seven Million Dollars and No Cents (\$7,000,000).

II. GOALS AND OBJECTIVES

The goals and objectives of the Plan are as follows:

A. Goal: Promote the Redevelopment of the Area for a Mix of Retail, Office, Residential and Public Uses.

The Area is effectively undeveloped but its location makes it a valuable site for a mix of retail, office and residential development and for a riverfront park and other public spaces. The overall goal of the Plan is to promote the optimum redevelopment of this site.

- 1. Objective: Provide the opportunity for redevelopment by upgrading public infrastructure, including streets, sanitary sewer, storm sewer and water facilities.
- 2. Objective: Share with the private sector the cost of redeveloping the area in a manner that especially supports city policies regarding land use, design and transportation.
- B. Goal: Provide a Greater Level of Goods and Services for Troutdale.

 Troutdale residents must travel outside the community for many goods and services that are not currently available. Development of the Area can result in a broader range of goods and services available locally.
- C. Goal: Increase the Awareness of the Development Community of the Opportunities Within the Area.

Though there is immediate demand for development through expansion of existing retail uses in part of the Area, development of the remainder of the Area will depend on other private sector developers and/or business owners. Increasing the awareness of the development community of future development opportunities will help achieve the highest quality and most successful development of the Area.

D. Goal: Create Employment Opportunities for Troutdale Residents.

Many of Troutdale's residents must travel outside the community to work. Continued development of the Area can increase the number and type of jobs that are available within the community.

1. Objective: Continue to enhance the development environment for professional and general office space.

The development environment within the Area is evolving and the Plan can assist in creating public amenities that would attract more office development.

2. Objective: Create a better awareness of the market opportunities that exist or will exist in Troutdale for job generating uses.

E. Goal: Improve Transportation Linkages.

Transportation linkages within the Area are incomplete, and connections are needed for cars, pedestrians and bicycles.

- 1. Objective: Provide a connected street system that serves development in the Area.
- 2. Objective: Provide a system of pedestrian and bicycle trails that connects downtown to the Sandy River.
- 3. Objective: Promote land uses and design that are efficient in their use of transportation.

Mixed use (retail/office/residential) projects can eliminate the need for some trips. For example, a restaurant located within the Area can serve Area residents, patrons and employees with no need for a vehicle trip. Housing units that incorporate a work or shop space ("live/work") units can reduce vehicle trips between work and home.

F. Goal: Improve Access to and Enjoyment of the Sandy Riverfront.

The Sandy River is an historical and recreational resource that helps give Troutdale its character. However, access to the river from the Area is very limited. Better access will create an amenity for new development and a resource for the entire community.

- 1. Objective: Develop public parks and trails that capitalize on the Sandy River as a community resource and connect to the regional trail system ("40 Mile Loop").
- 2. Objective: Encourage environmentally sensitive site planning and design that provides access to, and views of, the river.

- G. Goal: Provide Public Spaces for Events and Other Uses by Troutdale Residents, Patrons of Area Businesses and Tenants and Residents Within the Area.
 - 1. Objective: Incorporate public spaces such as a public plaza within the development plans for the Area.
 - 2. Objective: Provide suitable locations for cultural and recreational activities and other community-oriented uses.
 - 3. Objective: Enhance public entryways to the Area and the existing downtown.
- H. Goal: Preserve and Enhance Troutdale's Natural, Cultural and Historic Resources.

Troutdale's location on the Sandy River near its confluence with the Columbia River made it a key point in the Lewis and Clark expedition and in the pioneer route to the Willamette Valley.

- 1. Objective: Reflect historical Troutdale in future development.
- 2. Objective: Promote development and redevelopment that is designed to respect Troutdale's natural resources
- 3. Objective: Encourage the use of local artists for public art within the Area, especially art that reflects local history and culture.

III. OUTLINE OF PROJECTS

The Plan identifies transportation projects, including street improvements and pedestrian improvements, which will increase multimodal (autos, pedestrians and bicycle) connectivity throughout the Area and make it a safer and more accessible destination. The Plan also includes public plaza and public spaces projects that will beautify the Area, increase neighborhood livability and provide opportunities for residents, visitors and downtown workers to participate in a wide range of community and recreational activities.

Proposed public utility improvement projects will extend water, sanitary sewer and surface water management facilities to the Area and make it an attractive location for private investment in projects that will increase the economic vitality of the Area and support the goals and objectives of the Town Center Plan and the City's Comprehensive Plan.

IV. MAP AND LEGAL DESCRIPTION OF URBAN RENEWAL AREA

Figure 1. shows the urban renewal area boundaries. Exhibit A is a legal description of the Area.

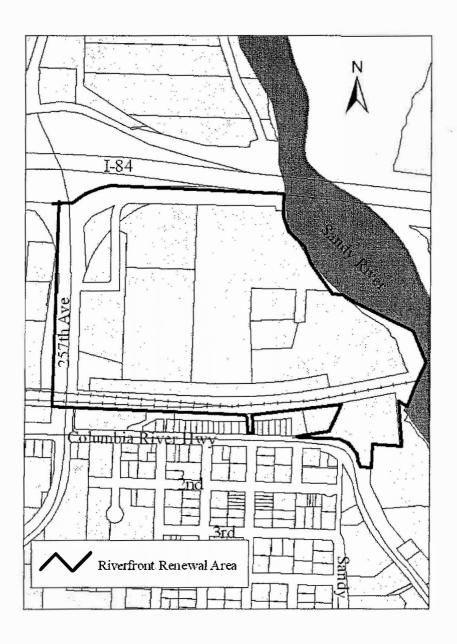


Figure 1: Riverfront Renewal Area

EXHIBIT A TROUTDALE RIVERFRONT RENEWAL AREA LEGAL DESCRIPTION

A tract of land situated in the northwest one-quarter of Section 25 in Township 1 North and Range 3 East of the Willamette Meridian, in the City of Troutdale, County of Multnomah, and State of Oregon, being more particularly described as follows:

Beginning at a point of intersection of the westerly right-of-way line of N.E. 257th Avenue (NW Graham Road) and the southerly right-of-way line of Union (O.W.R. & N. Co.) Pacific Railroad; thence northerly along said westerly right-of-way line of NW Graham Road to the southerly right-of-way line of U.S. Highway I-84; thence easterly along said right-of-way line to the westerly bank of the Sandy River; thence southeasterly along said westerly bank of the Sandy River to a point on the easterly property line of that certain tract of land deeded to the City of Troutdale on February 1. 1991, in Book 2383, Page 884, Multnomah County Deed Records, said point being S 6°13'58" East a distance of 42 feet more or less from the southerly right-of-way line of Union (O.W.R. & N. Co.) Pacific Railroad; thence continuing southerly along said easterly property line S 6°13′58" a distance of 262 feet more or less to the most easterly southeast corner of said City of Troutdale tract; thence N 89°33'28" West a distance of 161.50 feet; thence S 00°26'32" W a distance of 130.00 feet to the most southerly southeast corner of said City of Troutdale tract; thence N 89°33'28" W along the southerly line of said City of Troutdale tract 63.01 feet to a point on the northeasterly right-of-way line of the Historic Columbia River Highway; thence along the easterly and

northerly lines of said right-of-way line a distance of 413.26 feet more or less to the southwest corner of that certain tract of land described in deed to the City of Troutdale. recorded September 27, 1972 in Book 884, Page 746; thence North 0°22'59" East along the westerly line of said last-described City of Troutdale tract, a distance of 10.39 feet to the northwest corner thereof; thence along the arc of a 3064.93 foot radius curve to the left, through a central angle of 0°27'10" (the chord of which bears North 80°52'33" East 24.22 feet) an arc length of 24.22 feet to the southeast corner of the duly recorded plat of TROUTDALE TOWN CENTER; thence continuing along said 3064.93 foot radius curve to the left, through a central angle of 2°23'09" (the chord of which bears North 79°27'13" East), 127.62 feet to a point; thence North 20°25'58" East a distance of 178.07 feet to a point on the southerly right-of-way line of the Union (O.W.R. & N. Co.) Pacific Railroad; thence westerly along said southerly right-of-way line a distance of 510 feet more or less to the intersection of said southerly right-of-way line and the northerly extension of the westerly property line of Lot 18 of the duly recorded plat of TROUTDALE TOWN CENTER; thence southerly along the extension of said property line a distance of 118 feet more or less to the northerly right-of-way line of the Historic Columbia River Highway; thence westerly a distance of 26.43 feet more or less along said right-of-way line to its intersection with the easterly property line of Lot 17 of the duly recorded plat of TROUTDALE TOWN CENTER; thence northerly along said property line and its northerly extension a distance of 117 feet more or less to its intersection with the southerly right-of-way line of the Union (O.W.R. & N. Co.) Pacific Railroad; thence westerly along said right-of-way line to its intersection with the westerly right-of-way line of NW Graham Road and the point of beginning.

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Containing an area of 48.20 acres more or less.

V. URBAN RENEWAL PROJECTS

Urban renewal projects authorized by the Plan are described below. The projects are primarily improvements to public facilities that will be an integral part of the mixed-use redevelopment of the Area and will increase its public use and enjoyment. For example, the Sandy Riverfront Park will be an important amenity for - and increase the value of - housing in the east part of the Area while also providing for public enjoyment of the River. Similarly, a public plaza would provide support for retail, restaurant and office space and also provide a venue for community-oriented events.

A. Access Improvements to NE 257th Avenue and to the Historic Columbia River Highway

This project consists of street connections between NE 257th Avenue (through the existing Columbia Gorge Premium Outlets) and the Area and between Historic Columbia River Highway and the Area (under the Union Pacific Rail Road tracks). This project will result in an important loop road providing a vital connection among the existing Outlets, the redeveloped mixed-uses within the Area and the existing "Main Street" along the Historic Columbia River Highway between 257th Avenue and the Troutdale Rail Depot.

B. Infrastructure/Utility Improvements

This project consists of extension of water, sanitary sewer and surface water management facilities within the Area.

C. Sandy Riverfront Park

This project consists of a Sandy Riverfront pathway and related improvements to increase public enjoyment of its scenic resources and provide an amenity for adjacent development.

D. Public Plaza and Public Spaces

This project consists of a public plaza, town square or other similar public spaces to enhance public use of the Area and provide an amenity for adjacent development.

E. Public Parking Facilities

This project consists of a public parking facility to serve commercial and public uses of the Area. The design of parking facilities should emphasize attractive appearance and contain features that minimize their visual impact.

F. Pedestrian Crossing over Union Pacific Railroad Tracks

This project consists of a pedestrian over-crossing of the Union Pacific tracks, providing an additional pedestrian connection between the Historic Columbia River Highway and the Area.

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G. Site Preparation and Relocation of Parks Department Facilities

This project consists of demolition of the former Sewage Treatment Plant and the existing abandoned industrial building and assistance with relocation of the City of Troutdale Parks Department. It also includes environmental assessments of the Area and required remediation of environmental conditions, if any.

VI. RELATIONSHIP TO LOCAL OBJECTIVES

The Plan addresses local planning and development objectives contained in the City's Comprehensive Plan, Development Code, Transportation System Plan (TSP), and the Troutdale Town Center Plan. Adopted in 1971 and last amended in December 1998, the Comprehensive Plan identifies goals and policy objectives that will promote effective and efficient development while providing a balanced mix of land uses and maintaining high standards of community livability. The City's Development Code is updated on an ongoing basis and the TSP was adopted in 2005. Adopted in 1998, the Troutdale Town Center Plan includes development and design concepts and implementation strategies to guide the long-term development of the town center area, which encompasses downtown Troutdale and surrounding areas in the central city.

Note that the Urban Renewal Plan is always referred to as the "Plan." Other plans mentioned in this section use their full name.

A. City of Troutdale Development Code

The City of Troutdale Development Code establishes zoning districts, which govern allowed uses and contain development standards. The Area encompasses property within the City's General Commercial and Mixed Office/Housing Districts and the Town Center Zoning District Overlay. A detailed description of these zoning/overlay districts and corresponding development standards is provided in Section VII below.

The Plan helps finance the public investments necessary to generate development that is consistent with the purpose and established development standards for the represented zoning/overlay districts. Further, the Plan will help ensure that the Area develops efficiently, with adequate transportation and public utilities to serve anticipated growth and pedestrian and parks facilities that will promote healthy, livable neighborhoods and create a unique sense of place.

B. Troutdale Comprehensive Land Use Plan Goals and Policies

The Troutdale Comprehensive Land Use Plan identifies general goals and objectives and detailed policies that address statewide planning goals and the City's long range planning and development objectives.

The Plan includes transportation, infrastructure/utility, parks, public plazas and public spaces project that will help achieve the following Comprehensive Plan general goals and objectives:

Policy 4:

To bring about a general increase in population density throughout the community in order to facilitate the efficient use of public transportation systems; water, sewer, and storm sewer systems; and other public facilities and services.

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Policy 5: To provide a safe and coordinated transportation and

circulation system that will bring about the best relationships

between places where people live, work, and play.

Policy 6: To significantly improve the appearance of the community,

particularly along I-84 and in the downtown area, as one means of recapturing the individual and distinct identity of

the Troutdale area as a balanced community with

commercial and industrial areas supporting the City within its

urban context, and in relationship to the adjoining communities of Gresham, Fairview, and Wood Village.

Policy 7: To retain and enhance desirable existing areas and to

revitalize, rehabilitate, or redevelop less desirable areas.

Policy 11: To provide an adequate supply of open space and park and

recreation areas to meet the recreational needs and desires

of the City's residents.

Policy 13: To encourage a mix of commercial and industrial

development which will provide an economic base for the

City.

In addition to the general goals and objectives identified above, the Plan includes projects that will facilitate the implementation of statewide planning goals and local planning objectives. Of particular relevance to the Plan are the Recreational Needs, Economy, Housing and Transportation policies outlined below:

Goal 8 – Recreational Needs

The following Recreational Needs policies are supported by the Plan.

Policy 1: Develop an above average amount of open space with both

active and passive recreation areas.

Policy 2: Develop a variety of recreational facilities available to all

neighborhoods.

Policy 7: Ensure that citywide parks are located adjacent, or close, to

major collector or arterial streets and are also accessible to

pedestrians and bicyclists.

The Plan will support the development of a new park and associated multi-use pathway along the Sandy River, which will provide new opportunities for active

and passive recreational uses and increase pedestrian/bicycle access to the Area from surrounding neighborhoods.

Goal 9 - Economy

The Comprehensive Plan identifies policies intended to diversify and improve Troutdale's economic and employment base, including specific policies that address economic needs in the Town Center Area.

General economic policies supported by the Plan include:

Policy 1: Allocate commercial facilities in a reasonable amount and

planned relationship to the people they will serve.

Policy 4: Promote an adequate level of economic development and a

diversified employment base within the City of Troutdale.

The Plan also includes projects and programs that will promote the following Town Center Plan economic policies:

Policy 1: Focus retail commercial activity in the established CBD

(Central Business District) and, except for expansion of the Columbia Gorge Premium Outlets, do not allow large-scale

commercial development to locate nearby.

Policy 5: Provide office employment opportunities in the town center

area.

Policy 7: Require all new development to create pedestrian

connections to neighborhood centers or to the town center.

Policy 9: Allow expansion of the regional retail at the Columbia Gorge

Factory Stores.

Policy 10: Ensure that neighborhood commercial uses within the town

center serve the needs of the neighborhood.

One of the Plan's stated goals is to "Promote the Redevelopment of the Area for a Mix of Retail, Office, Residential and Public Uses." The Plan identifies access improvements to NE 257th Avenue and to the Historic Columbia River Highway as a transportation project. These improvements will provide direct, multimodal linkages to the Area from key economic and recreational activity centers, including NE 257th Avenue, the Historic Columbia River Highway and downtown Troutdale. The Plan also includes parks, public plazas and public spaces projects that will make the Area an attractive location for new commercial, office and residential development.

Goal 10 - Housing

According to the Comprehensive Plan, "The City of Troutdale is committed to providing the opportunity to obtain decent housing at appropriate densities, cost, and location."

The Plan includes transportation, infrastructure/utility, parks and public spaces projects that will increase access to the Area and attract high quality residential development.

General Housing policies supported by the Plan include:

Policy 1a: Residential developments shall be located in close proximity to employment and shopping facilities. Development shall be sensitive to site characteristics, including topography, soil

types, and natural vegetation.

Policy 1b: Residential areas shall offer a wide variety of housing types in locations best suited to each type and shall be developed in a way which will not create environmental degradation. Established densities shall be recognized in

degradation. Established densities shall be recognized in order to maintain proper relationships between proposed public facilities and services, and population distribution.

Goal 12 - Transportation

The Comprehensive Plan identifies policies that are designed to promote safe and efficient multimodal circulation and access to all parts of the City, including the town center area, downtown and other key destinations.

Transportation policies supported by the Plan include:

Policy 1: Locate and construct streets and highways in a manner which accommodates both current and future traffic needs. Design streets to maintain the character and quality of the

areas served.

Policy 3: Within the town center planning area, provide pedestrianoriented streets that are uninterrupted by driveways and encourage on-street parking to provide a buffer between the sidewalk and street.

Policy 7: When property redevelops or develops with residential and/or mixed uses, provide for the construction of an

interconnected internal street system that provides linkages between adjacent developments.

The Plan provides for access improvements to NE 257th Street and the Historic Columbia River Highway that will provide critical linkages between the Area and key shopping, commercial and recreational destinations, including the Columbia Gorge Outlet Stores, the downtown/Central Business District and historic Main Street. The Plan will also support the creation of a new park and pedestrian facilities that will make the town center planning area a more pedestrian-friendly environment and will attract new businesses and visitors to the Area.

C. Transportation System Plan Goals and Policies

The TSP identifies goals and policy objectives intended to create a transportation system that enhances community livability and facilitates safe and convenient multimodal access within and to the Area by residents and visitors. The Plan's goals, objectives and transportation infrastructure projects directly address or correlate to planning needs identified in the TSP's goals and policies.

Of particular relevance to the Plan are the following transportation system goals and policies, identified in Chapter 2 of the TSP:

Goal 2: Provide a transportation system in Troutdale which is safe, reduces length of travel and limits congestion.

Policy b.

Local streets shall be designed to encourage a reduction in trip length by providing connectivity and limiting out-of-direction travel. Provide connectivity to activity centers and designations with a priority for pedestrian connections. Wherever necessary, new streets built to provide connectivity shall incorporate traffic management design elements, particularly those which inhibit speeding. New or improved local streets should comply with adopted streets spacing standards.

Policy d:

Safe and secure pedestrian and bicycle ways shall be designed between parks and other activity centers in Troutdale.

Goal 3: Provide a balanced transportation system and reduce the number of trips by single occupant vehicles.

Policy a:

Commercial, community service and high employment industrial uses shall be developed and sited to be supportive and convenient to pedestrians, bicyclists and transit riders. Pedestrian and bicycle amenities, transit facilities, ride-share programs or

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similar commute trip reduction measures shall be

incorporated in commercial and industrial development to the maximum extent possible.

Policy b: Recreational trails, including the 40-Mile Loop, shall

link to Troutdale's bicycle and pedestrian plans.

Goal 4: Provide for efficient movement of goods

Policy c: Designated arterial routes and freeway access areas

in Troutdale are essential for efficient movement of goods. Design of these facilities and adjacent land uses should reflect the needs of goods movement.

Policy d: Access control standards shall be preserved on

arterial routes to reduce conflicts between vehicles and trucks, as well as conflicts between vehicles and

pedestrians.

The Plan includes projects that will address transportation needs in the Area. In particular, the Plan will support access improvements to NE 257th Street and the Historic Columbia River Highway, two major transportation corridors that serve the Town Center area. These improvements will strengthen linkages between the Area and the downtown/Central Business District. In addition to street improvements, the Plan will support the development of a pedestrian crossing over the Union Pacific Railroad, public parking facilities, and a park and pedestrian pathway along the Sandy River. These projects will improve multimodal circulation and help provide safe and convenient access to and from the Area by residents, visitors and workers.

D. Troutdale Town Center Plan

"The primary objective of the Troutdale Town Center Plan is to develop a strategy for new infill and redevelopment that will enable downtown Troutdale to thrive as a viable town center within the Portland region. The Town Center Plan has been developed, in part, to implement the regional Metro 2040 Growth Concept. The plan identifies the physical and policy barriers which inhibit intensification and redevelopment of the downtown. It contains implementation strategies including policy actions, public projects, programs, and incentives intended to help Troutdale develop a strong and diversified town center."

The Town Center Plan provides a conceptual framework for the balanced and efficient development of downtown Troutdale and surrounding areas. The Plan supports the following land use and transportation goals, which formed the development of Town Center Plan:

Land Use Goals - General

RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

Encourage commercial business that serves Troutdale citizens.

- Provide opportunities for mixed uses.
- Provide open spaces and greenways.
- Diversify Troutdale's economy.

Land Use Goals - Site-Specific

Provide more housing in the core area.

- Redevelop the sewage treatment plant site:
 - Create a riverfront promenade and provide Sandy River access and a trail along the river.

Transportation Goals

Maintain a pedestrian- and bicycle-friendly environment

- Enhance pedestrian connections:
 - Provide pedestrian linkages between the downtown and the Columbia Gorge Factory Stores.

To achieve the land use and transportation goals cited above, a primary objective of the Town Center Plan is the development of a comprehensive network of local streets and pedestrian linkages to the key retail, entertainment and recreational destinations in the town center area - Columbia Gorge Factory Stores and the downtown/Central Business District. The Plan includes projects that will increase multimodal connections between the Area, NE 257th Avenue and the Historic Columbia River Highway. It will also increase pedestrian access to the Riverfront and the downtown/Central Business District by providing new pedestrian and parks facilities, including the proposed Sandy River Park and a pedestrian crossing over the Union Pacific Railroad.

The redevelopment of the sewage treatment plant site to support housing and other uses that are appropriate for the area is also a goal supported by the Plan. In particular, the Plan identifies site preparation (including the demolition of the former STP) and the relocation of Parks Department Facilities as a specific project that will serve as a catalyst for the redevelopment of the STP site and the broader Area.

VII. PROPOSED LAND USES

Land uses within the Area are governed by the City of Troutdale Development Code. The Development Code establishes zoning districts that implement the Troutdale Comprehensive Plan and the Town Center Plan. The districts govern the allowed uses and contain development standards.

Currently, the entire Area is within the Town Center zoning district overlay (the "TC district"). According to the Development Code, the purpose of the TC district is as follows:

"To encourage the downtown Troutdale area to grow as a diverse and viable town center consistent with the Metro 2040 Growth Concept for town centers. The Troutdale Town Center is envisioned as the district that provides shopping, employment, cultural, and recreational opportunities that serve the Troutdale area. In addition, the district allows for continued housing opportunities close to commercial activities. The intent of specific design standards for buildings, streetscapes, and parking within the TC district is to achieve development that is consistent with the design concepts outlined in the Town Center Plan. These design concepts include, but are not limited to, attractive pedestrian-oriented streets, providing a complementary mix of commercial and residential development, a connected network of streets and accessways to reduce automobile dependency, and avoiding walled streets."

With limited exceptions, permitted uses and development standards within the TC district are the same as those identified for the underlying Central Business District, General Commercial, Mixed Office/Housing and Open Space zoning districts. The purpose of these districts is described below.

A. Central Business District

"This district is intended to provide for retail, personal, professional, business and industrial services within the Town Center (TC)."

Uses permitted outright in the Central Business District (CBD) include but are not limited to: apartment units in conjunction with commercial uses (provided that they are built above or below the street level floor), duplex and triplex dwellings when on the same lot, multiple-family dwellings, cultural and entertainment uses, parking facilities, retail sales, service and repairs and personal services.

Generally, setbacks are not required in the CBD. However, a minimum 15-foot setback is required along a property line that abuts residential zoning districts. A maximum building height of 35 feet is prescribed, however no minimum requirements for lot area, lot width and lot depth are specified. With the exception of apartment units built in conjunction with a commercial use, a

maximum residential density of one dwelling unit per 2,000 square feet of net land area is required for all development within the CBD. Further, residential development must be built at 80% or more of the maximum number of dwelling units per net acre.

B. General Commercial District

"This district is intended for more intensive commercial uses in addition to those provided for in the Neighborhood Commercial (NC) and Community Commercial (CC) districts."

Uses permitted outright in the General Commercial (GC) District include but are not limited to: retail sales and services, medical and professional offices, lodging, entertainment, automotive service and repairs, and a broad range of commercial and technical services.

A minimum front yard setback of 20 feet and a street side yard setback of five feet on a through street or a corner lot abutting a street are required in the GC District. With the exception of property abutting a residential zoning district, development is not subject to rear and side yard setbacks. A minimum street frontage of 50 feet and maximum building height of 45 feet are also prescribed.

C. Mixed Office/Housing District

"This district is intended to provide a compatible mix of office, employment and housing opportunities in close proximity to the Troutdale Central Business District. The MO/H district is intended to promote a compact development form consistent with the Troutdale Town Center Plan."

A variety of commercial and residential uses are permitted outright in the MO/H District. These include but are not limited to: medical and professional offices, personal services uses in conjunction with residential development, galleries or art studios, attached, duplex, and triplex dwellings, multiple-family dwellings, apartment units in conjunction with a commercial use, and detached single-family dwellings provided on the same lot in conjunction with another permitted use.

Generally, there are no minimum setback requirements in the MO/H district, although a maximum front yard setback of 10 feet is required for development abutting a transit street. A maximum height limit of 35 feet is prescribed and building footprints shall generally not exceed 20,000 square feet. Residential development is generally subject to a maximum density of one dwelling unit per 2,000 square of net land area and must be built at 80% of the maximum number of dwelling units per acre. Further, residential development must provide a minimum of one off-street parking space per dwelling unit.

RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

D. Open Space

"This district is intended to provide and preserve open space areas."

Uses permitted outright in the Open Space (OS) district include but are not limited to: Parks or playgrounds, picnic grounds, wildlife and nature preserves, nature trails and/or bikeways and minor utility facilities.

"OS district uses shall be compatible with adjacent uses. Picnic grounds and parking facilities shall be equipped with trash receptacles. OS districts shall be maintained by the City if publicly owned; by the owner(s) if privately owned."

VIII. PROPERTY ACQUISITION AND DISPOSITION

The Plan authorizes the acquisition and disposition of property as described in this section. Property includes any and all interests in property, including fee simple ownership, lease, easements, licenses or other rights to use.

A. Property Acquisition – From Willing Sellers

The Plan authorizes the Agency acquisition of any interest in property within the Area, including fee simple interest, to support private redevelopment, only in those cases where the property owner wishes to convey such interests to the Agency. The Plan does not authorize use of the power of eminent domain to acquire property for private redevelopment.

Property acquisition for those public improvements projects authorized in Section V will be required. The Agency is not granted eminent domain authority under the Plan. Therefore, if the Agency cannot acquire the property needed for the described public improvements through negotiation and voluntary sale, the acquisition will be undertaken by the City of Troutdale or other public entity under its independent eminent domain authority.

Property acquisition from willing sellers may be required to support development of retail, office, housing and mixed use projects within the Area.

B. Land Disposition

The Agency may dispose of property acquired under the Plan by conveying any interest in property acquired pursuant to Subsection VIII A. Property shall be conveyed at its fair reuse value. Fair reuse value is the value, whether expressed in terms of rental or capital price, at which the urban renewal agency in its discretion determines such land should be made available in order that it may be developed, redeveloped, cleared, conserved or rehabilitated for the purposes specified in such plan. Because fair reuse value reflects limitations on use of the property to those purposes specified in the Plan, the value may be lower than the property's fair market value.

Property disposition may be required to support development of retail, office, housing and mixed use projects within the Area.

IX. RELOCATION METHODS

As described in Section VIII, the Plan authorizes the acquisition of property by willing sellers only. Relocation benefits must be paid for any public acquisition, whether the acquisition is voluntary or involuntary. Therefore, before the Agency acquires any property, the Agency will adopt relocation regulations.

X. TAX INCREMENT FINANCING OF PLAN

Tax increment financing consists of using annual tax increment revenues collected by the Agency to make payments on debt incurred by the Agency, usually in the form of tax increment bonds. The proceeds of the bonds are used to pay for the urban renewal projects authorized in the Plan. Debt, including bonds, may be both long-term and short-term, and does not require voter approval.

Tax increment revenues equal most of the annual property taxes imposed on the cumulative increase in the total assessed value within an urban renewal area over the total assessed value at the time an urban renewal plan is adopted. (Under current law, the property taxes for general obligation ("GO") bonds and local option levies approved after October 6, 2001 are not included in tax increment revenues.)

A. General Description of the Proposed Financing Methods

The Plan will be financed using a combination of revenue sources. These include:

- Tax increment revenues;
- Advances, loans, grants and any other form of financial assistance from the Federal, State or local governments or other public body;
- Loans, grants, dedications or other contributions from private developers and property owners; and
- Proceeds from the sale of public property, local improvement districts and systems development charges.
- Any other source, public or private.

Revenues obtained by the Agency will be used to pay or repay costs, expenses, advancements and indebtedness incurred in planning or undertaking project activities or otherwise exercising any of the powers granted by ORS Chapter 457 in connection with the implementation of this Plan.

B. Tax Increment Financing and Maximum Indebtedness

The Plan may be financed, in whole or in part, by tax increment revenues allocated to the Agency as provided in ORS Chapter 457. The ad valorem taxes, if any, levied by a taxing district in which all or a portion of the Area is located, shall be divided as provided in section 1c, Article IX of the Oregon Constitution, and ORS 457.440. Amounts collected pursuant to ORS 457.440 shall be deposited into the unsegregated tax collections account and distributed to the Agency based upon the distribution schedule established under ORS 311.390.

The maximum amount of indebtedness that may be issued or incurred under the Plan, based upon good faith estimates of the scope and costs of projects in the Plan and the schedule for their completion is Seven Million Dollars and No Cents (\$7,000,000). This amount is the principal of such indebtedness and does not

RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

include interest or indebtedness incurred to refund or refinance existing indebtedness.

C. Prior Indebtedness

Any indebtedness permitted by law and incurred by the Agency or the City of Troutdale in connection with the preparation of this Plan or prior planning efforts related to this Plan may be repaid from tax increment revenues from the Area when and if such funds are available.

D. Impact of Tax Increment Financing on Public Schools

This Plan has been adopted with consideration of information in the Report accompanying the Plan regarding the impact of tax increment financing on the K-12 Public School system. Under current law providing for substantial state funding of K-12 schools, the tax increment financing of this Plan has minimal impacts on the revenues received by the Reynolds School District.

XI. DURATION OF PLAN

No new indebtedness to be repaid with tax increment revenues may be incurred after the tenth anniversary of the effective date of the Plan. As is common practice in urban renewal plans in Oregon, tax increment revenues may continue to be collected beyond this date. Collection may continue until it is found that deposits in the Agency's debt service fund are sufficient to fully pay principal and interest on indebtedness issued during the ten years following the effective date of the Plan, either through direct payment of the indebtedness or by payment of principal and interest on bonds or notes issued to finance the indebtedness. Tax increment revenues collected after the tenth anniversary of the Plan may only be used to retire outstanding debt.

XII. FUTURE AMENDMENTS TO PLAN

The Plan may be amended as described in this section.

A. Substantial Amendments

Substantial Amendments are solely amendments:

- Adding land to the urban renewal area, except for an addition of land that totals not more than one percent of the existing area of the urban renewal area; or
- Increasing the maximum amount of indebtedness that can be issued or incurred under the Plan.

Substantial Amendments, in accordance with ORS 457.085(2)(i), shall require the same notice, hearing and approval procedure required of the original Plan under ORS 457.095, including public involvement, consultation with taxing districts, presentation to the Planning Commission and adoption by the City Council by non-emergency ordinance after a hearing. Notice of such hearing is provided to individuals or households within the City of Troutdale as required by ORS 457.120. Notice of adoption of a Substantial Amendment shall be provided in accordance with ORS 457.095 and .115

B. Council Amendments

Council Amendments consist solely of amendments which result in:

- Material changes to the goals and objectives of the Plan; or
- Addition or expansion of a project that adds a cost of more than \$500,000 and is materially different from projects previously authorized in the Plan.
- Increase in the duration of the Plan

Council Amendments require approval by the Agency by resolution and by the City Council; which may approve the amendment by ordinance.

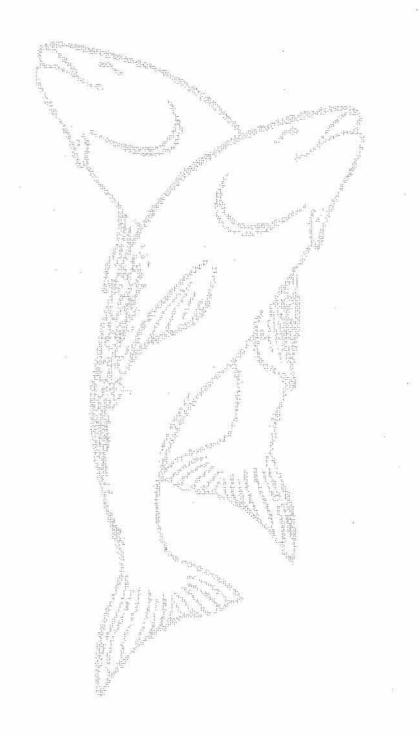
C. Minor Amendments

Minor Amendments are amendments that are not Substantial or Council Amendments in scope. They require approval by the Agency by resolution.

D. Amendments to the Troutdale Comprehensive Plan and/or Development Code

Amendments to Troutdale's Comprehensive Plan and/or Development Code that affect the Plan and/or the Area shall be incorporated within the Plan without any action required by the Agency or the City Council.

Attachment B to Ordinance #773



Report Accompanying Recommended Troutdale Riverfront Renewal Plan

Prepared by:

Tashman Johnson LLC Cascade Economic Planning Jeannette Launer, Attorney

January 18, 2006

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I. <u>INTRODUCTION</u>

The Troutdale Riverfront Renewal Report (the "Report") contains background information and project details for the Troutdale Riverfront Renewal Plan (the "Plan"). The Report is not a legal part of the Plan but is intended to provide public information that will guide the City Council as part of its approval of the Plan.

The Report provides the information required in ORS 457.085(3). The format of the Report is based on this statute.

II. EXISTING PHYSICAL AND ECONOMIC CONDITIONS AND IMPACT ON MUNICIPAL SERVICES

This section of the Report describes existing conditions within the Troutdale Riverfront Renewal Area (the "Area"), documenting the occurrence of "blighted areas" as defined by ORS 457.010(1).

A. Physical Conditions

1. Land Use and Zoning

The Area, shown in Figure 1 below, contains approximately 48 acres, including an estimated 9 acres of public right-of-way (ROW). It includes 13 individual properties, all of which are within the City's Town Center Plan area.

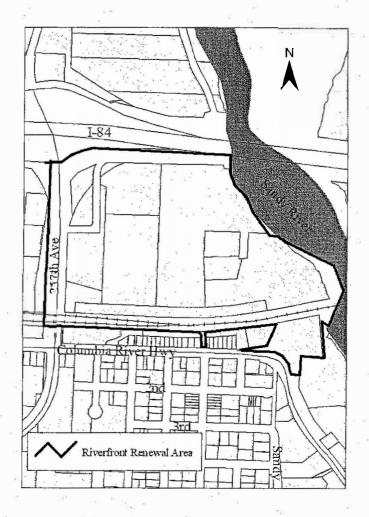


Figure 1: Riverfront Renewal Area

Under existing conditions, the Area consists primarily of redevelopable commercial property under public and private ownership. The City of Troutdale owns three properties concentrated in the eastern half of the Area, including the 12.34-acre former sewage treatment plant (STP) site and two smaller properties totaling 2.55 acres. Adjacent to the STP site and the Union Pacific Railroad tracks, the Yoshida Group owns two properties totaling 7.28 acres. The Columbia Gorge Premium Outlets is the Area's only active commercial use. The Outlets occupy seven properties totaling 14.38 acres, much of which has been developed as surface parking facilities.

The Sandy River, which demarcates the Area's eastern boundary, is a significant natural resource and recreational amenity, but access to the Riverfront is hindered by lack of a developed trail as well as general lack of access to the Area. The Plan includes projects that will capitalize on the Area's proximity to the Sandy River by increasing pedestrian access to the riverfront and strengthening linkages between the river and key locations in and around the Area, including the STP site, the downtown/Central Business District and the open space area south of the Historic Columbia River Highway.

Table 1, "Zoning Districts (2004-05)," shows the distribution of the Area's lands by zoning district.

Table 1: Zoning Districts (2005-06)

Zoning District	Acres	% of Total
Commercial Zoning Districts		
General Commercial	27.32	70.4%
Mixed Office/Housing	8.97	23.1%
Central Business District ¹	0.64	1.6%
SUBTOTAL	36.93	95.1%
Open Space	1.91	4.9%
TOTAL	38.83 ^{2/}	100.0%

Source: Multnomah County, OR 2005-06 Assessment and Taxation Database ^{1/} A 2.3-acre City property south of the Historic Columbia River Highway is within the Central Business District and the Open Space zoning districts.

²/ Total acreage does not include an estimated 5.44 acres of ROW.

The Area is zoned predominantly for commercial use, with 70.4% of its total acreage in the General Commercial district, 23.1% in the Mixed Office/Housing district and 0.64% in the Central Business District. As noted in Table 1, the City of Troutdale owns a 2.3-acre property south of the Historic Columbia River Highway with split zoning. An estimated 0.64 acres of the property is within the Central Business District and the remaining 1.91 acres is within the Open Space district.

In addition to the base zoning districts identified above, the Area is within the Town Center zoning district overlay (the "TC district"), which permits most uses allowed in the underlying commercial districts and prescribes similar development and density standards. The purpose of the TC district is to provide use limitations and design standards for buildings, streetscapes and parking within the Town Center area to promote development that is consistent with Town Center Plan design concepts.

B. Infrastructure

1. Transportation

The Area is bounded by three major physical barriers, Interstate 84 (I-84), the Sandy River and the Union Pacific Railroad, which restrict vehicular access from the north, south and east. Two existing roadways, 257th Avenue and 257th Way, serve the western half of the Area. An arterial roadway that parallels the Area's western boundary, 257th Avenue is the only external access route to the Area from I-84 and neighboring areas. A local road, 257th Way provides access to the Columbia Gorge Premium Outlets from 257th Avenue but does not extend to the eastern half of the Area.

As described above, access constraints and the lack of a comprehensive network of local streets limit the Area's economic vitality and its capacity to attract high quality retail, office and residential development. To address these transportation deficiencies, the Town Center Plan identifies the following planning needs:

- 1. Develop a new east-west accessway from 257th Avenue to the eastern part of the Area (through the Columbia Gorge Premium Outlets).
- 2. Develop a new north-south accessway in the southeast portion of the Area that connects the Area to the Historic Columbia River Highway (south of the Union Pacific Railroad Tracks).

3. Develop a pedestrian crossing over the Union Pacific Railroad to provide an additional pedestrian connection between the Historic Columbia River Highway and the Area.

2. Public Utilities

The Area's existing water, sanitary sewer and surface water management facilities were developed primarily to serve the Columbia Gorge Premium Outlets. The remainder of the Area lacks the public facilities needed to support higher-intensity commercial, office and residential uses and new development that is consistent with the goals and objectives of the Town Center Plan, Development Code and Comprehensive Plan.

3. Parks

There are no public parks in the Area at this time.

4. Public Spaces

There are no public spaces in the Area at this time. Public spaces improvements are needed to further the goals of the Town Center Plan to attract a diverse mix of high quality commercial and residential development, define focal points within the community, and promote the Town Center's role as a community gathering place and unique destination for shopping, entertainment and recreation.

5. Public Parking

Currently, there are no public parking facilities in the Area. With the exception of the Columbia Gorge Premium Outlets, which provides private surface parking for patrons, existing uses within the Area do not necessitate public parking. However, as the Area redevelops, attracting new commercial development and public uses, the provision of public parking facilities that are centrally located, visually appealing and built to minimize impacts to the environment will be necessary.

6. Public Facilities

Public facilities within the Area include the City of Troutdale's Parks Department facilities and the former STP. These facilities, which were developed prior to the adoption of the Town Center Plan, support low-intensity uses that are not consistent with long range planning and development priorities identified for the Troutdale Town Center in the Comprehensive Plan, Town Center Plan and Development Code.

C. Social Conditions

According to local land use data and the U.S. Census, the Area is unpopulated at this time. For this reason, a summary of existing social conditions is not provided in this Report.

D. Economic Conditions

1. Taxable Value of Property Within the Area

The estimated total assessed value of the Area, including all real, personal, personal manufactured and utility properties, is \$18,000,000 or 2% of the City of Troutdale's total assessed value.

2. <u>Building to Land Value Ratio</u>

An analysis of property values can be used to evaluate the economic condition of real estate investments in a given area. The relationship of a property's improvement value (the value of buildings and other improvements to the property) to its land value is generally an accurate indicator of the condition of real estate investments. This relationship is referred to as the "Improvement to Land Ratio" or "I:L". The values used are real market values. In urban renewal areas, the I:L may be used to gauge the intensity of development or the extent to which an area has achieved its development objectives.

I:L ratios for healthy properties within the Area could range between 7.0 - 10.0 or more. For instance, a property on a 20,000 square foot lot in the Mixed Office/Housing district would have a land value of \$260,000, at \$13.00 per square foot. A three-story mixed use development with apartments in conjunction with a commercial use containing 28,000 square feet valued at \$75.00 per square foot would have an improvement value of \$2,100,000. The I:L ratio for this property would be 8.1.

Based on real market land and improvement values from the Multnomah County FY 2005-06 Assessment and Taxation database, the only existing development in the Area with a high improvement to land ratio is the Columbia Gorge Premium Outlets, which has an I:L of 7.5. The I:L for all other property within the Area is low, a direct reflection of the lack of newer, higher quality development in the Area and the need for public improvements that will pave the way for private investment.

E. Impact on Municipal Services

The fiscal impact of tax increment financing on taxing districts that levy taxes within the Area ("affected taxing districts") is described in section X of this Report. This subsection discusses the fiscal impacts resulting from potential increases in demand for municipal services.

Increases in commercial and residential occupancies within the Area will generally result in higher demand for fire, life safety and public safety services. However, transportation improvements identified in the Plan will make the Area safer and more accessible to fire and emergency services vehicles.

New roads, public utilities and public spaces improvements within the Area will increase the need for maintenance. As noted above, however, these improvements will increase access to the area and make it a more attractive destination for new businesses and residential development.

Population growth resulting from new residential development within the Area will increase the demand for municipal and social services.

III. REASONS FOR SELECTION OF EACH URBAN RENEWAL AREA IN THE PLAN

There is one urban renewal area in the Plan and it was selected to improve and prevent the future occurrence of blighted areas as defined in ORS 457.010(1).

IV. COMPLIANCE WITH STATUTORY LIMITS ON ASSESSED VALUE AND SIZE OF URBAN RENEWAL AREA

State law limits the percentage of a municipality's total assessed value and area that can be contained in an urban renewal area at the time of its establishment to 25% for municipalities under 50,000 in population. As noted above, the estimated total assessed value of the Area, including all real, personal, personal manufactured and utility properties, is \$18,000,000 or 2.% of the City of Troutdale's total assessed value. The estimated total acreage of the Area, including 5.82 acres of ROW, is 44.65 acres or 1.4% of the City's total land area. Accordingly, the Area is well within the 25% assessed value and area limit contained in Chapter 457 of Oregon Revised Statutes.

V. THE RELATIONSHIP BETWEEN URBAN RENEWAL PROJECTS AND THE EXISTING CONDITIONS IN THE URBAN RENEWAL AREA

This section describes the relationship between the urban renewal projects called for in the Plan and conditions generally described in Section II of this Report and more particularly described below.

A. Access Improvements to NE 257th Street and the Historic Columbia River Highway

The development of access improvements between the Area and NE 257th Street and the Area and between the Area and the Historic Columbia River Highway is a project under the Plan.

Relationship to Existing Conditions

Under existing conditions, access constraints and weak connections between the Area and nearby transportation corridors and activity centers limits its capacity to attract and support new development that is consistent with the goals and objectives of the Town Center Plan. The construction of access improvements, including the proposed extension of a new east-west street through the Columbia Gorge Premium Outlets, will increase access to redevelopable commercial property in the eastern portion of the Area and generally improve connections between the Area and neighboring commercial and public recreational areas.

B. Pedestrian Crossing over Union Pacific Railroad Tracks

The provision of a new pedestrian crossing over the Union Pacific Railroad Tracks is a project under the Plan.

Relationship to Existing Conditions

Access between the Area and the Historic Columbia Highway is constrained by the Union Pacific Railroad tracks that parallel the southern edge of the Area. Developing a pedestrian crossing over the Railroad tracks will improve pedestrian access to the historic downtown/Central Business District and the Area and strengthen linkages between the Area and the broader town center area.

C. Utility Improvements

The extension of public infrastructure and utility lines throughout the Area is a project under the Plan.

Relationship to Existing Conditions

The Area's existing water, sanitary sewer and stormwater management facilities will not support anticipated long-term growth in housing and employment densities. Extending new facilities to locations that are not currently served and

upgrading existing facilities as necessary will ensure that the Area develops in a manner that is sustainable and efficient.

D. Sandy Riverfront Park

The development of the Sandy Riverfront Park and multiuse pathway is a project under the Plan.

Relationship to Existing Conditions

The Sandy River is the Area's most significant natural resource. Concurrent with new housing, office, retail and commercial development, the development of the Sandy Riverfront Park and multiuse pathway will promote high standards of community livability, provide new opportunities for recreational activities and improve pedestrian connections to the riverfront while preserving the Area's natural amenities.

E. Public Plaza and Public Spaces

The development of a public plaza, town center, or other similar public spaces is a project under the Plan.

Relationship to Existing Conditions

As described in the Physical Conditions section, the Area consists primarily of redevelopable land and lacks the type of active commercial, residential and public recreational uses suitable for the Town Center area. The public plaza and public spaces improvements identified in the Plan will serve as a catalyst for high quality development and will strengthen pedestrian linkages between key locations within the Area.

F. Public Parking Facilities

The development of public parking facilities in the Area is a project under the Plan.

Relationship to Existing Conditions

The demand for public parking facilities is anticipated to increase as the Area redevelops and attracts new commercial and public uses. Providing public parking facilities that offer safe and convenient access to retail shops, entertainment and recreational activities will draw residents and visitors to the Area and benefit local businesses.

G. Site Preparation and Relocation of Parks Department Facilities

The demolition of the STP and the relocation of the City of Troutdale's Parks Department is a project under the Plan.

Relationship to Existing Conditions

The City of Troutdale owns property in the eastern part of the Area with facilities and uses that are no longer the highest and best use for property in the Town Center area. The City's active participation in site preparation, environmental assessments and remediation, if necessary, will serve as an impetus for the redevelopment of the Area and will attract private investment.

VI. THE ESTIMATED TOTAL COST OF EACH PROJECT AND THE SOURCES OF MONEYS TO PAY SUCH COSTS

Table 3 below shows the estimated total cost of each project and the estimated sources of funds to address such costs, with capital costs in both current dollars and year-of-expenditure dollars (which take into account inflation). Table 4 provides a summary of total revenues by source.

Table 3: Estimated Costs

3		Total Costs, Year
,	Total Costs,	of Expenditure
Expenditures	2006 Dollars	Dollars
Administration (5% of Capital Costs)		819,420
Materials & Services		323,420
Debt Issuance Costs		139,919
Capital Projects		19
Streets		0
Southern Access Under UP RR	250,000	
Internal Road from Southern Access to	1	
Chelsea	700,000	
257th Way	360,000	
Streets, Total	1,310,000	1,310,000
Sandy Riverfront Park	3,000,000	3,182,700
Public Plaza and Public Spaces	1,000,000	1,060,900
Parking Facilities	4,000,000	4,307,254
Pedestrian Overcrossing	2,500,000	2,813,772
Site Preparation of STP site	900,000	900,000
		0
Total Capital Projects	12,710,000	13,574,626
Parks Department Relocation	450,000	450,000
Partial Reimbursement of SDC's and Property		10
Owner Contributions		1,700,000
Contingency		1,568,496
Total Expenditures		18,575,881
Ending Balance	4	18,919
Total	30.7	18,594,800

Table 4: Estimated Revenues

K and the second	Amount	Percent of Total
Tax Increment Debt Proceeds	6,396,450	34%
Other Funds	12,198,351	66%
Ending Balance		
Total Revenues	18,594,800	100%

REPORT ON RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

Table 5 shows costs, revenues and schedule of urban renewal projects throughout the duration of the Plan.

Table 5: Costs, Revenues And Schedule Of Urban Renewal Projects

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FY Ending June 30	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues									777	
Beginning Balance	. 0	2,784,249	4,866,101	3,536,215	21,545	2,363,209	415,433	143,117	141,195	116,511
Tax Increment Debt Proceeds	0	0	1,877,058	1,078,159	2,168,502	20,947	114,437	775,123	167,596	194,630
Other Funds	4,305,000	3,734,606	1,783,579	415,359	1,848,501	59,604	13,247	22,956	7,720	7,779
Ending Balance										
Total Revenues	4,305,000	6,518,855	8,526,738	5,029,733	4,038,548	2,443,760	543,117	941,195	316,511	318,919
900 3000	16,		E U	oc tar			>:			9
Expenditures							,			
Administration (5% of Capital Costs)	42,150	68,350	212,180	215,363	70,344	211,033	0	0	0	0
Materials & Services	50,000	51,500	53,045	54,636	56,275	57,964				
Debt Issuance Costs	51,301	29,204	57,338	209	1,144	723				
Capital Projects									57.	
Streets	0	0		0.00						
Southern Access Under UP RR		tree -								
Internal Road from Southern Access to Chelsea		141)		/A (4					2.	
257th Way			4).	6					270 22
Streets, Total	393,000	917,000					De transporter de		0245	
Sandy Riverfront Park	U 30 0	:4	1,591,350	1,591,350						=37,970 57,600 57,600
Public Plaza and Public Spaces	- 1		530,450	530,450						"
Parking Facilities			2,121,800	2,185,454				****		30000 3
Pedestrian Overcrossing					1,406,886	1,406,886				
Site Preparation of STP site	450,000	450,000	4							
Total Capital Projects	843,000	1,367,000	4,243,600	4,307,254	1,406,886	1,406,886	0	0	0	0
Parks Department Relocation	450,000		*:	* 1				0.795-		HOX
Partial Reimbursement of SDC's and Property Owner Contributions			6	**	() a	74	400,000	800,000	200,000	300,000
Contingency	84,300	136,700	424,360	430,725	140,689	351,722	0	0	0	0
Total Expenditures	1,520,751	1,652,754	4,990,523	5,008,188	1,675,339	2,028,327	400,000	800,000	200,000	300,000

REPORT ON RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

Table 6: Tax Increment Revenues, Debt Service and Debt Service Reserves

FY Ending	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues		1/2.01/2	- 1011	2 12/11/10 0		20		200					
Beginning Balance	0	199,119	378,419	563,874	631,204	631,204	698,920	698,920	698,920	698,920	949,994	1,235,544	1,557,115
Tax Increment Revenues	217,470	387,804	572,638	596,279	620,605	645,636	671,394	697,898	725,171	753,235	782,113	811,828	842,405
Interest	4,349	11,738	19,021	23,203	25,036	25,537	27,406	27,936	28,482	29,043	34,642	40,947	47,990
From Bond Proceeds	175,000	90,000	125,000								157	-11500 II	
Total Revenues	396,819	688,662	1,095,078	1,183,355	1,276,845	1,302,377	1,397,720	1,424,755	1,452,573	1,481,198	1,766,749	2,088,320	2,447,510
Expenditures									No. DESC				
Long Term Debt								- 5	0.				
Bond 1	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700	197,700
Bond 2		112,543	112,543	112,543	112,543	112,543	112,543	112,543	112,543	112,543	112,543	112,543	112,543
Bond 3			220,961	220,961	220,961	220,961	220,961	220,961	220,961	220,961	220,961	220,961	220,961
Bond 4						67,716	67,716	67,716	67,716	67,716	67,716	67,716	67,716
Short Term Debt			0	20,947	114,437	72,253	167,596	194,630	222,448	0	0	0	0
Reserve for Long Term Debt	197,700	310,243	531,204	531,204	531,204	598,920	598,920	598,920	598,920	598,920	598,920	598,920	598,920
Total Expenditures	395,400	620,486	1,062,408	1,083,355	1,176,845	1,202,377	1,297,720	1,324,755	1,352,573	1,130,125	1,130,125	1,130,125	1,130,125
Ending Balance	1,419	68,176	32,669	100,000	100,000	100,000	100,000	100,000	100,000	351,074	636,624	958,195	1,317,386

REPORT ON RECOMMENDED TROUTDALE RIVERFRONT RENEWAL PLAN

Table 7: Projected Incremental Assessed Value and Tax Rates

FY Ending	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Prior Total.	18,522,000	34,138,771	46,779,499	60,496,337	62,250,731	64,056,002	65,913,626	67,825,121	69,792,050	71,816,019	73,898,684	76,041,746	78,246,956
Appreciation	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%	2.90%
Assessed Value of New Development	15,079,633	11,650,704	12,360,232	0	0	0	0	0	0	0	0	0	0
Total	34,138,771	46,779,499	60,496,337	62,250,731	64,056,002	65,913,626	67,825,121	69,792,050	71,816,019	73,898,684	76,041,746	78,246,956	80,516,118
Base	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000	18,000,000
Incremental Assessed Value	16,138,771	28,779,499	42,496,337	44,250,731	46,056,002	47,913,626	49,825,121	51,792,050	53,816,019	55,898,684	58,041,746	60,246,956	62,516,118
Tax Rate Per Thousand	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500	13.7500
Tax Increment Revenues	221,908	395,718	584,325	608,448	633,270	658,812	685,095	712,141	739,970	768,607	798,074	828,396	859,597

VII. THE ANTICIPATED COMPLETION DATE FOR EACH PROJECT

Table 5 shows the anticipated completion dates of the urban renewal projects.

VIII. THE ESTIMATED AMOUNT OF TAX INCREMENT REVENUES REQUIRED AND THE ANTICIPATED YEAR IN WHICH INDEBTEDNESS WILL BE RETIRED

Table 6 shows the yearly tax increment revenues and their allocation to debt service and debt service reserve funds. It is anticipated that all debt will be retired by the end of FY 20/21. The estimated amount of tax increment revenues required to service debt is \$9,063,614,.

IX. FINANCIAL ANALYSIS OF THE PLAN

The estimated tax increment revenues of \$9,063,614 are based on projections of the assessed value of development and appreciation of existing property within the Area.

Table 7 shows the projected incremental assessed value, projected tax rates that would produce tax increment revenues, and the annual tax increment revenues. These in turn provide the basis for the projections in Table 6.

X. IMPACT OF THE TAX INCREMENT FINANCING, BOTH UNTIL AND AFTER THE INDEBTEDNESS IS REPAID, UPON ALL ENTITIES LEVYING TAXES UPON PROPERTY IN THE URBAN RENEWAL AREA

The impact of tax increment financing on overlapping taxing districts consists primarily of the property tax revenues foregone on permanent rate levies as applied to the growth in assessed value in the Area without the Plan. (Very small increases in property tax rates for General Obligation bonds will occur as a result of tax increment financing.) Revenues on growth in assessed value that would not occur but for the Plan cannot be considered as foregone. It is reasonable to project that development within the Area without the Plan would take much longer to occur, would be less extensive and would have lower assessed values.

Table 8 shows the property tax revenue foregone by overlapping taxing districts during the use of tax increment financing, in terms of average revenues foregone per year through FY 2021/2022 in current dollars. No impacts are shown for the K-12 School District or Educational Service District, because under the current K-12 and ESD financing system, property tax revenues foregone by the districts would be offset by additional revenues from the State School Fund.

Table 8: Revenues Foregone

Bear and the second sec		*):	
H			1 n 1	Average Percent
e , "				of Total
~		20 0 9 5	==	Permanent Rate
Net Present Value of Taxes Foregone	Total	1 k =	Per Year	Levy
City of Troutdale		2,013,350	154,873	3.02%
Metro		51,655	3,973	0.03%
Multnomah County		2,322,528	178,656	0.07%
Port of Portland		37,484	2,883	0.03%
Mt. Hood Community College		262,925	20,225	0.18%
East Multnomah Soil & Water	2)	22,084	1,699	0.10%

Table 9 shows the projected increases in property tax rates for bonds approved by voters prior to October, 2001. Table 10 shows the increases in permanent rate levy revenues that would occur in the years after termination of the tax increment financing, from FY 2022/2023 through FY 2029/2030, when the projected additional value in the Area would result in a "break even" point. During FY 2029/2030 the value in current dollars of the revenues foregone would be exceeded by the value in current dollars of the additional revenues gained.

Table 9: Bond Rate Impacts

Taxing District	Bond Rate, FYE 2006	Projected Rate Impact
Metro	0.1875	0.0001
Tri-Met	0.1191	0.0000
Reynolds	1.5525	0.0112
City of Troutdale	0.7814	0.0236
Multnomah County	0.2081	0.0001
G A		4
Total		0.03508

Table 10: Revenues Gained After Termination of Tax Increment Financing, FY 2022/2023 through FY 2029/2030

Net Present Value Gains	
City of Troutdale	2,655,902
Metro	68,140
Multnomah County	3,063,753
Port of Portland	49,447
Mt. Hood Community College	346,836
East Multnomah Soil & Water	29,132

XI. RELOCATION METHODS

The Plan authorizes the acquisition of property by willing sellers only. Relocation benefits must be paid for any public acquisition, whether the acquisition is voluntary or involuntary. Therefore, before the Agency acquires any property, the Agency will adopt relocation regulations.

TROUTDALE PLANNING COMMISSION FINAL ORDER

FINDINGS AND RECOMMENDATION January 18, 2006

Troutdale Riverfront Renewal Plan

The Troutdale Planning Commission held a public hearing on January 18, 2006 to take public testimony and to formulate a recommendation to the City Council concerning the adoption of a proposed urban renewal plan for the Troutdale Riverfront Renewal Area. Having provided the opportunity for the public to express their views on the proposal, the Planning Commission now makes and enters the following findings of fact together with its recommendation to the Council for action.

Findings

- 1. Urban renewal is a program available to local governments in accordance with Oregon statutes to overcome obstacles to the appropriate and desired development of a specific area of the city or county. Urban renewal provides several major tools that are not otherwise available to local governments for achieving high quality development of a specific area.
- 2. The report accompanying the Urban Renewal Plan shows that the Troutdale Riverfront Renewal Area contains large areas of undeveloped and underdeveloped property. This creates the opportunity for high quality development, if needed infrastructure can be provided and other identified obstacles to this development can be overcome.
- 3. In September 2006 the Troutdale City Council authorized the preparation of an urban renewal plan that, if adopted, would create an urban renewal district to assist the City in making public investments within the riverfront renewal area.
- 4. The 48-acre riverfront renewal area delineated in the Plan is an appropriate area for establishing an urban renewal program because of the City's high development objectives for this area and because public infrastructure needs are great.
- 5. The identified urban renewal area is blighted as defined in ORS 457.010. The report identifies the following as conditions of blight: the amount of vacant and underdeveloped property; the absence or inadequacy of local street access and pedestrian connections; the absence or inadequacy of sanitary sewer, storm sewer and water facilities to support the planned level of development; and the absence of public facilities such as parks and parking facilities.

- 6. The rehabilitation and redevelopment of the identified urban renewal area will further the health, safety and welfare of the city by resulting in additional housing, employment and shopping for Troutdale residents, by increasing access to the Sandy River and by ultimately contributing additional property tax revenues for local government operations.
- 7. As is discussed in Section VI of the Plan, the urban renewal plan conforms to the Troutdale Comprehensive Plan and the Troutdale Town Center Plan. Section III of the Plan provides an outline for accomplishing the urban renewal projects the Plan proposes.
- 8. Acquisition of real property as authorized in the urban renewal plan is necessary to achieve the goals and objectives of the Plan.
- 9. Based on the financial analysis contained in the urban renewal report, adoption and implementation of the urban renewal plan is economically sound and feasible.
- 10. Public meetings were held on January 5, January 9, and January 17, 2006 at various locations around the City to explain the urban renewal planning process and to answer questions from the public about the city's proposed urban renewal program. These public meetings were publicized and promoted through an article in the City newsletter that is mailed to every household within the City and through a direct mailing to all postal patrons within the City.
- 11. The draft Plan was reviewed and discussed on January 4 at a joint meeting of the Citizens Advisory Committee, the Parks Advisory Committee and the Ad Hoc Downtown Redevelopment Committee. Each of the committees unanimously endorsed the draft Plan but with a recommendation that the City ensure that development of the riverfront renewal area be of high quality design.

Recommendation

In view of the above findings of fact, the Planning Commission recommends that the City Council adopt the Troutdale Riverfront Renewal Plan and also recommends the following:

1. That the disposition of City-owned land for private development and the disposition of any land acquired by the Agency for private development be done through Disposition and Development Agreements containing appropriate conditions that will ensure high quality development.

William Paugh, Chair

Troutdale Planning Commission