URA RESOLUTION NO. 236

A RESOLUTION OF THE URBAN RENEWAL AGENCY OF THE CITY OF WILSONVILLE RECOMMENDING THAT THE CITY COUNCIL AMEND URA RESOLUTION NO. 234 TO INCLUDE A SIXTH SINGLE-PROPERTY URBAN RENEWAL DISTRICT TO BE CALLED THE BUILDING 83 – 26440 SW PARKWAY AVENUE TIF ZONE.

WHEREAS, on September 5, 2013, the Board of the Wilsonville Urban Renewal Agency ("Board") approved URA Resolution No. 234, attached hereto as Exhibit A and incorporated herein by reference, recommending that City Council ("Council") adopt an ordinance to create five single-property urban renewal districts to be called Tax Increment Finance ("TIF") Zones; and

WHEREAS, subsequent to this Board meeting staff was contacted by representatives of Xerox Corporation with a request to add their property known as Building 83 located at 26440 SW Parkway Avenue to the TIF Zone program; and

WHEREAS, the ballot measure approved by voters in March 2013 included the creation of up to six TIF Zones; and

WHEREAS, City of Wilsonville staff and the consultant team of Elaine Howard Consulting, LLC and ECONorthwest have prepared a draft urban renewal plan and report (the "Plan and Report") for the Building 83 – 26440 SW Parkway Avenue TIF Zone, attached hereto and incorporated herein as Exhibit B; and

WHEREAS, Exhibit B meets the qualifications for TIF Zones as set forth in the ballot measure approved by voters in March 2013; and

WHEREAS, the procedures, statutory requirements, and findings set forth in Exhibit A also apply to the Building 83 - 26440 SW Parkway Avenue TIF Zone.

NOW, THEREFORE, THE URBAN RENEWAL AGENCY OF THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:

1. URA Resolution 234 is amended to include and incorporate the Building 83 - 26440 SW Parkway Avenue Plan and Report as Exhibit G, which is identified and attached hereto as Exhibit B, as sixth single-property urban renewal district.

2. URA Resolution 234 is amended to include the recommendation that the City Council approve the Plan and adopt an ordinance creating the Building 83 – 26440 SW Parkway Avenue TIF Zone.

3. This resolution is effective upon adoption.

ADOPTED by the City of Wilsonville Urban Renewal Agency at a regular meeting thereof this 7th day of October, 2013, and filed with the Wilsonville City Recorder this date.

TIM KNAPP, BOARD CHAIR

ATTEST:

andro C. Kin Sandra C. King, MMC, City Recorder

SUMMARY OF VOTES: Chair Knapp – Yes Member Goddard – Yes Member Starr – Yes Member Fitzgerald - Yes Member Stevens - Yes

Attachments:

Exhibit AURA Resolution 234Exhibit BBuilding 83 – 26440 SW Parkway Avenue Plan and Report

Exhibit A

URA RESOLUTION NO. 234

A RESOLUTION OF THE URBAN RENEWAL AGENCY OF THE CITY OF WILSONVILLE RECOMMENDING THAT THE CITY COUNCIL ADOPT AN ORDINANCE TO CREATE FIVE SINGLE-PROPERTY URBAN RENEWAL DISTRICTS TO BE CALLED THE 26755 SW 95TH AVENUE TIF ZONE, THE 9805 SW BOECKMAN ROAD TIF ZONE, THE 25600 SW PARKWAY CENTER DRIVE TIF ZONE, THE 27255 SW 95TH AVENUE TIF ZONE, AND THE 29899 SW BOONES FERRY ROAD TIF ZONE.

WHEREAS, the Wilsonville City Council (Council) and its Urban Renewal Agency (URA) recognize the importance of implementing economic development objectives that result in large capital investments in the community, contribute to the city's tax base, and generate a substantial number of family-wage jobs; and

WHEREAS, urban renewal can be a useful tool for realizing these objectives; and

WHEREAS, ORS 457 requires that creating a new urban renewal district and preparing a new urban renewal plan must include the opportunity for citizen involvement; and

WHEREAS, on April 15, 2013, after more than a year of public process including input from an Economic Development Advisory Committee, the creation of an Economic Development Strategy, input from an Economic Development Incentive Task Force, and a March 2013 vote by the citizens of Wilsonville approving the creation of single-property urban renewal districts to incentivize business investment and job creation, the Wilsonville Urban Renewal Agency passed URA Resolution No. 230, attached hereto and incorporated herein as Exhibit A, recommending the creation of multiple single-property urban renewal districts to be called Tax Increment Finance Zones (TIF Zones) and authorizing staff to begin work necessary to create these TIF Zones; and

WHEREAS, City of Wilsonville staff and the consultant team of Elaine Howard Consulting, LLC and ECONorthwest have prepared draft urban renewal plans and reports (the "Plans and Reports") for the 26755 SW 95th Avenue TIF Zone attached hereto and incorporated herein as Exhibit B, the 9805 SW Boeckman Road TIF Zone attached hereto and incorporated herein as Exhibit C, the 25600 SW Parkway Center Drive TIF Zone attached hereto and incorporated herein as Exhibit D, the 27255 SW 95th Avenue TIF Zone attached hereto and incorporated herein as Exhibit E, and the 29899 SW Boones Ferry Road TIF Zone attached hereto and incorporated herein as Exhibit F; and

WHEREAS, additional opportunities for public input will be allowed at a public hearing before the Planning Commission scheduled for September 11, 2013, at an open house scheduled for October 17, 2013, and at a public hearing before the City Council scheduled for October 21, 2013; and

WHEREAS, in creating a new urban renewal district, ORS 457 requires plan review and recommendation by the Planning Commission; and

WHEREAS, staff conducted a work session with the Wilsonville Planning Commission on August 14, 2013 to discuss the conformance of the proposed Plans and Reports with the Wilsonville Comprehensive Plan and will hold a public hearing before the Wilsonville Planning Commission on September 11, 2013 to obtain the Planning Commission's recommendation that these plans and reports are in conformance with the Wilsonville Comprehensive Plan; and

WHEREAS, in creating a new urban renewal district, ORS 457 requires notice to all citizens of Wilsonville of a hearing before the City Council, and notice will be provided by mailing to all mailing addresses within the 97070 ZIP code and all postal patrons within the municipality in October of 2013; and

WHEREAS, in creating a new urban renewal district, ORS 457 requires that a copy of any proposed Plans and the Reports be provided to the governing body of each taxing district,

Page 2 of 4

Exhibit A

and these Plans and Reports will be sent to the taxing districts with an accompanying letter in September of 2013; and

WHEREAS, in creating a new urban renewal district, ORS 457 requires the Urban Renewal Agency review any proposed Plans and accompanying Reports and provide a recommendation to the City Council for adoption; and

WHEREAS, in creating a new urban renewal district, ORS 457 requires a public hearing by the City Council and adoption of any proposed Plans and accompanying Reports by a non-emergency ordinance, and a hearing by the City Council is scheduled for October 21, 2013, the date set for a City Council vote on the ordinance is November 4, 2013, and the ordinance will be a non-emergency ordinance not taking effect until 30 days after its approval during which period of time the Plans and Reports may be referred to Wilsonville voters if a sufficient number of signatures are obtained on a referral petition; and

WHEREAS, the length of each of the proposed urban renewal districts described in Exhibits B through F is expected to be a maximum of fifteen years and the maximum indebtedness for each district is \$12,000,000.

NOW, THEREFORE, THE URBAN RENEWAL AGENCY OF THE CITY OF WILSONVILLE RESOLVES AS FOLLOWS:

1. The five single-property urban renewal districts described in Exhibits B through F shall be forwarded to the Wilsonville City Council with the recommendation that the City Council approve the Plans and adopt an ordinance creating the 26755 SW 95th Avenue TIF Zone, the 9805 SW Boeckman Road TIF Zone, the 25600 SW Parkway Center Drive TIF Zone, the 27255 SW 95th Avenue TIF Zone, and the 29899 SW Boones Ferry Road TIF Zone.

2. This resolution is effective upon adoption.

ADOPTED by the City of Wilsonville Urban Renewal Agency at a special meeting thereof this 5th day of September, 2013, and filed with the Wilsonville City Recorder this date.

TIM KNAPP, BOARD CHAIR

ATTEST:

ander C. King

Sandra C. King, MMC, City Recorder

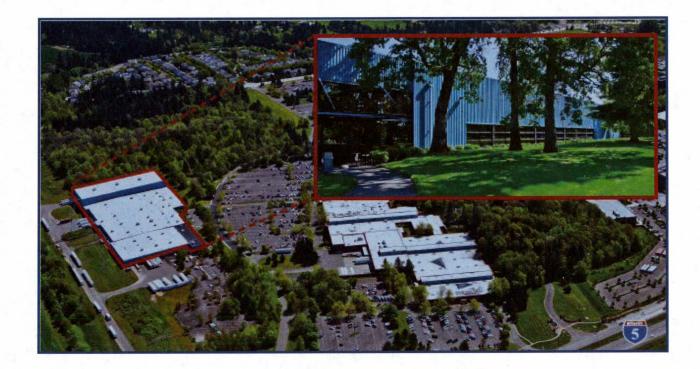
SUMMARY OF VOTES:

Chair Knapp	Yes
Member Goddard	Yes
Member Starr	Yes
Member Fitzgerald	Yes
Member Stevens	Yes

Attachments:

Exhibit A	Council Resolution No. 2390
Exhibit B	26755 SW 95 th Avenue TIF Zone Plan and Report
Exhibit C	9805 SW Boeckman Road TIF Zone Plan and Report
Exhibit D	25600 SW Parkway Center Drive TIF Zone Plan and Report
Exhibit E	27255 SW 95 th Avenue TIF Zone Plan and Report
Exhibit F	29899 SW Boones Ferry Road TIF Zone Plan and Report

Building 83 - 26440 SW Parkway Avenue Urban Renewal Plan



Prepared for the City of Wilsonville September 11, 2013

City of Wilsonville

Urban Renewal Board Chair: <u>List of Participants</u> Tim Knapp

Urban Renewal Board Members:

Julie Fitzgerald Richard Goddard Scott Starr Susie Stevens wille City Council)

(Urban Renewal Board is also Wilsonville City Council)

Planning Commission:

Ben Altman, Chair Eric Postma, Vice Chair Al Levit Marta McGuire Peter Hurley Phyllis Millan Ray Phelps

Economic Development Strategy Task Force:

Ron Adams, Chair, Board of Education, Clackamas Community College

Vince Alexander, Wilsonville Resident (resigned December 2012)

Mychelle Ashlock, Operations Manager, Northwest Rugs - Wilsonville

Lita Colligan, Associate Vice President for Strategic Partnerships and Government Relations, Oregon Tech (OIT) Wilsonville

Catherine Comer, Business & Economic Development Manager, Clackamas County Economic Development (resigned March 2013)

Danielle Cowan, Executive Director, Clackamas County Tourism & Cultural Affairs

Brenner Daniels, Investment Advisor, Holland Partner Group

Mike Duyck, Fire Chief, Tualatin Valley Fire & Rescue District (TVFRD)

Lonnie Gieber, Committee Member, City of Wilsonville Budget Committee

Gale Lasko, General Manager/Partner, Lamb's Market at Wilsonville

Ray Lister, Membership Development Coordinator, International Brotherhood of Electrical Workers (IBEW), Local 48

Susan Myers, General Manager, Capital Realty Corp.

Craig Olson, Sr. Director/Site Manager, Rockwell Collins Head-Up Guidance Systems Ray Phelps, Past President, Wilsonville Chamber of Commerce Dr. William Rhoades, Superintendent, West Linn-Wilsonville School District Fred Robinson, General Manager, Kinetics Climax, Inc. Dick Spence, Wilsonville Resident Alan Steiger, CPA, Committee Member, City of Wilsonville Budget Committee Sandra Suran, CPA, Principal, The Suran Group, LLC Doris Wehler, Past President, Wilsonville Chamber of Commerce Boyd Westover, Plant Manager, Eaton Corporation, Portland Power Center Carol White, Wilsonville Resident

City Manager: Community Development Director: Nancy Kraushaar **Finance Director:** Urban Renewal Manager: **Planning Director:**

Bryan Cosgrove Joanne Ossanna Kristin Retherford Chris Neamtzu

Consultant Team:

Elaine Howard Consulting LLC, Elaine Howard, James Vanden Bos ECONorthwest, Lorelei Juntunen, Nick Popenuk, Tessa Krebs Jeannette Launer, Legal Counsel Leslie Vanden Bos, Editor

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DEFINITIONS

I.

"Area" means the properties and rights of way located within this 26440 SW Parkway Avenue Urban Renewal Plan urban renewal boundary.

"City" means the City of Wilsonville, Oregon.

"City Council" or "Council" means the City Council of the City of Wilsonville.

"Comprehensive Plan" means the City of Wilsonville Comprehensive Plan and its implementing ordinances, policies, and standards.

"County" means Clackamas County.

"Economic Development Strategy Task Force" means a focused, limited-duration task force composed of leading community members and business managers who helped guide the Economic Development Strategy process and made a recommendation to the City Council.

"Enterprise Zones" means a program established by the State of Oregon in ORS 285C.045-.255, as amended, to provide tax incentives to businesses to locate in specifically designated areas of the state.

"Fiscal year" means the year commencing on July 1 and closing on June 30, the following year.

"Frozen base" means the total assessed value, including all real, personal, manufactured, and utility values within an urban renewal area at the time of plan approval. The county assessor certifies the assessed value after the approval of an urban renewal plan.

"Increment" means that part of the assessed value of a taxing district attributable to any increase in the assessed value of the property located in an urban renewal area, or portion thereof, over the assessed value of the frozen base.

"Maximum indebtedness" means the amount of the principal of indebtedness included in a plan, pursuant to ORS 457.190, and does not include indebtedness incurred to refund or refinance existing indebtedness. "ORS" means the Oregon revised statutes, specifically Chapter 457, which relates to urban renewal.

"Planning Commission" means the Wilsonville Planning Commission.

"Tax increment financing (TIF)" means the system that generates tax revenue through the division of taxes authorized by ORS 457.420 et.seq.

"Tax increment revenues" means the funds allocated by the assessor to an urban renewal area due to increases in assessed value over the frozen base within the Area.

"TIF Zones" is the concept established by the Wilsonville City Council that is designed to offer incentives similar to enterprise zones, which stimulate property investment and employment opportunities. This concept is implemented as an urban renewal area.

"Urban renewal agency (agency)" means an urban renewal agency created under ORS 457.035 and 457.045. This agency is responsible for the administration of the urban renewal plan.

"Urban renewal plan" or "Plan" means 26440 SW Parkway Avenue, as it exists or is changed or modified from time to time, as provided in ORS 457.085, 457.095, 457.105, 457.115, 457.120, 457.125, 457.135, and 457.220.

"Urban renewal project (project)" means any work or undertaking carried out under ORS 457.170 in the Area.

"Urban renewal report" means the official report that accompanies the urban renewal plan, pursuant to ORS 457.085(3).

II. INTRODUCTION

In February 2012, the City of Wilsonville established an Economic Development Advisory Committee (the "Committee") to develop a strategy for the City's economic development activities. After six months of public meetings, focus groups, interviews and an economic development summit, the Committee created an *Economic Development Strategy* that was adopted by the Wilsonville City Council in August 2012. The *Economic Development Strategy* describes a vision and principles for City economic development, and recommends twelve actions that are described in some detail. In particular, the *Economic Development Strategy* noted that the City should convene a task force to develop criteria to guide (1) the use of incentives to attract or retain businesses, (2) what businesses would qualify for incentives and under what conditions, (3) what types of incentives would be available to businesses, (4) the funding sources to support the incentives, and (5) expectations of businesses given incentives.

In November 2012, an Economic Development Strategy Task Force (the "Task Force") was appointed and developed a framework for an incentive program that would more strategically position Wilsonville among its Portland metro-area competitors for economic development. The Task Force consisted of 21 individuals comprising a cross-section of the community. In the process of considering 10 different incentive options, single-property urban renewal districts, called Tax Increment Finance Zones (TIF Zones) emerged as one of the preferred incentive mechanisms. The Task Force recommendation to the Wilsonville City Council proposed the development of five TIF Zones. In Wilsonville, these urban renewal areas will fill a role similar to that of an Enterprise Zone, providing partial property tax rebates for qualifying investments occurring on the properties, thus encouraging companies to locate in Wilsonville and provide valuable economic benefits to the community. This proposal was taken before the City's electorate in March 2013 and approved by 78.8 percent of voters.

While the TIF Zone incentive packages are similar to Enterprise Zones in concept, they will differ in several key ways in an attempt to make TIF Zones both a lower risk use of public funds and more attractive to potential investors. Each site selected to be a TIF Zone will require the creation of a separate urban renewal plan and report because each site will be its own, individual, urban renewal area. As established by the Task Force, TIF Zone properties must have 100,000 square feet or more of industrially-zoned building space that has the potential for conversion from warehousing to a higher-value, traded-sector use such as manufacturing.

The Agency has prepared the Building 83 - 26440 SW Parkway Avenue Urban Renewal Plan (Plan) based on the recommendations of the Task Force. This Plan establishes the sixth of up to six urban renewal areas using the TIF Zone concept. The Plan contains goals, objectives, and projects for the development of the Building 83 - 26440 SW Parkway Avenue Urban Renewal Area (Area). The overall purpose of the Plan is to use tax increment financing to provide incentives for economic investment, to cure blight in underutilized buildings, using strategies that are competitive with Enterprise Zones in other communities in the region.

In general, the purpose of urban renewal is to improve specific areas of a city that are poorly developed or underdeveloped. These areas can have old or deteriorated buildings, public spaces that need improvements, streets and utilities in poor condition, a complete lack of streets and utilities altogether, or other obstacles to development. The Area selected is an underutilized, industrial-zoned area of Wilsonville that has had a history of partial or complete vacancy and where existing conditions have presented a barrier to attracting new private sector financial investment to convert the Area to a higher-value, traded sector use.

Urban renewal allows for the use of tax increment financing, a financing source that is unique to urban renewal, to fund its projects. Tax increment revenues – the amount of property taxes generated by the increase in total assessed values in the urban renewal area from the time the urban renewal area is first established – are used to accomplish projects identified by the urban renewal agency. In this case, other than administration, the Plan has only one project, which is repayment in the form of partial property tax reimbursement for qualifying capital infrastructure investment that increases assessed value and job creation.

The specific projects to be approved in this Plan are outlined in Sections IV and V.

Urban renewal is put into effect when the local government (the City of Wilsonville, in this case) adopts an urban renewal plan. The urban renewal plan defines the urban renewal area, states goals and objectives for the area, lists projects and programs that can be undertaken, provides a dollar limit on the funds that can be borrowed for urban renewal projects, and states how the plan may be changed in the future.

The Area, shown in Figure 1, consists of approximately 27 acres.

The Plan will be administered by the Wilsonville Urban Renewal Agency, which was activated by the Wilsonville City Council as the City's Urban Renewal Agency.

Substantial changes to the Plan, if necessary, must be approved by the City Council, as outlined in Section X of this Plan.

An Urban Renewal Report, which accompanies the Plan, contains additional information, as required by ORS 457.085. The technical information in the Report includes:

- A description of the physical, social, and economic conditions in the area;
- Expected impact of the Plan, including fiscal impact, in light of increased services;
- Reasons for selection of each Area in the Plan;
- The relationship between each project to be undertaken and the existing conditions;
- The total cost of each project and the source of funds to pay such costs;
- The estimated completion date of each project;
- The estimated amount of funds required in the Area, and the anticipated year in which the debt will be retired;
- A financial analysis of the Plan;
- A fiscal impact statement that estimates the impact of tax increment financing upon all entities levying taxes upon property in the urban renewal area; and
- A relocation report.

The Plan will be active for a maximum of 15 years as explained in Section V, subsection A, below. If no qualifying investment occurs in the Area that uses the Plan project incentives within five years after the effective date of the Plan, then the Plan will immediately be terminated. The maximum amount of indebtedness (amount of tax increment financing for projects and programs) that may be issued for the Plan is \$12,000,000. For TIF Zones, maximum indebtedness reflects the total of the tax repayment obligation to the qualifying company and represents the maximum amount of tax increment to be collected to meet this obligation as well as administrative costs.

III. GOALS AND OBJECTIVES

The goals of the Plan represent the basic intents and purposes. Accompanying each goal are objectives, which generally describe how the Agency intends to achieve the goals. The urban renewal projects identified in Sections IV and V of the Plan are the specific means of meeting the objectives. The goals relate to adopted plans, as detailed in Section XI, and were developed with input from the Wilsonville Economic Development Strategy Task Force. The goals and objectives will be pursued as economically as is feasible and at the discretion of the urban renewal agency.

Goal 1: PUBLIC INVOLVEMENT

Maintain a citizen involvement program that ensures the opportunity for citizens to be involved in all phases of the urban renewal adoption process.

Objectives:

- 1. Provide opportunities for public input throughout the adoption process, including a public open house, Planning Commission meeting, and City Council hearing.
- 2. Provide information on urban renewal on the City of Wilsonville's website.

Goal 2: ECONOMY

Encourage the economic growth of the Area by encouraging local industrial investment and manufacturing jobs using existing infrastructure and promoting new use of vacant and underutilized industrial properties.

Objectives:

- 1. Provide steady, family-wage jobs for the community.
- 2. Generate investment that will bolster the local economy and provide revenue for local taxing jurisdictions.
- 3. Promote the reuse of vacant buildings and encourage infill development by providing incentives for investors to locate in an existing building or build on a site already in the middle of an industrial area and use the existing infrastructure.
- 4. Partner with public and private entities to incentivize and generate private investment.



Source: City of Wilsonville

IV. OUTLINE OF MAJOR URBAN RENEWAL PROJECT ACTIVITIES

The primary project within the Area will be providing the return of incremental property taxes to developers as an incentive for redevelopment. Another small use of funds will be to pay for the preparation and administration of the Plan.

V. URBAN RENEWAL PROJECTS

The urban renewal projects authorized by the Plan are described below. These projects are consistent with the Wilsonville Economic Development Strategy and are in conformance with the Wilsonville Comprehensive Plan, as detailed in Section XI of this Plan.

As shown in the Report, urban renewal funds will primarily be used as an incentive to spur industrial development, investment, and job creation. The details of the projects are as follows:

A. Property tax rebates

This project offers an incentive to the private sector to convert under-utilized industrial buildings into higher value traded-sector uses, such as manufacturing. This project will provide tax rebates of a portion of incremental property tax increases to qualifying investments in the Area.

Property tax rebate mechanics

The project will rebate up to 75% of the tax increment revenue for three years for each company that:

- Invests at least \$25 million in capital improvements and/or qualified equipment, and;
- Creates 75 or more new, permanent, full-time jobs that pay a minimum of 125% of the average Clackamas County wage rate (not including benefits) in effect at the time the rebate is paid which for 2012 is \$25.33/hour or \$52,693 annual wage rate.

Two additional years (five total) of property tax rebates are available if the average wage of the 75 or more new jobs pay 150% of average wages paid in Clackamas County, which for 2012 equals \$30.40 per hour, or a \$63,230 annual wage.

Additional three- and five-year rebate periods could begin, after approval by the Agency, with any additional new capital investment and job creation meeting the above

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minimum criteria, providing the potential for up to 10 years of rebates. Again, however, qualified investment needs to be made within five years of program adoption. This limits the potential life of the program and rebates to up to 15 years. Qualifying Businesses must be manufacturing firms. If no qualifying investment has been made in the Area within five years of the effective date of the Plan, the Area will be dissolved.

Any businesses receiving Area benefits will be monitored by the Agency for compliance with qualifying criteria and no rebate shall be given if the business fails to meet any of the qualifications. Additionally, if a business which has received a rebate discontinues business operations in the Area within two years after it receives each rebate payment it will be required to return all or a portion of the rebate as follows. Should a business discontinue business operations within the Area within 12 months after receiving a rebate, the business shall be required to reimburse the Agency 100% of the rebate payment. Should a business discontinue business operations within 24 months of receiving a rebate, the business shall be required to reimburse the Agency 50% of the rebate payment.

B. Debt repayment and project administration

This project will allow for the repayment of costs associated with the preparation, including the potential repayment of the initial planning costs for the development of the urban renewal plan, adoption, and implementation of the Plan. This project also includes ongoing administration of the Plan.

VI. PROPERTY ACQUISITION AND DISPOSITION

The Plan does not authorize the acquisition and disposition of property.

VII. RELOCATION METHODS

No relocation assistance will be provided because this Plan does not authorize property acquisition. If relocation is required, the Agency will comply with relocation methods required under state law.

VIII. LAND USES

The proposed land use is industrial development. The maximum densities and building requirements are contained in the Wilsonville Development Code.

IX. TAX INCREMENT FINANCING OF PLAN

Tax increment financing consists of using annual tax increment revenues to make payments on debt and to finance the urban renewal projects authorized in the Plan. Tax increment revenues equal most of the annual property taxes imposed on the cumulative *increase* in 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 part of the 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; and/or
- Any other public or private source.

Revenues obtained by the Agency will be used to pay or repay the 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 \$12,000,000.

C. Prior indebtedness

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

X. FUTURE AMENDMENTS TO PLAN

The Plan may be amended as described in this section.

A. Substantial Amendments

Substantial Amendments are amendments that:

- Add land to the urban renewal area, except for an addition of land that totals not more than 1% of the existing area of the urban renewal area; or
- Increase 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 shall be provided to individuals or households within the City of Wilsonville, as required by ORS 457.120. Notice of adoption of a Substantial Amendment shall be provided in accordance with ORS 457.095 and 457.115.

B. Minor Amendments

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

C. Amendments to the Wilsonville Comprehensive Plan and/or Wilsonville Development Code

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

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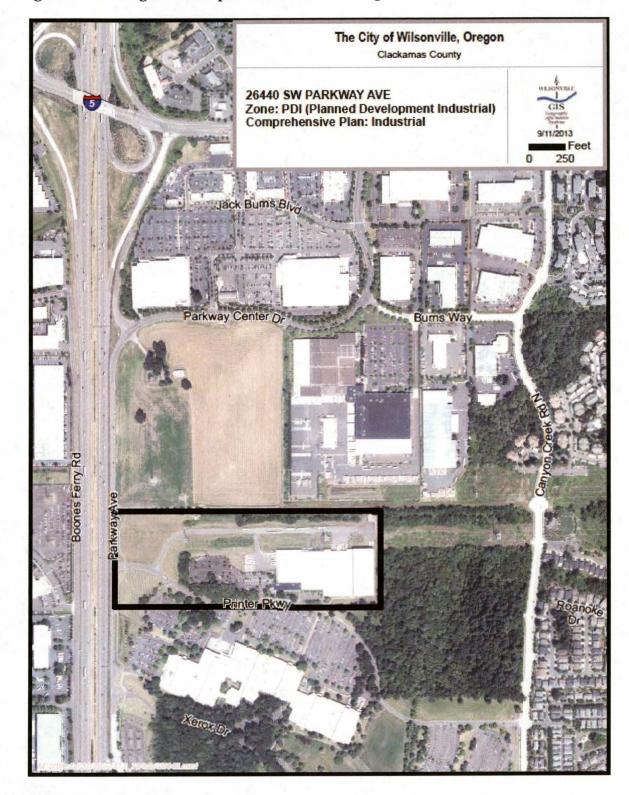


Figure 2 – Zoning and Comprehensive Plan Designations

Source: City of Wilsonville

XI. RELATIONSHIP TO LOCAL OBJECTIVES

The Plan relates to local planning and development objectives contained within the City of Wilsonville's Comprehensive Plan and Economic Development Strategy. The following section describes the purpose and intent of these plans, the particular goals and policies within each planning document to which the proposed Plan relates, and an explanation of how the Plan relates to these goals and policies. The numbering of the goals, policies, and implementation strategies will reflect the numbering that occurs in the original document. Italicized text is text that has **not** been taken directly from an original planning document. The Zoning and Comprehensive Plan designations are shown in Figure 2.

This is not a comprehensive list of all parts of the Wilsonville Comprehensive Plan that are supported by this Plan. This list includes the major goals and policies from the Comprehensive Plan that are supported. However, there may be other goals and policies that are not listed, but are still supported by this Plan.

A. City of Wilsonville Comprehensive Plan

The Wilsonville Comprehensive Plan was updated in January 2013. The Comprehensive Plan is an official statement of the goals, policies, implementation measures, and physical plan for the development of the City. The Plan documents the City's approach to the allocation of available resources for meeting current and anticipated future needs. In doing so, it records current thinking regarding economic and social conditions. Because these conditions change over time, the Plan must be directive, but flexible, and must also be periodically reviewed and revised to consider changes in circumstances.

Section A: Citizen Involvement

Goal 1.1 To encourage and provide means for interested parties to be involved in land use planning processes, on individual cases and City-wide programs and policies.

Policy 1.1.1 The City of Wilsonville shall provide opportunities for a wide range of public involvement in City planning programs and processes.

The Plan conforms with Goals 1.1 and Policy 1.1.1 by involving the citizens of Wilsonville in both the creation of the TIF Zone framework and in the decision of whether or not to use that framework to encourage economic development. The Economic Development Strategy Task Force was comprised of a cross-section of members of the community and it helped to both determine

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Building 83 - 26440 SW Parkway Avenue Urban Renewal Plan

that urban renewal areas, then called TIF Zones, were appropriate to use in Wilsonville, and helped decide how these incentives should work. Later, a city-wide vote was held so that the community could weigh in on the decision of whether or not to use TIF Zones. Citizens were included in the adoption phase of the urban renewal plan through a public open house, Planning Commission meeting, and City Council hearing that was noticed as required in ORS 45.

Goal 1.2 For Wilsonville to have an interested, informed, and involved citizenry.

Implementation Measure 1.2.1.c. Establish procedures to allow interested parties reasonable access to information on which public bodies will base their land use planning decisions.

Policy 1.3 The City of Wilsonville shall coordinate with other agencies and organizations involved with Wilsonville's planning programs and policies.

The Plan conforms with Goals 1.2, Policy 1.3, and their Implementation Measures by involving the citizens of Wilsonville in both the creation of the TIF Zone framework and in the decision of whether or not to use that framework to encourage economic development. The Economic Development Strategy Task Force was comprised of a cross-section of members of the community and it helped to both determine that urban renewal areas, then called TIF Zones, were appropriate to use in Wilsonville, and helped decide how these incentives should work. In addition, taxing jurisdictions received formal notice, and, if desired, a briefing on the Plan. Representatives of the three major taxing jurisdictions were included as members of the Task Force that recommended the creation of TIF Zones.

Section C: Urban Growth Management

Goal 2.1 To allow for urban growth while maintaining community livability, consistent with the economics of development, City administration, and the provision of public facilities and services.

Implementation Measure 2.1.1.a. Allow development within the City where zoning has been approved and other requirements of the Comprehensive Plan have been met.

Implementation Measure 2.1.1.c. Encourage a balance between residential, industrial, and commercial land use, based on the provisions of this Comprehensive Plan.

Implementation Measure 2.1.1.d. Establish and maintain revenue sources to support the City's policies for urbanization and maintain needed public services and facilities.

Policy 2.1.1 The City of Wilsonville shall support the development of all land within the City, other than designated open spaces, consistent with the land use designations of the Comprehensive Plan.

The Plan conforms with Goal 2.1, Policy 2.1.1, and their Implementation Measures by providing financial incentives for the redevelopment of lands already designated as urban and already provided with infrastructure. By doing this, the Plan encourages growth and development within the urban growth boundary, and helps relieve pressures on lands outside of the urban growth boundary.

Section D: Land Use and Development

Goal 4.1 To have an attractive, functional, economically vital community with a balance of different types of land.

Policy 4.1.1 The City of Wilsonville shall make land use and planning decisions to achieve Goal 4.1.

Implementation Measure 4.1.1.d. In the process of administering the City's Comprehensive Plan, careful consideration will be given to the economic impacts of proposed policies, programs and regulations. Efforts will be made to simplify and streamline the planning and zoning review process while maintaining the quality of development.

Implementation Measure 4.1.1.e. The City shall protect existing and planned industrial and commercial lands from incompatible land uses, and will attempt to minimize deterrents to desired industrial and commercial development.

Implementation Measure 4.1.1.m. Encourage a balance between light industrial and residential growth within the City.

The Plan conforms with Goal 4.1, Policy 4.1.1, and their Implementation Measures by encouraging the redevelopment of local industrial buildings. This redevelopment will enrich the balanced land uses within Wilsonville. Also, by encouraging redevelopment of the Area, the Plan helps support an economically vital community by bringing jobs to the community and by reducing the number of vacant or underutilized industrial buildings in the City.

Policy 4.1.3 City of Wilsonville shall encourage light industry compatible with the residential and urban nature of the City.

Implementation Measure 4.1.3.a. Develop an attractive and economically sound community.

Implementation Measure 4.1.3.c. Favor capital intensive, rather than labor intensive, industries within the City.

Implementation Measure 4.1.3.e. Site industries where they can take advantage of existing transportation corridors such as the freeway, river, and railroad.

The Plan conforms with Goal 4.1, Policy 4.1.3, and their Implementation Measures by encouraging the redevelopment of local industrial buildings. This redevelopment will help maintain a healthy mix of industrial jobs and industry within the community, and will encourage industrial activities to sites where they can take advantage of existing transportation corridors and other infrastructure.

B. Wilsonville Economic Development Strategy

The Economic Development Strategy was completed in August 2012, and sets forth an economic strategy for Wilsonville that describes actions to be taken by the public sector for the purpose of stimulating private sector activity. This strategy was developed with the assistance of an advisory committee that met over the course of 4 months and considered input from the community provided in the form of focus groups, interviews with business leaders, an economic summit, public comments and a community survey. The end result was a vision statement for economic development in Wilsonville, and a list of 6 actions to be taken by the public sector. Specific actions that are directly supported by this Urban Renewal Plan are listed below, but other actions from the Economic Development Strategy will also benefit from the successful implementation of this Plan.

Action 2.1 Promote reuse of vacant building, infill development, and redevelopment.

Action 6.2 Develop criteria to guide the use of incentives to attract or retain businesses.

The projects in the Plan conform with the Economic Development Strategy. They will help to encourage the reuse of existing industrial buildings and infill development by providing an incentive package similar to that of neighboring communities. This incentive package will help incentivize and generate private investment, which will in turn provide jobs for the community and an increased tax base to support local services and infrastructure.

C. Wilsonville Development Code

The Wilsonville Development Code - Planning and Land Development was enacted for the purpose of promoting the general public welfare by ensuring procedural due process in the administration and enforcement of the City's Comprehensive Plan, Zoning, Design Review, Land Division, and Development Standards. It is contained as Chapter 4 of the Wilsonville Code.

The zoning designation for the property in the Area is PDI - Planned Development Industrial Zone. It is shown in Figure 2. The Plan is not proposing any new zones or

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code amendments, nor are there any proposals that would modify any of the existing zones or land uses. The Plan will comply with all requirements of the existing zoning.

D. City of Wilsonville Transportation Systems Plan

The City of Wilsonville Transportation Systems Plan (TSP) was adopted by the Wilsonville City Council on June 17, 2013.

The TSP is the City's long-term transportation plan and is an element of its Comprehensive Plan. It includes policies, projects, and programs that could be implemented through the City's Capital Improvement Plan, development requirements, or grant funding.

The 2013 TSP process built upon two decades of community planning to create a complete community transportation plan that integrates all travel modes. Most of the policies and projects come from prior adopted plans, including the Comprehensive Plan, 2003 TSP, 2006 Bicycle and Pedestrian Master Plan, and 2008 Transit Master Plan. While the TSP replaces the 2003 TSP in its entirety, it updates and builds upon the 2006 Bicycle and Pedestrian Master Plan. Where these documents may be in conflict, the new TSP takes precedence.

Parkway Avenue is designated as a minor arterial, a freight route and a bicycle route.¹ The TSP Executive Summary identifies one Parkway Avenue projects as being a high priority, an urban upgrade and a Parkway Center Trail Connector is also designated as a high priority.² Parkway Avenue is also identified as having a cross section deficiency near the Area.³ Public bus lines do run along Parkway Avenue, and there are multiple bus stops near the Area.

The Plan conforms with the City of Wilsonville Transportation System Plan as the redevelopment planned for the Area is an industrial use and SW Parkway Center Drive will be used as designated in the TSP. Parkway Center Drive is classified as a minor arterial, anticipating freight travel.

¹ City of Wilsonville Transportation System Plan, 2013, Figure 3-2 Functional Class Designations, p 3-6; Figure 3-4 Freight Routes, p 3-9; Figure 3-5 Bicycle Routes, p 3-11.

² City of Wilsonville Transportation System Plan, 2013, Executive Summary, p v.

³ City of Wilsonville Transportation System Plan, 2013, Figure 4-1 Roadway Cross-Section Deficiencies, p 4-5.

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APPENDIX A: LEGAL DESCRIPTION

<u>26440 SW Parkway Avenue URBAN RENEWAL DISTRICT</u> <u>WILSONVILLE, OREGON</u>