

Date: July 11, 2014

**Re: Response to Mayor Hales Questions of July 8, 2014**

To: Tom Bizeau, Commissioner Amanda Fritz

Fm: Mike Abbaté, Director, Portland Parks & Recreation

**I. What is the current balance in each of the parks SDC subaccounts?**

The balance of the entire Parks SDC sub-fund is approximately \$32.2 million, and all of these funds are allocated to park projects.

The Parks SDC program collects revenues and funds park projects out of a sub-fund within the Parks Capital Improvement Fund. Thus there is no legal separation of subaccounts within the SDC fund to report any individual balances. The Parks SDC program does track funding based on Central City or Non-Central City geographic collections, and historically 32% of SDCs have been generated in the Central City, while 68% have been generated from the Non-Central City. Thus it is safe to assume that roughly \$10.4 million is allocated to be spent on Central City park projects, and \$21.8 million is allocated to be spend on Non-Central City park projects based on the 32%/68% geographic split of those funds.

**2. What is the projected balance for six and twelve months from now in each of these accounts, given development projects in the permitting pipeline?**

Parks is currently projecting \$10 million in Parks SDC revenue collections for FY 14/15. Due to the volatility in collection timing, it would be reasonable to estimate that half will be collected in the first 6 months, or \$5 million.

The fund balance is highly variable due to the timing of construction projects, but a projection for FY 14/15 is as follows:

**12-month (FY 14/15) SDC Resources and Project Allocations:**

Resources:

Current Balance	\$	32,200,000
12-month projected Revenues		10,000,000
Total projected 12-month resources	\$	<u>42,200,000</u>

Project Allocations:

Current commitments under construction	\$ 13,600,000
Projects committed to begin in next 12 months	21,100,000
Reserve held back until revenues realizable	2,000,000
Total projected 12-month allocations	<u>\$ 36,700,000</u>
Ending balance to be used in future commitments	<u>\$ 5,500,000</u>

**3. How much in Parks SDCs has been collected in OT/CT in 2010, 2011, 2012, and 2013? What the last three buildings built in OT/CT are, and in what years?**

From July 1, 2009, to June 30<sup>th</sup>, 2014, there were six projects in OT/CT that paid a total of \$63,764 in Parks SDC fees, and \$931,370 of Parks SDC fee waivers were granted due to the affordable housing exemption.

PARKS SDC FEES COLLECTED IN OT/CT 7/01/2009 - 6/30/2014					
PERMIT#	PROJECT NAME	ADDRESS	PERMIT ISSU E DATE	FEE PAID	FEE EXEMPTED BY PHB
09 140690	HAP RESOURCE CENTER	655 NW HOYT ST	11/29/2009	\$12,229	\$349,099
10 137917	BROADWAY RECOVERY	33 NW BROADWAY AVE	1/11/2011	\$44,221	\$0
10 178319	BLANCHET HOUSE	310 NW GLISAN ST	7/28/2011	\$0	\$191,839
11 122895	WEST HOTEL	127 NW 6TH AVE	7/20/2011	\$0	\$107,448
14 121486	THE ERICKSON	9 NW 2ND AVE	6/24/2014	\$7,314	\$195,912
14 121635	THE FRITZ	10 NW 3RD AVE	6/26/2014	\$0	\$87,072.00
TOTALS:				\$63,764	\$931,370

LAST 3 NEWLY CONSTRUCTED BUILDINGS					
PERMIT#	PROJECT NAME	ADDRESS	PERMIT FINALED	PROJECT DESCRIPTION	PROJECT VALUATION
11 122895	WEST HOTEL	127 NW 6TH AVE	11/27/2012	7-STORY MULTIFAM / GROUND FLOOR RETAIL / 42	\$7,500,000
10 178319	BLANCHET HOUSE	310 NW GLISANT ST	9/14/2012	4-STORY / 3 FLOORS RESIDENTIAL / 1ST FLOOR	\$9,000,000
07 158856	MERCY CORP HQ	45 SW ANKENYST	9/11/2009	4-STORY ADDITION & RENOVATION OF EXISTING	\$16,050,000

**4. How many development projects are now in the permitting pipeline in OT/CT and what is their projected yield in Parks SDCs?**

According to BDS staff, there are only two projects in the permitting pipeline in OT/CT that might apply to the Parks SDC program, and there is insufficient information available to calculate their SDC fees at this time.

PROJECTS IN PIPELINE PER BDS STAFF					
PERMIT#	PROJECT NAME	ADDRESS	STATUS	PROJECT DESCRIPTION	ESTIMATED FEE
14 146426 EA	BLOCK 8L / MIXED USE	60 NW DAVIS ST	EARLY ASSISTANCE	4 STORIES OF COMMERCIAL / 2 STORIES RESIDENTIAL / 3/4 OF CITY BLOCK	Info not available
14 170471 DZ	MULT CO HEALTH HQ	NW HOYT / NW 6TH	LAND USE REVIEW	6 STORY COMMERCIAL BLDG	Info not available

PROJECTS IN PIPELINE PER BDS STAFF - NOT APPLICABLE TO PARKS SDC FEES					
PERMIT#	PROJECT NAME	ADDRESS	STATUS	PROJECT DESCRIPTION	ESTIMATED FEE
13-183425	PNCA SCHNITZER	511 NW BROADWAY	INSPECTION	RENOVATE BUILDING	Not applicable to Parks SDCs
14-157327	SOCIETY HOTEL	203-209 NW 3RD AVE	PERMIT UNDER REVIEW	CONVERT RESIDENTIAL BLDG TO HOTEL	Not applicable to Parks SDCs