



# **City of Forest Grove Urban Renewal Agency 2018-2019 Adopted Budget**



## Urban Renewal Agency of the City of Forest Grove

### FY 2018-19 Budget Message

To: The Budget Committee and the Citizens of Forest Grove

It is my sincere pleasure to present the fourth budget for the Urban Renewal Agency of the City of Forest Grove. The Urban Renewal Agency (URA) is overseen by a board of directors made up of the Mayor and City Council members. The Agency is charged with revitalization within the Forest Grove Urban Renewal Area. The urban renewal area was established in July 2014 and includes the Forest Grove Town Center and the Pacific Avenue/19<sup>th</sup> Avenue corridor to just past the Quince Street/Pacific Avenue intersection. The urban renewal project area is about 6% of the total area of the City. It represents about 9% of the taxable assessed value in the community.

The principal revenue for the URA for FY 2018-19 is projected property tax revenue received from the tax increment on the taxable assessed value of the urban renewal area. The FY 2018-19 Proposed Budget for the Forest Grove Urban Renewal Area is \$400,182 which is a significant increase over the FY 2017-18 Budget of \$198,736. Proposed expenditures include \$98,155 for storefront improvement grants, up to \$165,000 for the Forest Grove Senior and Community Center kitchen upgrade, and \$41,252 for interest expense on the loan from the City for costs related to the Jesse Quinn project, the first significant project undertaken by the URA and scheduled to open in July 2018. .

The projected fund balance has been budgeted as a placeholder expenditure for Undesignated Projects. This proposed expenditure gives the URA Board flexibility to consider funding for proposed projects that may be introduced in FY 2018-19.

The URA is beginning to develop limited funding to start being able to deliver some of the programs in the URA Plan. In FY 2019-20, the URA expects significant property tax growth from other large projects that have been or are being built within the URA boundary. When completed, these projects will add property tax revenue that will help more projects to receive funding assistance to help meet the goals of the URA.

Respectfully submitted,

Jesse VanderZanden, Executive Director

**850 URBAN RENEWAL AGENCY**

		2015-16	2016-17	2017-18	2018-19	2018-19	2018-19
<b>URA RESOURCES</b>		<b>Actual</b>	<b>Actual</b>	<b>Adopted</b>	<b>Proposed</b>	<b>Approved</b>	<b>Adopted</b>
<b>PROPERTY TAXES</b>							
4000	Property Taxes	27,079	114,068	117,789	210,874	210,874	210,874
4020	Prior Years Property Taxes	0	569	1,100	1,000	1,000	1,000
<b>TOTAL PROPERTY TAXES</b>		<b>27,079</b>	<b>114,636</b>	<b>118,889</b>	<b>211,874</b>	<b>211,874</b>	<b>211,874</b>
<b>MISCELLANEOUS REVENUE</b>							
4700	Sale of Property						
4700	Interest	130	1,631	2,000	3,000	3,000	3,000
4716	Proceeds from Debt Issuance	0	962,561	0	0	0	0
	Other Financing Souces	1,100,000	0	0	0	0	0
<b>TOTAL MISCELLANEOUS REVENUE</b>		<b>1,100,130</b>	<b>964,192</b>	<b>2,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>
<b>FUND BALANCE AVAILABLE</b>							
4900	Fund Bal Avail For Approp.	0	8,410	77,847	185,308	185,308	185,308
<b>TOTAL URA RESOURCES</b>		<b>1,127,209</b>	<b>1,087,238</b>	<b>198,736</b>	<b>400,182</b>	<b>400,182</b>	<b>400,182</b>

		2015-16	2016-17	2017-18	2018-19	2018-19	2018-19
<b>URA EXPENDITURES</b>		<b>Actual</b>	<b>Actual</b>	<b>Adopted</b>	<b>Proposed</b>	<b>Approved</b>	<b>Adopted</b>
<b>MATERIALS &amp; SERVICES</b>							
6135	Memberships	0	250	250	250	250	250
6200	Intergovernmental Services	0	825,636	5,000	5,238	5,238	5,238
6295	Attorney Services	5,049	4,632	3,000	6,000	6,000	6,000
6305	Professional Services	0	2,000	0	4,000	4,000	4,000
6325	Financial Services, Auditing, Invest	0	6,342	3,200	3,300	3,300	3,300
6425	Storefront Improvement Grants	0	0	60,000	98,155	98,155	98,155
6430	Undesignated Projects	1,100,000	0	86,034	76,987	241,987	241,987
<b>TOTAL MATERIALS &amp; SERVICES</b>		<b>1,105,049</b>	<b>838,860</b>	<b>157,484</b>	<b>193,930</b>	<b>358,930</b>	<b>358,930</b>
<b>CAPITAL OUTLAY</b>							
7120	Construction Grants	0	136,945	0	165,000	-	-
<b>DEBT SERVICE</b>							
8114	Interest	13,750	20,626	41,252	41,252	41,252	41,252
<b>TOTAL URA EXPENDITURES</b>		<b>1,118,799</b>	<b>996,431</b>	<b>198,736</b>	<b>400,182</b>	<b>400,182</b>	<b>400,182</b>