



**Forest Grove  
Urban Renewal Agency  
2017-18 Approved Budget**



## Urban Renewal Agency of the City of Forest Grove

### FY 2017-18 Budget Message

To: The Budget Committee and the Citizens of Forest Grove

It is my sincere pleasure to present the third 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 9.2% of the taxable assessed value in the community.

The FY 2017-18 Proposed Budget for the Forest Grove Urban Renewal Area is \$198,736 which is a significant decrease over the FY 2016-17 Budget of \$1,086,779. The FY 2016-17 included the payments for the public participation on the Jesse Quinn project which is under construction and scheduled to open by the end of 2017. The Jesse Quinn mixed-use development is the first project to be supported by the URA.

The principal revenue for the URA for FY 2017-18 is projected property tax revenue received from the tax increment on the taxable assessed value of the urban renewal area. Proposed expenditures include \$20,000 for storefront improvement grant and interest expense on the loan from the City for costs related to the Jesse Quinn project. 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 2017-18. Staff is working to develop criteria on funding potential projects for the Board to consider. Other expenditures, including a reimbursement to the City for administrative expenses, are again being held to a minimum.

The URA is beginning to develop limited funding to start being able to deliver some of the programs in the URA Plan. Other large projects that will be built within URA boundary are in development. 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

## Forest Grove Urban Renewal Agency

URA RESOURCES		2014-15 Actual	2015-16 Actual	2016-17 Adopted	2016-17 EST. YE	2017-18 Proposed
<b>PROPERTY TAXES</b>						
440225	Property Taxes	0	27,079	75,231	114,358	117,789
	Prior Years Property Taxes	0	0	0	0	1,100
<b>TOTAL PROPERTY TAXES</b>		<b>0</b>	<b>27,079</b>	<b>75,231</b>	<b>114,358</b>	<b>118,889</b>
<b>MISCELLANEOUS REVENUE</b>						
470003	Proceeds from Debt Issuance	0	0	965,000	962,561	0
470105	Interest	0	130	50	1,450	2,000
	Other Financing Souces	0	1,100,000	0	0	0
<b>TOTAL MISCELLANEOUS REVENUE</b>		<b>0</b>	<b>1,100,130</b>	<b>965,050</b>	<b>964,011</b>	<b>2,000</b>
<b>FUND BALANCE AVAILABLE</b>						
495005	Fund Bal Avail For Approp.	0	0	5,924	8,410	77,847
<b>TOTAL URA RESOURCES</b>		<b>0</b>	<b>1,127,209</b>	<b>1,046,205</b>	<b>1,086,779</b>	<b>198,736</b>

URA EXPENDITURES		2014-15 Actual	2015-16 Actual	2016-17 Adopted	2016-17 EST. YE	2017-18 Proposed
<b>MATERIALS &amp; SERVICES</b>						
520270	Miscellaneous	0	1,100,000	2,500	0	0
520506	Memberships	0	0	250	250	250
520557	Intergovernmental Services	0	0	836,616	838,136	5,000
521113	Attorney Services	0	5,050	8,000	4,632	3,000
521150	Professional Services	0	0	0	2,000	0
521171	Financial Services, Auditing, Invest	0	0	5,000	6,342	3,200
523020	Storefront Improvement Grants	0	0	0	0	20,000
523030	Undesignated Projects	0	0	0	0	126,034
<b>TOTAL MATERIALS &amp; SERVICES</b>		<b>0</b>	<b>1,105,050</b>	<b>852,366</b>	<b>851,360</b>	<b>157,484</b>
<b>550000 CAPITAL OUTLAY</b>						
550760	Construction Projects	0	0	136,945	136,945	0
<b>DEBT SERVICE</b>						
562085	Interest	0	13,750	52,365	20,626	41,252
<b>UNAPP FUND BALANCE</b>						
590304	Unapp Fund Balance	0	0	4,529	0	0
<b>TOTAL URA EXPENDITURES</b>		<b>0</b>	<b>1,118,800</b>	<b>1,046,205</b>	<b>1,008,931</b>	<b>198,736</b>