

2040 Planning and Development Grants

November 29, 2018



Metro





2040 Planning and Development Grants

Mission of Grant Program

Grant program is funded by Construction Excise Tax.
Purpose of grants is to:

- remove barriers to development
- make land ready for development
- enable existing developed sites to be redeveloped
- ❖ Proposals in the equitable development category must demonstrate a primary emphasis on advancing equity



2040 Planning and Development Grants

Items for Council Consideration today

Resolution 18-4916 Establishes Policies for 2019 Grants

- sets funding targets for seventh cycle of grant awards
- refines definition of equitable development projects

Ordinance 18-1425 Amends Metro Code Chapter 7.04

- clarifies CET program purpose
- refines parameters for exemption from CET
- enables private entities to also apply for grants
- allows grant program to continue without sunset

2040 Planning and Development Grants (Cycle 7)

Resolution No 18-4916: Investment Targets

Grant Category	Funds Targeted
Equitable Development	\$ 1 million
Development within UGB	\$ 250,000
New Urban Areas	\$ 750,000
Total	\$ 2 Million

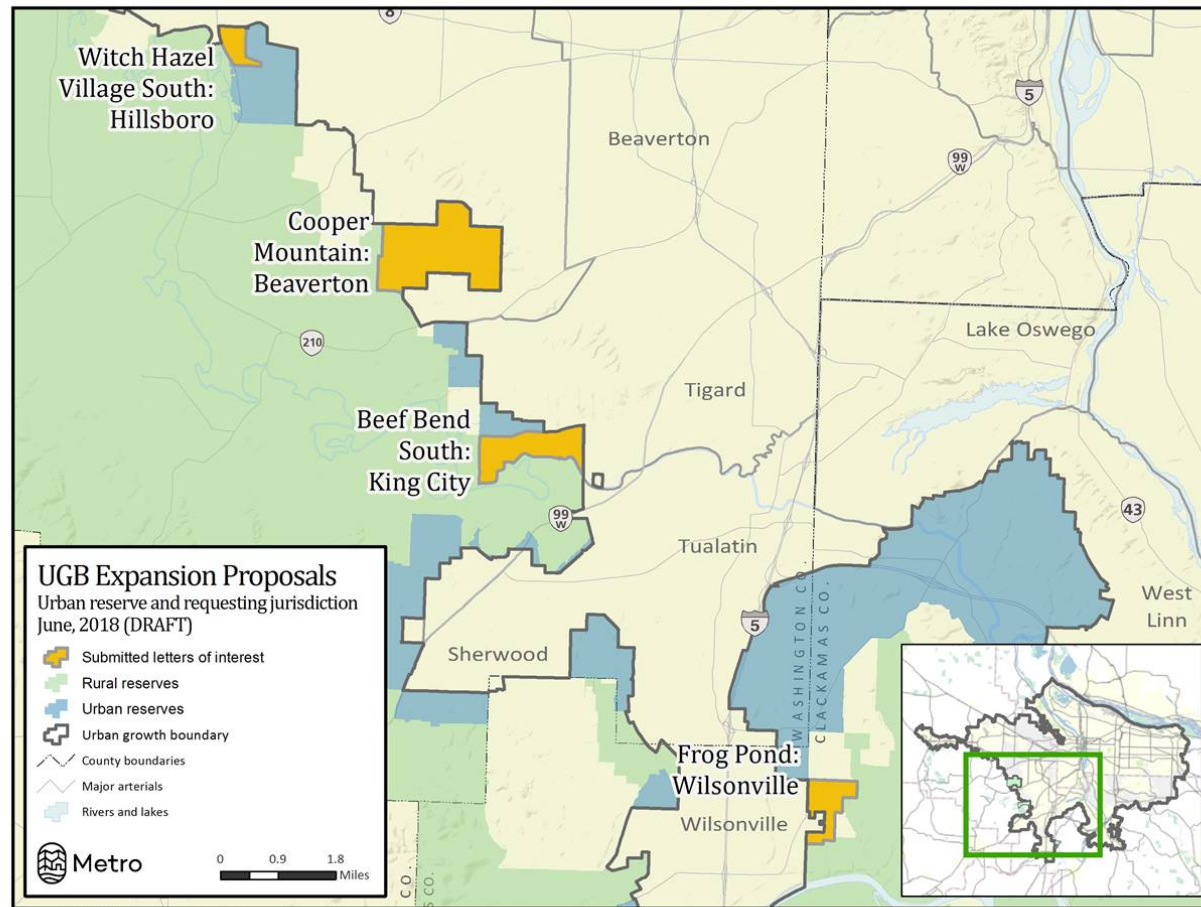
2040 Planning and Development Grants (Cycle 7)

Equitable Development

- Planning or pre-development for **equitable housing** (diverse, physically accessible, affordable housing choices with access to opportunities, services, and amenities);
- Planning or pre-development work for ~~projects~~ **facilities and community investments that will advance quality of life outcomes for marginalized communities, including communities of color**, such as quality education, living wage employment, healthy environments, and transportation;
- Facilitation of development-related efforts in **partnership with a community organization** whose primary mission is to serve communities of color;
- Planning or pre-development for projects that will **serve a specific neighborhood or geography** with a high percentage of residents that are people of color or historically marginalized communities;
- ~~Planning for public and private developments, investments, programs and policies that will be enacted to meet the needs of communities of color and reduce racial disparities, taking into account past history and current conditions.~~

2040 Planning and Development Grants

New Urban Area Planning



2040 Planning and Development Grants Resolution 18-4916



Consideration
of the
Resolution

2040 Planning and Development Grants Ordinance 18-1425

Amends Metro Code Chapter 7.04, Construction Excise Tax

- Clarifies CET program purpose
- refines parameters for exemption from CET
- enables private entities to also apply for grants
- allows grant program to continue without sunset





2040 Planning and Development Grants Recommended Code Amendments

7.04.020 Policy and Purpose

This chapter establishes a Construction Excise Tax to provide funding for regional and local planning that is required to make land ready for development ~~or redevelopment. after its inclusion in the Urban Growth Boundary.~~



2040 Planning and Development Grants Recommended Code Amendments

7.04.210 Dedication of Revenue

Revenue derived from the imposition of this tax after deduction of necessary costs of collection shall be dedicated to fund regional and local planning that is required to make land ready for development ~~or redevelopment after inclusion in the Urban Growth Boundary.~~



2040 Planning and Development Grants

Recommended Code Amendments

7.04.040 Exemptions

(2) The Person who would be liable for the tax is a corporation exempt from federal income taxation pursuant to 42 U.S.C. 501(c)(3), or a limited partnership the sole general partner of which is a corporation exempt from federal income taxation pursuant to 42 U.S.C. 501(c)(3), the Construction is used for residential purposes and the property is restricted to being occupied by ~~Persons~~ people with incomes less than ~~50~~ 60 percent (~~50~~60%) of the median income for a period of 30 years or longer;



2040 Planning and Development Grants

Recommended Code Amendments

7.04.040 Exemptions

(3) The Person who would be liable for the tax is exempt from federal income taxation pursuant to 42 U.S.C. 501(c)(3) and the Construction is dedicated for use for the purpose of providing charitable services to ~~Persons with income less than 50 percent (50%) of the median income~~ disadvantaged people.



2040 Planning and Development Grants Recommended Code Amendments

7.04.220 Procedures for Distribution

The Chief Operating Officer shall distribute the revenues from the Construction Excise Tax as grants to local governments based on an analysis of grant requests ~~submitted by the local jurisdiction which set forth the expected completion of certain milestones associated with Metro Code Chapter 3.07, the Urban Growth Management Functional Plan~~ for planning or pre- development work that will implement the region's long range plan. Grants may also be distributed to private entities for projects that are endorsed by a local government and in the public interest.



2040 Planning and Development Grants Recommended Code Amendments

~~7.04.230 Sunset Provision~~

~~The Construction Excise Tax shall not be imposed on and no person shall be liable to pay any tax for any construction activity that is commenced pursuant to a building permit issued on or after December 31, 2020.~~

2040 Planning and Development Grants Ordinance 18-1425



Consideration
of the
Ordinance

(Second reading of the Ordinance scheduled for December 6, 2018)

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