



Eugene City Council

125 E. 8th Ave., 2nd Floor
Eugene, OR 97401-2793
541-682-5010 • 541-682-5414 Fax
www.eugene-or.gov

EUGENE CITY COUNCIL AGENDA

February 9, 2015

5:30 p.m. CITY COUNCIL WORK SESSION

Harris Hall

125 East 8th Avenue

Eugene, Oregon 97401

7:30 p.m. CITY COUNCIL MEETING

Harris Hall

125 East 8th Avenue

Eugene, Oregon 97401

**Meeting of February 9, 2015;
Her Honor Mayor Kitty Piercy Presiding**

Councilors

George Brown, President

Pat Farr, Vice President

Mike Clark

George Poling

Chris Pryor

Claire Syrett

Betty Taylor

Alan Zelenka

CITY COUNCIL WORK SESSION

Harris Hall

5:30 p.m.

A.

WORK SESSION:

Eugene-Springfield 2015 Consolidated Plan - A Five-Year

Strategic Plan for Affordable

**Housing and Community
Development**

**CITY COUNCIL MEETING and
MEETING OF THE EUGENE URBAN RENEWAL AGENCY
Harris Hall**

- 1. PUBLIC FORUM**
- 2. CONSENT CALENDAR**
(Note: Time permitting, action on the Consent Calendar may be taken at the 5:30 p.m. work session.)
 - A. Approval of City Council Minutes**
 - B. Approval of Tentative Working Agenda**
 - C. Resolution Acknowledging Receipt of City of Eugene, Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014**
 - D. Confirmation of 2015 Council Officers**
 - E. Resolution Approving Natural Hazard Mitigation Plan**
- 3. URBAN RENEWAL AGENCY ACTION:
Resolution Acknowledging Receipt of the Annual Financial Report of the Urban Renewal Agency of the City of Eugene for the Fiscal Year Ended June 30, 2014**
- 4. PUBLIC HEARING and POSSIBLE ACTION:
An Ordinance Amending Ordinance No. 20508 to Extend the Temporary Suspension of Multiple-Unit Property Tax Exemptions under Sections 2.945 and 2.947 of the Eugene Code, 1971, through September 1, 2015; and Providing for An Immediate Effective Date**
- 5. ACTION:
An Ordinance Updating the Public Passenger Vehicle Code**
- 6. ACTION:
Disposition of Real Property**
- 7. COMMITTEE REPORTS:
Chamber of Commerce, Housing Policy Board, Lane Regional Air Protection Agency, Metropolitan Wastewater Management Commission**

**time approximate*

The Eugene City Council welcomes your interest in these agenda items. This meeting location is wheelchair-accessible. For the hearing impaired, FM assistive-listening devices are available or an interpreter can be provided with 48 hours' notice prior to the meeting. Spanish-language interpretation will also be provided with 48 hours' notice. To arrange for these services, contact the receptionist at 541-682-5010. City Council meetings are telecast live on Metro Television, Comcast channel 21, and rebroadcast later in the week.

City Council meetings and work sessions are broadcast live on the City's Web site. In addition to the live broadcasts, an indexed archive of past City Council webcasts is also available. To access past and present meeting webcasts, locate the links at the bottom of the City's main Web page (www.eugene-or.gov).

El Consejo de la Ciudad de Eugene aprecia su interés en estos asuntos de la agenda. El sitio de la reunión tiene acceso para sillas de ruedas. Hay accesorios disponibles para personas con afecciones del oído, o se les puede proveer un interprete avisando con 48 horas de anticipación. También se provee el servicio de interpretes en idioma español avisando con 48 horas de anticipación. Para reservar estos servicios llame a la recepcionista al 541-682-5010. Todas las reuniones del consejo estan gravados en vivo en Metro Television, canal 21 de Comcast y despues en la semana se pasan de nuevo.

For more information, contact the Council Coordinator at 541-682-5010,

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Work Session: Eugene-Springfield 2015 Consolidated Plan - A Five-Year Strategic Plan for Affordable Housing and Community Development

Meeting Date: February 9, 2015
 Department: Planning and Development
www.eugene-or.gov

Agenda Item Number: A
 Staff Contact: Stephanie Jennings
 Contact Telephone Number: 541-682-5529

ISSUE STATEMENT

The Eugene-Springfield Consolidated Plan provides an assessment of local housing, homelessness, and community development needs and establishes a five-year strategic plan with priority needs and strategies for the use of federal funds received from the U.S. Department of Housing and Urban Development (HUD). Completion and adoption of the Consolidated Plan is a prerequisite for receiving Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), and other HUD funds. At this work session, staff will review the Consolidated Plan development process, discuss achievements completed under the current Consolidated Plan, and identify draft priority needs and proposed strategies for use of federal funds under the 2015 Consolidated Plan.

BACKGROUND

The Eugene-Springfield 2015 Consolidated Plan will present an assessment of local housing, homelessness, and community development needs, identify priority needs for use of funds received from HUD, and present strategies to address the priority needs. Eugene and Springfield must complete, adopt, and submit a new five-year Consolidated Plan to the U.S. Department of Housing and Urban Development (HUD) by May 15, 2015. CDBG and HOME must be used to advance the following statutory objectives that primarily support low-income and moderate-income residents:

- Provide decent, safe, and affordable housing (CDBG and HOME)
- Create suitable living environments (CDBG)
- Expand economic opportunities (CDBG)

Since 1992 and continuing with this plan, Eugene and Springfield work together to develop the Eugene-Springfield Consolidated Plan. This collaboration allows for consideration of needs for the metropolitan area as a whole, development of a shared goals and strategies, and more efficient use of limited resources for plan development and reporting. A joint plan is required given that Eugene and Springfield receive a formula allocation of HOME funds as a Consortium. Eugene and Springfield receive separate formula allocations of CDBG funds each year.

In addition to the Consolidated Plan, the Cities of Eugene and Springfield must complete and submit a One-Year Action Plan (Action Plan) for each fiscal year within the five-year period. The Action Plan describes the Cities' annual allocation process and identifies specific uses of HOME and CDBG funds allocated by Congress during a fiscal year. The next Action Plan will be completed and submitted to HUD along with the 2015 Consolidated Plan. Lastly, the jurisdictions also jointly develop a Consolidated Annual Performance Evaluation Report (CAPER) to report on outcomes and progress achieved for each year. A visual diagram of the required planning and reporting components is provided in Attachment A.

Eugene and Springfield staff have worked closely over the past six months to identify strategic changes in the management of the HOME Consortium. These changes are necessary due to decreases in HOME funding and new regulatory requirements. Since its creation, Eugene has served as the lead entity in the HOME Consortium and receives HOME funds on behalf of Eugene and Springfield. These changes were summarized in a memo sent to the council on November 14, 2014. A copy of the memo is provided as Attachment B.

Summary of the 2010 Consolidated Plan

The Eugene-Springfield 2010 Consolidated Plan provides a foundation for development of the next Plan. As part of developing the 2015 Consolidated Plan, the jurisdictions must assess progress towards the goals identified in the 2010 Plan. The 2010 Consolidated Plan included an Affordable Housing Strategic Plan as well as a Community Development Strategic Plan. The high level goals of each plan are summarized below and will be discussed in more detail during the work session.

Affordable Housing

- Increase the supply of affordable housing
- Conserve and improve existing affordable owner and renter housing stock
- Increase opportunities for low- and moderate-income households to become and remain homeowners
- Increase opportunities for low- and moderate-income households to become and remain renters
- Remove barriers to affordable and supportive housing

Community Development

- Support a human services delivery system that helps low- and moderate-income persons achieve dignity, well-being, and self-sufficiency
- Provide economic development and diversification through the creation of jobs
- Improve accessibility to public facilities
- Make strategic investments to improve low-income neighborhoods and other areas exhibiting conditions of slums and blight

Status of 2015 Consolidated Plan Development

HUD has provided new guidance for the development of the 2015 Consolidated Plan and moved to an online submission format. A summary diagram of the Consolidated Plan development process is provided in Attachment C. Required elements of the next Consolidated Plan include:

Assessment of outcomes and results achieved under the previous Consolidated Plan Staff are currently compiling and assessing the results under the previous Consolidated Plan. A summary of outcomes will inform both the overall strategic direction as well as program and project implementation to maximize impact.

Assessment of Needs, Housing Market, and Community Conditions Staff have made significant progress towards the compilation and analysis of poverty, housing, market conditions, and homelessness data as required by HUD. Staff are working with partners and also utilizing previously completed analyses such as the Equity and Opportunity Assessment completed for the Lane Livability Consortium.

Community Outreach, Consultations and Public Involvement Staff are using multiple strategies to better understand the perspectives of community members, agencies, and stakeholders. Two separate surveys, one for community residents and one for agencies, were released in January. The survey results will be compiled and analyzed by the middle of February.

Staff are also conducting consultations with agencies and providers of services to low-income residents. Consultations are planned or have been completed with the Poverty and Homelessness Board, the Public Safety Coordinating Council, the Lane Integration Network, the Financial Stability Partnership of the United Way, and the Lane Workforce Investment Board. Individual consultations have occurred or are planned with St. Vincent de Paul, NEDCO, Cornerstone Community Housing, ShelterCare, Sponsors, and the Housing and Community Services Agency of Lane County (HACSA). In addition to gathering general impressions about needs, gaps and proposed strategies, there are specific pieces of information that are sought during these consultations, such as the issues facing a special population, or how the Continuum of Care efforts focused on addressing homelessness interact with this plan. The individual consultations are expected to be complete by the middle of February.

Development of Priority Needs and Strategies Following completion of the needs assessment, the next step in the development of this plan is the identification of “priority needs.” These priority needs must be drawn from the needs assessment. HUD also requires the Consortium to assign each need a high or low priority to indicate a preference for use of available funds. Any identified need must have an associated strategy and all strategies must relate to an identified need. Given the analysis to date, priority is being given to people who are low-income, unemployed or homeless. This has the effect of increasing the focus of the investments from this dwindling source. A draft of proposed priority needs is provided in Attachment D. A draft of the proposed strategies is provided in Attachment E.

Next Steps

In previous Consolidated Plan development processes, staff worked with the three advisory committees set up to advise Eugene and Springfield City Councils on the Consolidated Plan goals – the Eugene CDBG Advisory Committee, the Springfield Community Development Advisory Committee, and the Intergovernmental Housing Policy Board. Staff have formed a Consolidated Plan Advisory Committee with representatives from each of these bodies to consider the needs and proposed strategies. This body will also hold the public hearing on behalf of both jurisdictions on March 10 as an additional opportunity for the public to identify community needs. Staff will

work with Consolidated Plan Advisory Committee to make recommendations for consideration by both City Councils.

Another work session with the council is scheduled for April 22. At that time, the council will be asked to take action on the Consolidated Plan as well as the One-Year Action Plan that designates the use of CDBG and HOME funding during the next fiscal year.

RELATED CITY POLICIES

The Action Plan is also consistent with other plans adopted by the local jurisdictions, such as the Residential Land Use and Housing Element of the Metropolitan Area General Plan, Eugene City Council Adopted Growth Management Policies, the Diversity and Equity Strategic Plan, the Lane County Ten-Year Plan to End Chronic Homelessness, and the Lane County Continuum of Care Plan. The proposed uses of funds also specifically support economic development and affordable housing goals set forth in the Envision Eugene Pillars.

COUNCIL OPTIONS

Information only.

CITY MANAGER'S RECOMMENDATION

No recommendation provided at this time.

SUGGESTED MOTION

No motion required at this time.

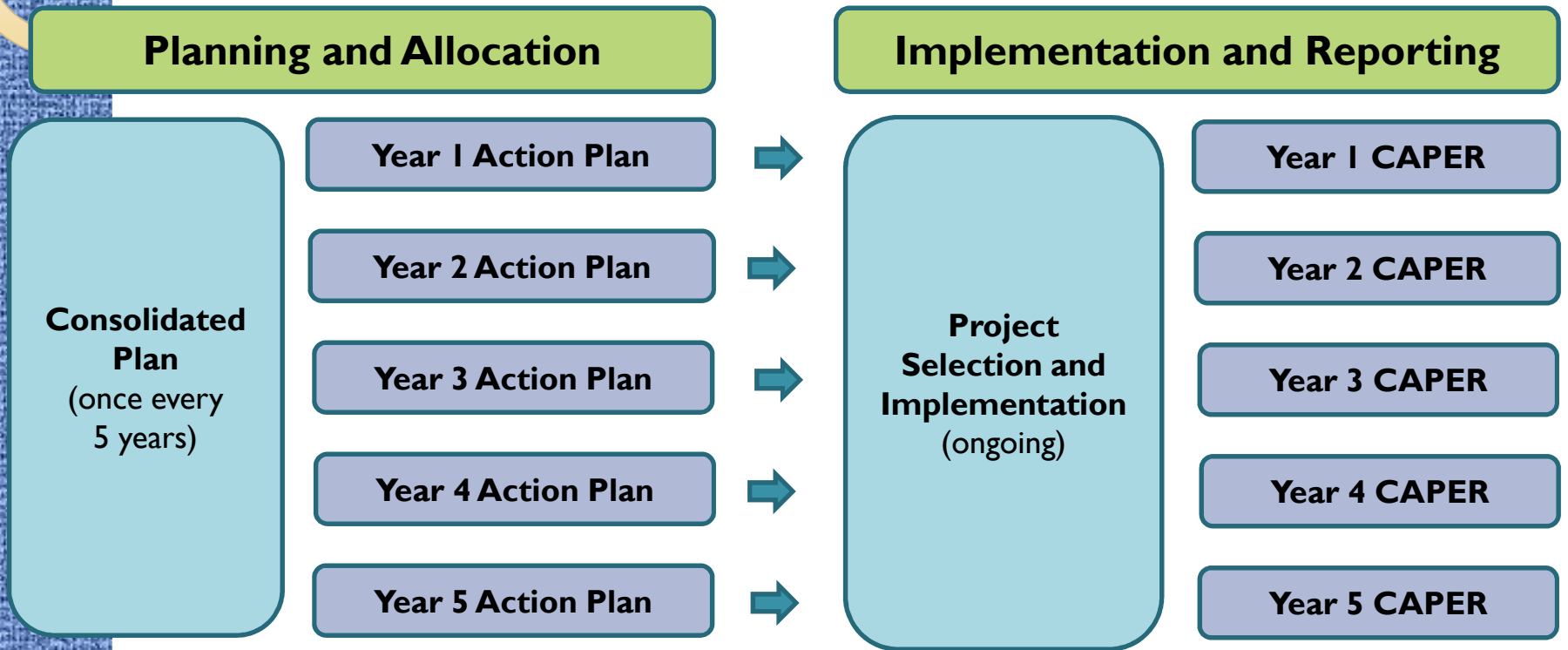
ATTACHMENTS

- A. HUD Required Plans and Reports Diagram
- B. Memo to Council on HOME Consortium from November 24, 2014
- C. Consolidated Plan Development Process Diagram
- D. Draft Consolidated Plan Priority Needs
- E. Draft Consolidated Plan Strategies
- F. Timeline for Consolidated Plan Development, Meetings, and Completion

FOR MORE INFORMATION

Staff Contact: Stephanie Jennings, Grants Manager
Telephone: 541-682-5529
Staff E-Mail: stephanie.a.jennings@ci.eugene.or.us

HUD Planning and Implementation Structure



-6-



Date: November 24, 2014
To: Mayor and City Council
From: Stephanie Jennings, Grants Manager
Subject: Update on Eugene-Springfield HOME Consortium

The purpose of this email is to update Council on discussions with Springfield staff regarding the Eugene-Springfield HOME Consortium. Springfield City Council will also receive an update this evening as a part of their Council work session. This email also provides additional background in response to comments received during the recent Eugene City Council work session on the Eugene-Springfield Consolidated Plan.

The Cities of Eugene and Springfield receive HOME funds from HUD through Eugene-Springfield HOME Consortium. The Consortium was formed in 1992 to expand upon Eugene's entitlement allocation of HOME funds to allow for support of affordable housing activities within the City of Springfield. This is necessary because the City of Springfield is not large enough to receive its own entitlement allocation of HOME funds. Eugene is the lead entity in the HOME Consortium and is responsible for the oversight and administration of HOME funds in the entire Consortium area.

Since 1992, Eugene and Springfield have utilized a sub-recipient model for implementing the HOME program. In the sub-recipient model, HOME funds are received by Eugene as the lead entity and then 30% of the funds are passed through to Springfield. In this model, Springfield conducts a separate allocation process and is responsible for program and project management and monitoring. As the lead entity, Eugene maintains responsibility to HUD for oversight of all uses of HOME funds in both Eugene and Springfield. These roles and responsibilities are outlined in a Consortium Agreement that must be renewed every three years and an annual sub-recipient agreement between the jurisdictions.

There have been several significant and recent changes in the HOME program. Over the past 10 years, the Eugene-Springfield HOME Consortium allocation has dropped 40 percent. At the same time, the complexity and limitations for use of these funds has increased significantly. Locally, the Cities of Eugene and Springfield recently commenced the development of the next Consolidated Plan that will guide the use of HOME and CDBG funds for the next five years. HUD also recently completed a monitoring of the HOME program that identified several areas for improvement.

The timing of these events makes it an ideal moment to review roles and responsibilities related to the HOME Consortium. Eugene and Springfield staffs have worked together over the past few months to conduct a review and consider an alternative model called the lead entity model. In the lead entity model, HOME funding would be allocated through a combined RFP and managed centrally by Eugene

staff with some involvement from Springfield. Staff are still working through the details of this alternative arrangement.

Tonight, Springfield City staff will update their Council on changes in the HOME program and some of the features of this alternative model. Eugene staff will provide an additional update on the HOME Consortium to Eugene City Council as part of the next work session on the Eugene-Springfield Consolidated Plan that will take place early next year.

Consolidated Plan - Process



-12-

**DRAFT Priority Needs as Identified by
2015 Eugene/Springfield Consolidated Plan Needs Assessment**

| Priority Need | Priority | Explanation |
|--|-----------------|---|
| Renters - Low and very low income renters need increased access to affordable rental housing | High | There is a significant gap between wages and housing costs, with a minimum wage worker needing to work 70 hours per week to afford an average 2 bedroom apartment. Affordable housing is even more scarce for residents making 80% of the average income (low income) or 50% of the average income (very low income). |
| Owners - Low and very low income people need increased access to affordable owner-occupied housing | High | Of all low and very low income home owners 32% are considered to have a housing cost burden, or pay more than 30% of their income towards housing costs. |
| Homelessness - People need to be prevented from experiencing homelessness or removed from homelessness. | High | Lane County has nearly double the incidence of homelessness than the State of Oregon, with 1,751 counted in the 2014 Point in Time Count. |
| Non-Homeless Special Needs Populations - People with special needs including physical and mental disabilities, the elderly, or victims of domestic violence need additional support | High | Special needs populations need additional support as it relates to affordable housing, human services, and employment opportunities. |
| Employment Opportunities - People who have low incomes, unemployed or underemployed need a broader range of employment opportunities. | High | Between 2007 and 2010, Lane County lost nearly 16,000 jobs. This, combined with the subsequent recession, have further widened the gap between employed wages and housing costs. |
| Areas of Slum and Blight – Geographic areas defined as an area of slum or blight need additional support | TBD | There are several areas in this community that are or could meet the HUD requirement for an area of slum or blight which would allow different uses of CDBG funds. These areas, which are generally not residential, could benefit from increased investments in the area. |
| Low Income Areas – Geographic areas need additional support for public facility improvements | TBD | There are several areas of this community that are characterized by 51% or more low to moderate income residents, which can benefit from investments in public areas. |

Attachment E

**DRAFT Strategies to Address Priority Needs as
Identified by 2015 Eugene/Springfield Consolidated Plan**

| Strategy | Priority Needs Addressed | Possible Examples | Measurements |
|--|--|---|--|
| Create new rental housing | Renters, Homeless, Special Needs | Land Bank program. Development of new rental housing. Assistance to non-profits sponsors to build capacity for new development. | Number of new rental units created Number of sites acquired Number of non-profits assisted |
| Acquire and rehabilitate existing rental housing | Renters, Homeless, Special Needs, Low Income Areas | Continue and expand publicly supported rehabilitation and weatherization. | Number of rental units rehabbed |
| Acquire, develop, and repair owner occupied housing | Renters, Owners, Homeless, Special Needs, Low Income Areas | Publicly-supported rehabilitation, weatherization, home repair and accessibility efforts. Low/no interest loans to pay costs of rehab. Target areas with greatest need for acquisition. | Number of owner units acquired, developed and repaired. |
| Remove barriers to affordable and fair housing through advocacy and public policy | Renter, Owner, Homeless, Low Income Area Non Homeless Special Needs, Slums & Blight, Unemployed | Support programs that assure housing opportunities are provided without discrimination. | Maintain contract with Fair Housing Council of Oregon |
| Fund human services and capital improvements to address the needs of homelessness persons and special needs populations | Homeless, Special Needs | Fund capital improvements to facilities by non-profits. Fund non-profit services through the Human Services Commission | Homeless and special needs people served Agencies served |
| Promote economic development and employment opportunities through the creation of jobs and business development | Unemployed | Provide below market financing to local businesses creating or retaining jobs. Provide micro-enterprise development. | Jobs created or retained Businesses assisted |
| Make strategic investments to improve low income neighborhoods and other areas of slums and blight | Renters, Owners, Homeless, Special Needs, Slums & Blight | Provide financing for activities which eliminate slums and blight, including acquisition, clearance, rehab and historic preservation. | Number of projects |



2015 Eugene/Springfield Consolidated Plan

Timeline for Consolidated Plan Development, Meetings, and Completion

| Months | Items |
|-----------------|---|
| January | <ul style="list-style-type: none"> ○ Draft and release community survey ○ Draft and release provider survey ○ Begin individual consultations |
| February | <ul style="list-style-type: none"> ○ Analysis of community and provider survey ○ Complete individual consultations ○ <i>Meeting: February 9 – City Council Briefing</i> ○ <i>Meeting: February 10 – Consolidated Plan Advisory Committee</i> |
| March | <ul style="list-style-type: none"> ○ Draft and review Consolidated Plan and included priorities and strategies ○ <i>Meeting: March 10 – Consolidated Plan Advisory Committee Public Hearing</i> ○ <i>March 3 – April 3: 30 day public comment period</i> ○ <i>Meeting: March 31 – Consolidated Plan Advisory Committee – final action</i> |
| April | <ul style="list-style-type: none"> ○ <i>Meeting: April 22 – Eugene City Council Action</i> |
| May | <ul style="list-style-type: none"> ○ May 15 - Submittal of Plan to Housing and Urban Development |

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Public Forum

Meeting Date: February 10, 2014
Department: City Manager's Office
www.eugene-or.gov

Agenda Item Number: 1
Staff Contact: Beth Forrest
Contact Telephone Number: 541-682-5882

ISSUE STATEMENT

This segment allows citizens the opportunity to express opinions and provide information to the council. Testimony presented during the Public Forum should be on City-related issues and should not address items which have already been heard by a Hearings Official, or are on the present agenda as a public hearing item.

SUGGESTED MOTION

No action is required; this is an informational item only.

FOR MORE INFORMATION

Staff Contact: Beth Forrest
Telephone: 541-682-5882
Staff E-Mail: beth.l.forrest@ci.eugene.or.us

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Approval of City Council Minutes

Meeting Date: February 9, 2015
Department: City Manager's Office
www.eugene-or.gov

Agenda Item Number: 2A
Staff Contact: Kris Bloch
Contact Telephone Number: 541-682-8497

ISSUE STATEMENT

This is a routine item to approve City Council minutes.

SUGGESTED MOTION

Move to approve the minutes of the December 8, 2014, Work Session and Meeting, December 10, 2014, Work Session, and January 7, 2015, State of the City, January 14, 2015, Work Session, January 20, 2015, Work Session and Public Hearing, January 21, 2015, Work Session, January 26, 2015, Council Retreat and January 28, 2015, Work Session.

ATTACHMENTS

- A. December 8, 2014, Work Session and Meeting
- B. December 10, 2014, Work Session
- C. January 7, 2015, State of the City
- D. January 14, 2015, Work Session
- E. January 20, 2015, Work Session and Public Hearing
- F. January 21, 2015, Work Session
- G. January 26, 2015, Council Retreat
- H. January 28, 2015, Work Session

FOR MORE INFORMATION

Staff Contact: Kris Bloch
Telephone: 541-682-8497
Staff E-Mail: kris.d.bloch@ci.eugene.or.us

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**December 8, 2014
5:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans
Chris Pryor

Councilors Absent: Claire Syrett

Mayor Piercy called the December 8, 2014, City Council work session to order.

A. WORK SESSION: Legislative Update

Intergovernmental Relations Manager Lisa Gardner discussed the 2015 legislative priorities and provided an update from the Intergovernmental Relations Committee.

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, moved to support the transportation funding and policy package that was presented. **PASSED 7:0**

Council discussion:

- Support expressed for body cameras; acknowledging possible conflicts with public records requests.
- City's priorities should not conflict with potential development of infrastructure.
- Support expressed for adding divestment and paid sick leave to the City's list of priorities.
- City should be prepared to support initiatives related to housing alternatives.
- City should be flexible in support of County's decisions regarding jail.

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, moved to approve the IGR 2015 legislative policies and priorities as amended in this meeting. **PASSED 7:0**

B. ACTION: Rest Stops

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, moved to approve two rest stops at 2411 Martin Luther King Jr. Boulevard behind the Lane County Behavioral Health Facility. **PASSED 7-0**

Council discussion:

- Acknowledgement that rest stops are temporary, are not meant to solve the problem of homelessness and should be targeted for local, unhoused residents.
- Need to clarify broader scope of council direction and strategies to address this problem.
- Need to ensure these sites are ADA assessable for those with mental and physical health.
- There is general support for this site from surrounding neighborhood.

C. CONSENT CALENDAR

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, move to approve the items on the Consent Calendar. **PASSED 8:0.**

Item 2.A.

Council discussion:

- Strong support was expressed for reappointing Hilary Loud to the Metropolitan Wastewater Management Commission.

The work session adjourned at 6:18 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**December 8, 2014
7:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans, Chris Pryor

Councilors Absent: Claire Syrett

Mayor Piercy opened the December 8, 2014, City Council meeting.

1. CEREMONIAL MATTERS

The Mayor and City Council honored Asia Wooten with a proclamation for winning a gold medal at the NAACP National Academic Cultural Technical Scientific Olympics in the instrumental classical category.

The Mayor and Council honored Lane Transit District with a proclamation for being named the Nation's Best Midsized Transportation Agency by American Public Transportation Agency.

2. PUBLIC FORUM

1. Girl Scout Troop 20337 – asked the council for help gathering socks and gloves.
2. Shelley Pineo-Jensen – said MUPTE revisions need more teeth and an oversight panel.
3. Michael Carrigan – thanked the council for supporting rest stops and car camping.
4. Patrice Dotson – said the homeless need help on cold nights; presented sock sacks.
5. David Strahan – thanked the council for approving rest stops.
6. Cindy Kokis – supported revisions to MUPTE and requested an oversight panel.
7. Leslie Robnett – said council should lift the camping ban and let people sleep.
8. Donna Riddle – thanked council for approving rest stops and supported sleep centers.
9. Brad Foster – supported the proposed NEDCO project; it can help prevent homelessness.
10. Kathy Ging – said Eugene needs a strong cell tower ordinance.
11. William Collinge – opposed the construction of cell towers in residential areas.
12. Cindy Allen – spoke against cell towers.
13. Jerry Smith – said he is pleased with approval of rest stops.
14. Sue Sierralupé – supported the expansion of the rest stop pilot program.
15. Sam Hahn – supported the NEDCO project as it helps prevent homelessness.
16. Emily Reiman – supported the NEDCO project; it provides safe and affordable housing.
17. Phillip Carrasco – requested increased public participation in MUPTE process.
18. Angie Byers – supported the NEDCO project; it will help with homeless issues.
19. Sabrina Siler – supported the NEDCO project; it will help foster youth in transition.
20. Schuyler Davis – supported the NEDCO project, noting youth will benefit from housing.
21. Karin Almqvist – voiced concern about cell towers in residential areas.

Council discussion:

- Impressed with level of engagement on NEDCO project.
- Council has made significant progress on MUPTE revisions.
- Takes a whole community to solve homelessness; community is doing it.
- More community participation needed with MUPTE.

3. PUBLIC HEARING AND ACTION: Resolution Adopting a Supplemental Budget; Making Appropriations for the City of Eugene for the Fiscal Year Beginning July 1, 2014, and Ending June 30, 2015.

1. John Barofsky – many positive things will be addressed; more public input needed.

Council discussion:

- Bad precedent to take money from General Fund for 4th floor of new city hall.

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Poling, moved to adopt Resolution 5124, adopting a Supplemental Budget; making appropriations for the City of Eugene for the Fiscal Year beginning July 1, 2014, and ending June 30, 2015.

PASSED 5:2, Councilors Brown and Clark opposed.

Mayor Piercy adjourned the meeting of the Eugene City Council and convened the meeting of the Eugene Urban Renewal Agency.

4. PUBLIC HEARING AND ACTION: Resolution Adopting a Supplemental Budget; Making Appropriations for the Urban Renewal Agency of the City of Eugene for the Fiscal Year Beginning July 1, 2014 and Ending June 30, 2015.

No speakers testified on this item.

MOTION AND VOTE: Councilor Pryor, Seconded by Councilor Poling, moved to adopt Resolution 1073, adopting a Supplemental Budget; making appropriations for the Urban Renewal Agency of the City of Eugene for the Fiscal Year beginning July 1, 2014, and ending June 30, 2015. **PASSED 7-0**

Mayor Piercy adjourned the Meeting of the Eugene Urban Renewal Agency and reconvened the meeting of the Eugene City Council.

5. PUBLIC HEARING AND ACTION: An Ordinance Amending the Permitted Overnight Sleeping (“Rest Stop”) Pilot Program Provisions Adopted By Ordinance No. 20517.

1. Karl Culbertson – asked council to consider expanding existing car camping program.

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, moved to adopt Council Bill 5135, to amend Ordinance No. 20517, an Ordinance Concerning Permitted Overnight Sleeping, to allow the City Manager discretion to increase the allowable capacity from 15 to 20 persons at a rest stop that has operated in good standing for at least six months. **PASSED 7-0**

6. ACTION: Approval of Funding and Use of City Resources for Housing Affordable to Low-Income Persons – North Polk Apartments.

Council discussion:

- Very rigorous application process; NEDCO easily conformed to requirements.
- Appropriate project to receive funds; fits well in community.
- Prevention of homelessness is an asset.

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Taylor, moved to approve the use of \$670,323 in federal HOME funds for acquisition, developer costs, and project delivery costs for the North Polk Apartments project proposed by NEDCO. **PASSED 7:0.**

7. ACTION: A Resolution Approving a Low-Income Rental Housing Property Tax Exemption for the Property Located at 89 North Polk Street, Eugene, Oregon (Neighborhood Economic Development Corporation/Applicant).

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Poling, moved to adopt Resolution 5123, approving a 20-year low-income rental housing property tax exemption for the property located at 89 North Polk Street, Eugene, Oregon (Assessor's Property Account Number 0442101) if NEDCO becomes the owner of the property.

PASSED 7-0

8. WORK SESSION: Cell Towers

Planner Steve Nystrom discussed federal guidelines, other jurisdictional requirements that are relevant to Eugene and highlights of the City's ordinance regulating cell towers.

Council discussion:

- Current legislation is weak at protecting residential neighborhoods.
- Threat of encroachment on neighborhoods is greater now than ever before.
- Some support expressed for making Eugene's ordinance more restrictive.
- Technology allowing less obtrusive equipment should be encouraged.
- Identification of possible mitigation strategies is needed.
- Request made to City Attorney to consult Washington D.C. attorney on options.

The meeting adjourned at 9:31 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT B

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**December 10, 2014
12:00 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka (*via phone*), George Poling, Mike Clark
Greg Evans, Chris Pryor

Councilors Absent: Claire Syrett

Mayor Piercy opened the December 10, 2014, City Council work session.

A. WORK SESSION: Envision Eugene Implementation – Urban Growth Boundary Preliminary Recommendation for Jobs, Parks, Schools, and Homes

Carolyn Burke, Terri Harding, and Alissa Hansen of the Planning Division gave a presentation on the Urban Growth Boundary recommendations discussing the history of the project; jobs, parks, and schools; single family homes; and the preliminary recommendation.

Council Discussion – Jobs, Parks, Schools

- Planned expansion for homes and schools is in an area where most of the community's toxic emissions are already concentrated.
- Concerned that more class 1 and 2 soils will be lost or compromised.
- Concerned that local companies won't have adequate expansion options if the City doesn't have enough land.
- Deficiency of land along river now exists; additional work on that issue needed.
- Economic development efforts in Bethel area are integral to Envision Eugene process.
- Further development of food and beverage industries desired.
- Growth is inevitable and it's up to the City to manage it responsibly.
- Impeding expansion harms City's efforts to increase its tax base.
- Targeted industries list seems narrow; definition should be left open for now.

Council Discussion – Single Family Homes:

- Proposed direction is a result council discussion and guidance from the State.
- If agricultural land is being considered, why not forest land by 1-5?
- Increase in population raises demand and costs for municipal services; revenue comes from land.
- Dagg Trust properties should be considered as a potential UGB expansion area.
- Concept of establishing an urban reserve is a good attempt to find balance.

MOTION AND VOTE: Councilor Clark, seconded by Councilor Pryor, moved to extend the meeting 10 minutes. **PASSED 6:1**, Councilor Poling opposed.

- Growth may be inevitable but there is no need to encourage it.
- Changing the ratio of multi/single family housing would remove need to expand the UGB.
- Elimination of MUPTE will significantly add to UGB expansion area.
- A plan is needed to address workforce development and potential talent deficiency.

Item 2.A.

The meeting adjourned at 1:38 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

MINUTES

**Eugene City Council
Eugene Hult Center Lobby
Eugene, Oregon 97401**

**January 7, 2015
5:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans
Claire Syrett, Chris Pryor

I. WELCOME AND INTRODUCTIONS

City Council President Chris Pryor opened the 2015 State of the City and welcomed those present to the event. He introduced the other members of the council, governmental agencies, school boards, utility agencies, and the City's executive management team.

II. MUSICAL SELECTION

El Super Combo (Lane Community College) performed "Au Privave" by Charlie Parker

III. ADMINISTRATION OF OATHS OF OFFICE

Deputy City Recorder Chuck Crockett administered oaths of office to re-elected councilors Alan Zelenka, Ward 3; George Poling, Ward 4; Mike Clark, Ward 5; and Greg Evans, Ward 6. Ceremonial oaths for Eugene Water & Electric Board members John Brown, Wards 4 and 5, and John Simpson, at-large commissioner, were also administered.

IV. AWARDS AND RECOGNITION

Community Award

Mayor Piercy recognized the Regional Prosperity Economic Development Summit Team for its contribution to the community.

Special Award

Mayor Piercy recognized Marcus Mariota for winning the College Football Heisman Trophy and Laura Roesler for winning the Bowerman Trophy for most outstanding female track and field athlete.

Employee Recognition Awards

Mayor Piercy recognized the following City of Eugene employee teams:

- Eugene Springfield Fire Merger Team
- Neighborhoods USA Conference Team
- WJ Skatepark + Urban Plaza Team

V. 2015 BOLD STEPS AWARD

Mayor Piercy announced the 2015 Bold Steps Award finalist with a short video on each finalist. The finalists were:

- Café Yumm!
- Essex General Construction
- ThermoFisher Scientific

Mayor Piercy announced that ThermoFisher Scientific was the winner of the 2015 Bold Steps Award.

VI. MUSICAL SELECTION

El Super Combo (Lane Community College) preformed “Ceora” by Lee Morgan

VII. STATE OF THE CITY ADDRESS

Expect the Best, Work for the Best and Get the Best!

Today begins my 11th year as Mayor, and I am grateful for the privilege to serve in 2015. It is my hope that this proves to be an excellent year for each and every one of you.

I enjoy the annual State of the City because it is an opportunity to recognize the progress being made, as well as thank councilors and partners, our city manager and talented staff, and the many, many volunteers who give so freely of their time and talents.

I know that lists are lists, but this is how I work. I set goals, make lists and recheck to be sure we get the work done, or change course as required. So, forgive the list you will hear this evening and join me in celebrating what occurred during 2014 and what we look forward to in 2015.

As your Mayor I expect the best, work for the best, and, most of the time, we get the best. In all we do, we work to ensure a strong local economy, social equity and the protection of our natural resources. We work to leave a better city for future generations. We work to have a structurally sound budget and to provide excellent services for the people of our community. We work for our city to lead in an often-difficult world. This is exciting work - work to be proud of.

In 2014:

Fulfilling one more promise

I want to recognize that although we celebrated the birthday of the city of Eugene in 2012, 2014 was the official sesquicentennial of our first city government, established in 1864 after the vote of the people endorsing incorporation. The first Mayor was J.B. Underwood. The first incorporation was by the legislature, but there was local stir about that incorporation - something about not wanting new laws and taxes. Thus, the first was repealed and the second required an election by the people. Thus in 1864 the City of Eugene charter and government were put in place, and it's been a grand adventure ever since. That's what happened in 1864 and here's what happened in 2014.

City departments improved services in keeping with our values:

1. Our downtown continued to revitalize with new commercial investments, new lights, and activities, including game night downtown – a place for everyone to

have fun!

2. The Eugene Springfield fire department merger was completed, providing operational efficiencies, millions of dollars in cost savings and the ability to deploy resources in a seamless manner to keep our communities safer.
3. Wastewater celebrated 30 years of protecting our environment and well-being.
4. The airport remodeled its ticket lobby and embarked on a \$17 million terminal expansion as passenger traffic continued at a record pace.
5. Parks and Open Space, with the help of many partners, completed the WJ Skatepark + Urban Plaza - the largest covered skateboard park in the nation, and a wonderful new asset for our young people.
6. Nearly 30 lane-miles of streets were repaired again this year. Thank you, voters!
7. Thousands of residents enjoyed two Sunday Streets events - streets without cars and open for everyone to enjoy.
8. Public Works brought the community safely through a devastating ice storm in February of 2014.
9. Recreation Services provided over 6,000 activities for the community involving over 600,000 attendees as part of our commitment to better health for all.
10. The Eugene Public Library is sending over 1,900 Eugene children, ages birth - 4, free books in the mail every month in our literacy building efforts.
11. The Finance Division and Budget Committee held 13 meetings over eight months, working in new ways to reduce the budget gap and keep our services going.
12. The City Manager's Office staff, volunteers, and partners hosted the Neighborhoods USA conference in May. This event, which included 50 workshops and 13 tours, was attended by more than 570 people from across the country and world, and brought in over \$250,000 to Eugene's economy.
13. Eighteen body cameras were in use by the Eugene Police Department. EPD is preparing a pilot project that will begin this year to collect and analyze demographic data on vehicle stops in order to ensure unbiased law enforcement and protection for every person.
14. Law Enforcement Crisis Intervention Training has expanded county wide. Eighty-three percent of our officers have been trained to respond more effectively to those having mental health crises.
15. The Envision Eugene process has resulted in a recommendation for expanding the Urban Growth Boundary to meet our 20-year land need for jobs, parks, schools, and single-family homes.

This modest 3.5% expansion is reflective of our shared values around smart growth and environmental protection.

16. This year, Love Food Not Waste, the City's commercial compost program, helped 173 participating local businesses divert over 8 million pounds of waste from the landfill to become compost. Bi-Mart is distributing the compost to 80 stores across Oregon, Washington and Idaho.
17. Eugene passed a council resolution to divest City resources from fossil fuels.
18. The Eugene City Council passed the most aggressive climate ordinance in the nation in order to ensure the ongoing implementation of our city Climate and Energy Work Plan well into the future.
19. Council banned the use of neonicotinoids on all city property, including parks, becoming perhaps the most bee friendly city in the nation.
20. Eugene purchased property that holds the Amazon Headwaters to protect important natural resources for future generations.
21. Eugene city council approved two additional rest stops to provide a safe place for homeless folks to sleep.
22. The Eugene council passed a significant sick leave ordinance, to ensure both that Eugene workers can stay home when ill without losing pay, and that we can have a healthier, safer community.

Together with our Metro Partners we worked to strengthen our economy and help those in need:

1. The Regional Accelerator and Innovation Network, also known as RAIN, has opened two centers and graduated its first cohorts of start-up companies, connecting the local innovation ecosystem around the University of Oregon, Oregon State University and the cities of Eugene, Springfield, Corvallis and Albany with the entrepreneurial community to create high impact, innovative, trade-sector companies that can grow and thrive in our communities.
2. Eugene and our metro partners focused our economic development efforts and created the Southern Willamette Economic Corporation, or SWEDCO.
3. Eugene joined with our metro partners in organizing the Regional Prosperity Summit II, to continue to implement strategies to focus and strengthen our local economy.
4. Eugene's affordable housing program helped create Bothy Cottage, a group home for women and children, and Stellar Apartments, a 54-unit apartment building. Construction is underway on Bascom Village that will provide an additional 101 units of high-quality affordable housing.
5. Eugene/Springfield Emergency Management teams collaborated on their first joint emergency operations plan and developed new plans for natural hazards

mitigation.

Our community is more culturally diverse and interesting each year as we become home to immigrants from a number of different countries, including those from Asia and Arab nations.

Our economy is improving and unemployment decreasing – all good signs for our families.

So we can look back at 2014 with a good sense of accomplishment that was made possible by all of us working together.

What's ahead? In 2015 we will have challenges and opportunities:

1. We have found that our city has massive amounts of student housing - many would say we have an overbuild of this type of housing. I believe we should view this as an opportunity to repurpose some of our older housing stock for affordable units we greatly need and recover some of the older, single-unit dwellings for families. Neighborhood leaders are ready to work on this, and I ask the University of Oregon to partner with us on creative solutions.
2. What about MUPTE, the Multi Unit Property Tax Exemption? Council has heard public concern about public benefit and has been hard at work for months rewriting MUPTE criteria to ensure greater accountability, oversight, neighborhood input, labor and environmental protections. We have had helpful recommendations from our neighborhood associations and the ad-hoc MUPTE Advisory Group. I encourage the council to make good use of those recommendations in the new criteria.
3. MUPTE can be a valuable tool with great community benefit, if used in a very focused manner with involvement of the community. Expect to hear about the new version early in the new year.
4. And, what about Civic Stadium? Will the advocates succeed in raising enough dollars to save this part of our history and provide a great place for Kidsports and other recreational activity?

We'll continue to work with all interested partners to bring this effort to a successful conclusion, one that we will all take pride in for generations to come. We should know more in a couple of weeks.

5. The Farmers Market is nearing an important anniversary date in 2016, and it would be appropriate if the city and other partners could finally succeed in facilitating an indoor/outdoor year-round market for our community. I encourage and strongly support the implementation of strategies to make this long-held dream a reality.
6. EWEB and the UO Foundation are moving forward with plans for riverfront development. The city has an important role when it comes to land use, infrastructure and a public park. I'll continue to encourage a Riverfront District emphasis that keys in on all things special about the location, as well as the economic and recreational opportunities that can and should distinguish this area from all others in our city.
7. This year, the process of constructing our new city hall will begin. The new building will

be one that connects better to the street, provides a linkage between north and south, is a place of transparency and good governance, a place for the community to use and enjoy, and a place that captures the importance of both art and the outdoors in Eugene.

8. This year we move forward with Operation 365 as part of a broader human rights effort to finally address our long-standing homeless issues. This initiative will of course include more opportunities for employment, more services for those who suffer from mental illness, more treatment for those with addictions, more shelter, and more affordable housing. If Utah can do it, so can we, and we should. I am pleased to be a part of Lane County's Poverty and Homelessness Board, which is proving to be action-oriented and focused. We will take the Housing First issue to the Governor and to the legislature. We will look for funds to house people who are still dealing with addiction, and that will provide service connections. Our first effort is to house all our homeless vets through the Operation 365 project.

We thank Lane County for stepping up to provide a rest stop space and the legislative effort. This takes all of us working together.

9. During the recession, we kept all our important services going, but not at the level this community wants. We love our parks and want them sufficiently maintained. We want our rivers protected and kept clean. We want our libraries—all of them—open, and we want even more access for our families. These are some of the budget challenges we continue to have before us: how to provide the level of services that Eugene wants and deserves.
10. In addition to these important initiatives, we have to keep a strong focus on our economic development, job opportunity and retention efforts. It is through our success here that we can better fund our city needs and desires, and ensure our families are safe and secure.

I have confidence that together we can and will figure all of these things out. We will learn from our mistakes, think outside the box, be resourceful and move forward together. This is a strong, vibrant and intelligent community – a caring community. We'll keep our eyes on the triple bottom line. We'll provide excellent services and we'll keep this the place we all love. We'll take care of our home and all who live here.

I ask you to join me in expecting the best, working for the best, and getting the best.

Happy New Year!

The meeting adjourned at 6:45 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT D

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 14, 2015
12:00 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka George Poling, Mike Clark, Greg Evans, Claire Syrett (*via phone*), Chris Pryor

Mayor Piercy opened the January 14, 2015, City Council work session.

A. ELECTION OF 2015 COUNCIL OFFICERS

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Poling, moved to elect Claire Syrett as President of the City Council for 2015. **PASSED 8:0**

MOTION AND VOTE: Councilor Pryor, seconded by Councilor Poling, moved to elect Greg Evans as Vice President of the City Council for 2015. **PASSED 8:0**

B. WORK SESSION: Library Local Option Levy

Library, Recreation and Cultural Services Executive Director Renee Grube and Library Services Director Connie Bennett showed a PowerPoint presentation on the three potential levy options, including costs and proposed service improvements for each option.

Council discussion:

- Priority should be given to social equity and access issues.
- Start off with a 3 year levy and accountability to be reviewed after.
- General support expressed for pursuing Option 1 as a modest first step.
- Financial forecast information will help inform plans for a November election.
- Library services are essential and have widespread support in community.
- Technology continues to be an important focus of library services.
- Levy should include an accountability component, in the form of a committee or detailed report.
- Goal of council is to propose a plan that's reasonable, specific, and accountable.

MOTION AND VOTE: Councilor Evans, seconded by Councilor Syrett, moved to direct staff to prepare a comprehensive option to place a five- year library levy measure on the November ballot with an additional work session to be determined for spring 2015. **PASSED 8:0**

C. WORK SESSION: Multi-Unit Property Tax Exemption (MUPTE) Program Revisions

Community Development Manager Denny Braud discussed the new revisions to the Multi-Unit Property Tax Exemption (MUPTE) ordinance and timelines, and went over a flow chart discussing the MUPTE process from start to finish.

Council discussion:

- More involvement/input from neighborhood groups needed.
- Definition of "local" needed; include affordable housing waiver fee language.
- Ideas/improvements suggested during revision discussions have all been included; substantial changes to MUPTE have occurred.
- Framework for revised MUPTE program now exists; need to be careful that limitations/criteria don't render the program useless.
- Action on proposed MUPTE program revisions needed soon so that the tool is available for potential new development projects.

MOTION: Councilor Syrett, seconded by Councilor Brown, moved to direct the city manager to convene an ad-hoc committee to provide the council with recommendations for furthering the goals of transparency regarding the financial review required for a MUPTE project while still accommodating the developer's need for some level and assurance of confidentiality. This committee should include members of the MUPTE Accountability Group as well as those individuals who have been providing staff with technical assistance as well as two city councilors.

Council discussion:

- Terrible problems with transparency in this; monitor rate of return is needed.
- If you ask for public money you should have to show financials.
- Don't have broad support for this by community.
- Need to bring amendments and vote on them to get this moving forward.
- Creates better accountability with public.
- We need to work on extending the suspension 1st before we move on.
- Would like a response to the volume cap issue.

MOTION AND VOTE: Councilor Clark, seconded by Councilor Poling, moved to postpone Councilor Syrett's motion to Tuesday at a 5:30 p.m. work session to continue the conversation about the motion. **PASSED 5:0**, Councilors Brown and Taylor opposed.

The meeting adjourned at 1:31 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT E**MINUTES**

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 20, 2015
5:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans
Claire Syrett, Chris Pryor

Mayor Piercy called the January 20, 2015, City Council work session to order.

A. WORK SESSION: Multi-Unit Property Tax Exemption (MUPTE) Program Revisions

MOTION: Councilor Clark, seconded by Councilor Poling, moved to amend the proposed ordinance to provide that the two standing neighborhood representatives on the panel would be selected by the neighborhood associations, and the two representatives from the MUPTE-impacted neighborhood would be selected by the impacted neighborhood association.

Council discussion:

- Proposal would allow for livability concerns to be communicated directly to council.
- More information about certified payroll, criteria, and how it works requested.
- Concern expressed that other advisory groups do not allow outside entities to select panelists.
- Impacted neighborhoods need a voice; would provide one more check that would help.
- Some rules on how neighborhoods select the representatives needed.
- Proposal would minimize potential controversy and conflict with neighborhoods and associations, allowing greater trust and transparency.

MOTION TO SUBSTITUTE AND VOTE: Councilor Zelenka, seconded by Councilor Syrett, moved to substitute the motion to amend the ordinance to provide that the two at-large neighborhood representatives on the MUPTE review panel be nominated by the Mayor, based on recommendations received from neighborhood association boards, and the two additional neighborhood representatives (if the panel is reviewing a MUPTE application) be nominated by the Mayor, based on recommendations received from the board of the neighborhood association where the MUPTE project would be constructed. All panel members will be appointed by the city manager. In addition to other duties of the review panel, the panel also will be charged with reviewing and advising the city manager on individual projects' compliance with applicable requirements prior to approval, mid-way through construction, and upon completion of construction. The city manager will annually provide the information from that review panel (about compliance during and after construction) to the council as appropriate during a project and as part of the annual review of the MUPTE program. **FAILED 2:6**, Councilors Brown, Taylor, Poling, Clark, Evans and Pryor opposed.

VOTE ON ORIGINAL MOTION: PASSED 8:0

MOTION: Councilor Brown, seconded by Councilor Clark, moved to amend the ordinance so that the purpose and approval criteria ensure that projects receiving a tax exemption construct at least fifty percent (50%) of the dwelling units as workforce and/or affordable housing that shall be available as such for a minimum of ten years.

- 1. To be counted towards the 50% requirement, the cost of a dwelling unit must be no more than thirty percent (30%) of the Area Median Income (AMI)
- 2. In lieu of providing the required number of units that meet the criterion in Section (1), the owner of an approved MUPTE project shall make an annual payment to the City in the amount calculated as follows:
 - * A. A payment as calculated in Section (2.b.) shall be made for a sufficient number of dwelling units, such that the number of dwelling units that meet the criterion in Section (1) plus the number of dwelling units for which an “in lieu of” payment is made is at least 50% of the dwelling units in the development.
 - * B. For each dwelling unit for which an “in lieu of” payment is made, the “in lieu of” payment shall equal the difference between the annual rental or ownership costs of the dwelling unit and 30% of the AMI.
- 3. The City shall allocate all funds received from the provision in Section (2) to workforce and affordable programs within Eugene.

Council discussion:

- Workforce housing is needed and will help build public trust.
- 50% requirement might turn MUPTE program into an unusable tool.
- More analysis from staff on the impacts of this proposal is needed.
- Proposal represents a complete change of the MUPTE program; concerned that program might be rendered useless.
- MUPTE should focus on enhancing public benefit for a public subsidy.

MOTION TO TABLE AND VOTE: Councilor Clark, seconded by Councilor Evans, moved to table the motion until the next work session. **PASSED 5:4**, Councilors Brown, Taylor, Zelenka, and Poling opposed. Mayor broke the tie in favor.

The work session adjourned at 6:56 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 20, 2015
7:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans
Claire Syrett, Chris Pryor

Mayor Piercy opened the January 20, 2015, City Council public hearing.

**1. PUBLIC HEARING: An Ordinance Concerning Public Passenger Vehicle Services
Licensure and Fares and Amending Section 3.345 of the Eugene Code, 1971.**

1. Jim Conlan – said public safety should be priority one.
2. Montika Bunner – said Uber should follow same rules as other local companies.
3. Andrew Graham – said unlicensed companies should not operate; supported changes.
4. Tracy Cooke – said local taxi companies should be supported.
5. Jennifer Ley – supported rideshare concept as it helps prevent impaired drivers.
6. David Bowden – supported Uber but same rules and regulations should apply.
7. Jeff White – said competition is good but a level playing field is needed.
8. Denise Guelld – said everyone should follow the same rules.
9. James D. Reed – said ridesharing is an option for those who rely solely on services.
10. Gary Gilliland – said regulations make for a safe and honorable system.
11. Ron Thompson – said rules for operating effective and efficiently are needed for all.
12. Ethan Holub – said there is no room for a company that doesn't have to follow the rules.
13. Charles Hare – voiced concern that illegal drivers are still on the street.
14. Bruce Orton – suggested raising fees on Uber, make them follow the rules.
15. Peter Prior – said Uber is safe and fosters good relationships with businesses.
16. Jay Mayarnik – was concerned that unlicensed drivers are still operating.
17. Ricardo Acosta – said Uber is useful, especially for college students.
18. Erik Groomer – asked council to take a serious look at changes and regulations
19. Charles Hibberd – said Uber is a good idea; taxis are old antiquated.
20. Brooke Steger – said Uber supports regulations and public safety but T&Cs are different.
21. Rod Minarik – said people love Uber; find a way to regulate Uber so it is successful.
22. Thom Alberti – spoke in support of new changes; check drivers for mental issues.
23. Brenda Laird – said Uber has benefited her; helps keep people safe.
24. Dale Wing – said Uber has been helpful to him and his family; supported changes.
25. Thomas Pettus-Czar – said he supports any effort for safe transportation.
26. Mike Charlton – supported Uber; drivers are professional and cars well-maintained.
27. Ned Christensen – said Uber is superior to taxis; new technology is needed.
28. Sandeep Kini – said riders love ease of use of Uber; promotes entrepreneurship.
29. Jeremy Tucci – said Uber is not rideshare; same rules and regulations should apply.
30. Riley Terhar – said Uber concept threatens status quo taxi companies.
31. Edward McGlone – said additional transportation services needed.

Council discussion:

- Council's appropriate role is to make public safe and create a level playing field for all.
- Proposal is about following rules and regulations; fairness.

- Ordinance attempts to address emergence of new technologies.

2. PUBLIC HEARING: Envision Eugene Urban Growth Boundary Preliminary Recommendation for Jobs, Parks, Schools and Homes.

1. Brent McLean – said hard work from staff is admired immensely; time to act is now.
2. Craig Shelby – opposed to proposed expansion in the Bloomberg area.
3. Mike Reeder – asked for reevaluation of Willow Creek area.
4. Pete Miller – said Willow Creek area should be reconsidered; less money than Bloomberg.
5. Colin McArthur – said Willow Creek area provides unique, complete community.
6. Steve Faust – said Willow Creek area is legally viable to be included in UGB.
7. Arnold Cogan – said Willow Creek is superior to other areas and should be reconsidered.
8. Mia Nelson – said the 55/45 housing mix is outdated and needs to be updated.
9. Susan Tavakolian – said the housing mix formula shouldn't be revisited; midcourse review.
10. Kendall Blake – said Clear Lake Road area needs smart decisions on what goes there.
11. Bill Kloos – asked council to take a closer look and Eugene Sand and Gravel property.
12. Bon Cattoche – said McMartin Lane residents are opposed to expansion in this area.
13. Richard Freund – asked council to reject recommendation of Gimpl Hill area.
14. John Brown – asked council to consider the Eugene Sand and Gravel property.
15. Mark Robinowitz – said protecting farm lands should be the highest priority.
16. Howie Bonnett – said it's time to implement 7th pillar of Envision Eugene; sprawl is bad.
17. Brittany Quick-Warner – said the Chamber supports UBG expansion by the airport.
18. Paul Orum – said changes in the UGB should acknowledge and reaffirm the parks plan.
19. Bill Blix – said the Bloomberg-area expansion is insensitive and shows lack of foresight.
20. Adam Jones – opposed expansion in the Bloomberg area.
21. Teresa Bishow – requested further consideration of the UGB to South of 30th Avenue.
22. Larry Nathan – supported UGB expansion in Lane Community College area.
23. Dawn Lesley – asked for special attention on how we protect agricultural and wetlands.
24. Wayne Eckertson – opposed the proposed UGB expansion in the Gimpl Hill area.
25. Kevin Matthews – supported rural residents and farmers who don't want sprawl.
26. Joel Iboa – said a deeper look at job inequity in the City in and West Eugene is needed.
27. Jan Spencer – said the expansion of the UGB is land use on autopilot.
28. Lisa Arkin – opposed expansion of industrial lands in West Eugene.

Council discussion:

- An inventory of brownfields is needed.

The meeting adjourned at 10:15 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT F

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 21, 2015
12:00 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans, Claire Syrett, Chris Pryor

Mayor Piercy opened the January 21, 2015, City Council work session.

A. WORK SESSION: Multi-Unit Property Tax Exemption (MUPTE) Program Revisions

Mayor Piercy informally polled the council on its preference for how to proceed with the conversation.

MOTION AND VOTE: Councilor Clark, seconded by Councilor Brown, moved to put the motion back on the table. **PASSED 8:0**

Council discussion:

- Intent is not to slow down or delay MUPTE, change to 30 percent workforce housing more reasonable.
- Important to differentiate between affordable (low-cost, subsidized) housing and work force housing.
- Proposal adds transparency to process and allows for predictability.
- More information on language addressing certified payroll requested.
- Proposal adds a new dimension to MUPTE; more time needed to analyze it.
- Need to build in definitions and revisions.

MOTION ON THE TABLE AND VOTE (*friendly amendments included*): Councilor Brown, seconded by Councilor Clark, moved to direct the City Manager to revise the MUPTE ordinance so that the purpose and approval criteria ensure that projects receiving a tax exemption construct at least thirty percent (30%) of the dwelling units as workforce housing that shall be available as such for a minimum of ten years.

1. To be counted towards the 30% requirement, the rental cost of a dwelling unit must be no more than thirty percent (30%) of the Area Median Income (AMI)
2. In lieu of providing the required number of units that meet the criterion in Section (1), the owner of an approved MUPTE project shall make an annual payment to the City in the amount calculated as follows:
 - a. A payment as calculated in Section (2.b.) shall be made for a sufficient number of dwelling units, such that the number of dwelling units that meet the criterion in Section (1) plus the number of dwelling units for which an “in lieu of” payment is made is at least 50% of the dwelling units in the development.
 - b. For each dwelling unit for which an “in lieu of” payment is made, the “in lieu of” payment shall equal the difference between the annual rental or ownership costs of the dwelling unit and 30% of the AMI.
3. The City shall allocate all funds received from the provision in section 2 for affordable housing or emergency housing programs in Eugene. **PASSED 7:1**, Councilor Taylor opposed.

MOTION AND VOTE: Councilor Syrett, seconded by Councilor Evans, moved to direct the City Manager to hold a public hearing on extending the MUPTE program suspension as soon as practical, notwithstanding notice requirement of the charter to hold the public hearing on February 9. **PASSED 8:0**

MOTION AND VOTE: Councilor Clark, seconded by Councilor Zelenka, moved to request of staff the most effective way possible, short of certified payroll, to verify with certainty all the information about residency on the people working on a particular project. **PASSED 8:0**

Council discussion:

- Most construction companies are accustomed to this type of reporting.
- Proposal could be stumbling block for minority- and women-owned businesses.
- The information generated might be useful, but it will have no legal weight.
- Acknowledge that the construction industry has many transient workers.
- The State has an alternative to certified payroll for small emerging businesses.

MOTION AND VOTE: Councilor Clark, seconded by Councilor Poling, moved that the City Manager draft all necessary ordinance revisions to allow a developer to use up to 50% SDC credit on a multiple unit development of 5 units or more for the purpose of mitigating public impact within relative proximity to the development. Application for this credit must be made to council and in partnership with the affected neighborhood. **PASSED 8:0**

Council discussion:

- Provides as opportunity for neighborhoods to work with developers at the time of development.
- This is logical, makes sense and is a benefit for neighborhoods.

MOTION AND VOTE: Councilor Zelenka, seconded by Councilor Clark, moved in addition to other duties of the review panel, the panel also will be charged with reviewing and advising the city manager on individual projects' compliance with applicable requirements prior to approval, mid-way through construction, and upon completion of construction. The city manager will annually provide the information from the review panel (about compliance during and after construction) to the council as appropriate during a project and as part of the annual review of the MUPTE program. **PASSED 8:0**

MOTION AND VOTE: Councilor Syrett, seconded by Councilor Evans, moved to have the City Manager's program review panel comprised in the following manner. The city manager shall create a program review panel to provide third-party review of individual applications and of the program. The panel shall be comprised of the following members:

1. Two at-large neighborhood representatives appointed by the mayor following recommendations from neighborhood associations;
2. For individual applications, an additional two neighborhood representatives from the neighborhood in which a proposed project is located shall be nominated by the Mayor and appointed by the City Manager following recommendations from the neighborhood association; and
3. Four technical professionals shall be nominated by the Mayor and appointed by the City Manager and they shall include a representative from each of the following four groups: architects/green building specialists, developers, labor, and environmental/public health.

In order to be eligible to serve on the review panel, members must sign a confidentiality agreement in a form approved by the city manager.

The review panel shall:

1. Review projects to ensure projects that are in compliance with program criteria.
2. Review project applications, with emphasis on analyzing the project's financial projections and compliance with the criteria contained in section 2.946;
3. Conduct a review mid-way through construction to identify non-compliance with criteria contained in section 2.946, and request that the city manager require a plan from the applicant to be submitted within 20 working days to remedy the non-compliance within a reasonable amount of time;
4. Conduct a review upon completion of the project to identify non-compliance with criteria contained in section 2.946, and request that the city manager require a plan from the applicant to be submit within 20 working days to remedy the non-compliance within a reasonable amount of time;
5. If the applicant fails to provide a plan within 20 working days, or fails to remedy the non-compliance of program criteria within the reasonable amount of time, the review panel may request the city manager to take appropriate action as specified in section 2.947; and
6. Assist the city manager in preparing annual reports on the program that will also address the program volume cap.

PASSED 8:0

The meeting adjourned at 1:30 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT G

MINUTES

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 26, 2015
5:30 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, Greg Evans, Claire Syrett, Chris Pryor

Councilors Absent: George Poling, Mike Clark

Executives Present: Glenn Klein, Jon Ruiz, Kristie Hammitt, Kurt Corey, Pete Kerns, Randy Groves, Renee Grube, Sarah Medary

Mayor Piercy opened the January 26, 2015, City Council annual retreat.

1. WELCOME

City Manager Jon Ruiz introduced and gave a brief biography of the facilitator, Lysbeth Borie, who followed with a breakdown of the agenda.

2. BEST AND WORST OUTCOMES: 2015-2016

The Mayor, councilors and executives each explained what their worst and best outcomes for the community for 2015-2016 would be.

3. VISION, GOALS AND OUTCOMES: Where We've Been

Assistant City Manager Sarah Medary showed a PowerPoint presentation that gave an overview of the visions, goals and outcomes, as well as Eugene Counts information and statistics.

Discussion:

- Important to think about and pay attention to those people who we never hear from.
- There is a culture change occurring in nation from treating addiction as a public safety issue to treating it as public health issue.
- The system is overtaxed, overstressed, and understaffed.
- Very impressed by the success the City has had after Eugene Counts.
- Engagement is very impactful and goes beyond just informing.

4. FAIR, STABLE AND ADEQUATE FINANCIAL RESOURCES

City Manager Jon Ruiz gave a brief presentation on the budget from 2008 to the present and explained how the City has gone from having a structural imbalance, to closing the gap and moving towards a sustainable budget, and what that means for the future.

Discussion:

- The work done to-date is praiseworthy, but not good enough.
- Refreshing not to talk about cuts this budget cycle
- Would like to have a conversation on what we want and what does it take to get there.
- Population growth projections will help determine what can and should be done.
- Opportunity for council to think about people who don't communicate their needs.

Item 2.A.

5. SMALL GROUP DISCUSSION AND REPORT OUT

The Mayor, councilors and executives broke into four small groups to discuss what they are proud of, what they want to build on and where there are opportunities.

6. CLOSING COMMENTS AND NEXT STEPS

The group discussed common themes and common ground that were brought up in their small groups. Next steps will be to synthesize the discussion and pull out themes, and return to the conversation, thinking about how to include those who weren't present.

The meeting adjourned at 9:08 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

ATTACHMENT H**MINUTES**

**Eugene City Council
Harris Hall, 125 East 8th Avenue
Eugene, Oregon 97401**

**January 28, 2015
12:00 p.m.**

Councilors Present: George Brown, Betty Taylor, Alan Zelenka, George Poling, Mike Clark, Greg Evans, Claire Syrett, Chris Pryor

Mayor Piercy opened the January 28, 2015, City Council work session.

A. EXECUTIVE SESSION

The Eugene City Council met in Executive Session to negotiate real property transactions. The Executive Session was held pursuant to ORS 192.660 (2)(e).

B. WORK SESSION: Envision Eugene Urban Growth Boundary Preliminary Recommendations for Jobs, Parks, Schools, and Homes

Acting Planning Director Robin Hostick and Senior Planner Terri Harding gave a presentation on the recommendation for expanding the urban growth boundary for jobs, parks and schools, community input and next steps.

Council discussion:

- Consider acquiring old Eugene Sand and Gravel property for future park use.
- Appreciate balanced approach on this initiative.
- Area identified for schools and parks has strong community support.
- Important to be clear to public about total potential farm land lost.
- Need to think about possible conflicts with airport.
- Consider social equity issues associated with expanding industrial uses in an area that already has air quality issues.
- Request made for detailed map showing the location of different types of soils.
- Request more information about the consequences of not abiding by state laws.

MOTION AND VOTE: Councilor Syrett, seconded by Councilor Evans, moved to request that staff prepare an Urban Growth Boundary adoption package that adds approximately 958 acres to Eugene's UGB for jobs, parks and schools as shown on Attachment A and includes components listed in attachment D. **PASSED 6:2**, Councilors Brown and Taylor opposed.

The meeting adjourned at 1:30 p.m.

Respectfully submitted,

Chuck Crockett
Deputy City Recorder

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Approval of Tentative Working Agenda

Meeting Date: February 9, 2015
Department: City Manager's Office
www.eugene-or.gov

Agenda Item Number: 2B
Staff Contact: Beth Forrest
Contact Telephone Number: 541-682-5882

ISSUE STATEMENT

This is a routine item to approve City Council Tentative Working Agenda.

BACKGROUND

On July 31, 2000, the City Council held a process session and discussed the Operating Agreements. Section 2, notes in part that, "The City Manager shall recommend monthly to the council which items should be placed on the council agenda. This recommendation shall be placed on the consent calendar at the regular City Council meetings (regular meetings are those meetings held on the second and fourth Monday of each month in the Council Chamber). If the recommendation contained in the consent calendar is approved, the items shall be brought before the council on a future agenda. If there are concerns about an item, the item may be pulled from the consent calendar at the request of any councilor or the Mayor. A vote shall occur to determine if the item should be included as future council business." Scheduling of this item is in accordance with the Council Operating Agreements.

RELATED CITY POLICIES

There are no policy issues related to this item.

COUNCIL OPTIONS

The council may choose to approve, amend or not approve the tentative agenda.

CITY MANAGER'S RECOMMENDATION

Staff has no recommendation on this item.

SUGGESTED MOTION

Move to approve the items on the Tentative Working Agenda.

ATTACHMENTS

A. Tentative Working Agenda

FOR MORE INFORMATION

Staff Contact: Beth Forrest
Telephone: 541-682-5882
Staff E-Mail: beth.l.forrest@ci.eugene.or.us

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | | |
|--|--|---|
| FEBRUARY 9 | MONDAY | |
| 5:30 p.m. Harris Hall | Council Work Session Expected Absences: Piercy | |
| A. WS: Consolidated Plan | | 90 mins – PDD/Jennings |
| 7:30 p.m. Harris Hall | Council Meeting Expected Absences: Piercy | |
| 1. Public Forum | | |
| 2. Consent Calendar | | |
| a. Approval of City Council Minutes | | CS/Bloch |
| b. Approval of Tentative Working Agenda | | CS/Forrest |
| c. Adoption of Resolution Acknowledging Receipt of FY14 CAFR | | CS/Cronin |
| d. Confirmation of 2015 Council Officers | | CS/Forrest |
| e. Resolution Approving Natural Hazard Mitigation Plan | | CS/Daut |
| 3. URA Action: Resolution Acknowledging Receipt of FY14 URA Annual Financial Report | | CS/Cronin |
| 4. PH and Possible Action: Ordinance Extending MUPTC Program Suspension | | CAO/Klein |
| 5. Action: Ordinance Amending Code Related to Public Passenger Vehicles | | PDD/Hammond |
| 6. Action: Disposition of 942 Olive Property (RAIN) | | PDD/Braud |
| 7. Committee Reports: Chamber of Commerce, HPB, LRAPA, MWMC (<i>time permitting</i>) | | |
| FEBRUARY 11 | WEDNESDAY | ** NOTE: BUDGET COMMITTEE MEETING ADDED ** |
| Noon Harris Hall | Council Work Session Expected Absences: Piercy | |
| A. Executive Session pursuant to ORS 192.660 (2)(e) | | |
| B. WS: Parks and Open Space O&M Funding Options | | 60 mins – PW/Carnagey |
| 5:30 p.m. Bascom/Tykeson Room | Budget Committee Expected Absences: | |
| A. Review Capital Improvement Plan and Update from City Manager | | |
| FEBRUARY 17 | TUESDAY | |
| 7:30 p.m. Harris Hall | Council Public Hearing Expected Absences: Zelenka | |
| 1. PH: Ordinance Withdrawing Annexed Properties from Special Districts | | PDD/Nystrom |
| 2. PH: Ordinance on Hazardous Substance User Fee | | Fire/Eppli |
| 3. PH: Ordinance Amending Code Regarding Removal of Hazardous Substances | | Fire/Eppli |
| 4. PH: Ordinance on Nuisance Vegetation Program Code Provisions | | PW/Bjorklund |
| FEBRUARY 18 | WEDNESDAY | |
| Noon Harris Hall | Council Work Session Expected Absences: | |
| A. WS: Envision Eugene – Revised Residential UGB Recommendation | | 45 mins – PDD/Harding |
| B. WS: | | |
| FEBRUARY 23 | MONDAY | |
| 5:30 p.m. Harris Hall | Council Work Session Expected Absences: | |
| A. WS: Review of 2014 Implementation of Bond Measure to Fix Streets | | 45 mins – PW/Corey |
| B. WS: Climate Recovery Progress Reports | | 45 mins – CS/O'Sullivan |

A=action; PH=public hearing; WS=work session

M:\CMO\CC\CCAGENDA.docx

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | | |
|--|---|---|
| 7:30 p.m. Harris Hall | Council Meeting Expected Absences: | |
| <ol style="list-style-type: none"> 1. Public Forum 2. Consent Calendar <ol style="list-style-type: none"> a. Approval of City Council Minutes b. Approval of Tentative Working Agenda c. Approval of Annexation A 14-7 MWIC Eugene, LLC d. Approval of Annexation A 14-8 Wolf 3. Public Forum: Envision Eugene – Revised Residential UGB Recommendation 4. Action: Ordinance on Hazardous Substance User Fee 5. Action: Ordinance Amending Code Regarding Removal of Hazardous Substances 6. Action: Ordinance on Nuisance Vegetation Program Code Provisions | | CS/Bloch CS/Forrest PDD/Nystrom PDD/Nystrom PDD/Harding Fire/Eppli Fire/Eppli PW/Björklund |

| | |
|--|--|
| FEBRUARY 25 | WEDNESDAY |
| Noon Harris Hall | Council Work Session Expected Absences: |
| A. WS and Action: Envision Eugene – Revised Residential UGB Recommendation | 90 mins – PDD/Harding |

| | |
|--|--|
| MARCH 9 | MONDAY |
| 5:30 p.m. Harris Hall | Council Work Session Expected Absences: Taylor, Evans |
| <ol style="list-style-type: none"> A. WS: Railroad Quiet Zone B. WS: Central Lane Scenario Planning Update | 45 mins – PW/Larsen 45 mins – PDD/Hostick |

| | | |
|---|---|--|
| 7:30 p.m. Harris Hall | Council Meeting Expected Absences: Taylor, Evans | |
| <ol style="list-style-type: none"> 1. Public Forum 2. Consent Calendar <ol style="list-style-type: none"> a. Approval of City Council Minutes b. Approval of Tentative Working Agenda 3. PH and Action: Capital Improvement Program 4. Action: Ordinance Withdrawing Annexed Properties from Special Districts 5. Committee Reports: PC, Lane Metro, Lane Workforce, LTD/EmX, OMPOC, McKenzie Watershed | | CS/Bloch CS/Forrest CS/Garner PDD/Nystrom |

| | |
|---|--|
| MARCH 11 | WEDNESDAY |
| Noon Harris Hall | Council Work Session Expected Absences: Taylor, Evans |
| A. WS: EWEB Riverfront Development Update | 90 mins – PDD/Braud |

COUNCIL BREAK: March 12, 2015 – April 13, 2015

| | |
|--|--|
| APRIL 13 | MONDAY |
| 5:30 p.m. Harris Hall | Council Work Session Expected Absences: |
| <ol style="list-style-type: none"> A. Committee Reports and Items of Interest: HRC, SC, HSC, LCOG, MPC, PSCC B. WS: On-Site Management | 30 mins 45 mins - PDD/Medary |

| | | |
|--|---|------------------------|
| 7:30 p.m. Harris Hall | Council Meeting Expected Absences: | |
| <ol style="list-style-type: none"> 1. Public Forum 2. Consent Calendar <ol style="list-style-type: none"> a. Approval of City Council Minutes b. Approval of Tentative Working Agenda | | CS/Bloch CS/Forrest |

A=action; PH=public hearing; WS=work session

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | |
|--|-------------------------------|
| APRIL 15 | WEDNESDAY |
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: Healthy Downtown/Public Smoking | 45 mins – |
| B. WS: Systems Development Charge Overview | 45 mins - Schoening |
| APRIL 20 | MONDAY |
| 7:30 p.m. | Council Public Hearing |
| Harris Hall | Expected Absences: |
| 1. PH: | |
| APRIL 22 | WEDNESDAY |
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: Disadvantaged/Minority Contracting | 45 mins – CS/Silvers |
| B. WS and Action: Consolidated Plan | 45 mins – PDD/Jennings |
| APRIL 27 | MONDAY |
| 5:30 p.m. | Council Work Session |
| Harris Hall | Expected Absences: |
| A. Committee Reports and Items of Interest from Mayor, City Council and City Manager | 30 mins |
| B. WS: | |
| 7:30 p.m. | Council Meeting |
| Harris Hall | Expected Absences: |
| 1. Public Forum | |
| 2. Consent Calendar | |
| a. Approval of City Council Minutes | CS/Bloch |
| b. Approval of Tentative Working Agenda | CS/Forrest |
| APRIL 29 | WEDNESDAY |
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |
| MAY 11 | MONDAY |
| 5:30 p.m. | Council Work Session |
| Harris Hall | Expected Absences: |
| A. Committee Reports: Chamber of Commerce, HPB, LRAPA, MWMC | |
| B. WS: | 45 mins |
| 7:30 p.m. | Council Meeting |
| Harris Hall | Expected Absences: |
| 1. Public Forum | |
| 2. Consent Calendar | |
| a. Approval of City Council Minutes | CS/Bloch |
| b. Approval of Tentative Working Agenda | CS/Forrest |
| c. Ratification of MWMC Budget | PW/Huberd |

A=action; PH=public hearing; WS=work session

M:\CMO\CC\CCAGENDA.docx

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | |
|---------------|------------------|
| MAY 13 | WEDNESDAY |
|---------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|---------------|---------------|
| MAY 18 | MONDAY |
|---------------|---------------|

| | |
|--------------------|-------------------------------|
| 7:30 p.m. | Council Public Hearing |
| Harris Hall | Expected Absences: |
| 1. PH: | |

| | |
|---------------|------------------|
| MAY 20 | WEDNESDAY |
|---------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|---------------|----------------|
| MAY 26 | TUESDAY |
|---------------|----------------|

| | | |
|--|-----------------------------|---------|
| 5:30 p.m. | Council Work Session | |
| Harris Hall | Expected Absences: | |
| A. Committee Reports and Items of Interest from Mayor, City Council and City Manager | | 30 mins |
| B. WS: | | |
| C. WS: | | |

| | | |
|---|---------------------------|------------|
| 7:30 p.m. | Council Meeting | |
| Harris Hall | Expected Absences: | |
| 1. Public Forum | | |
| 2. Consent Calendar | | |
| a. Approval of City Council Minutes | | CS/Bloch |
| b. Approval of Tentative Working Agenda | | CS/Forrest |

| | |
|---------------|------------------|
| MAY 28 | WEDNESDAY |
|---------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|---------------|---------------|
| JUNE 8 | MONDAY |
|---------------|---------------|

| | |
|--|-----------------------------|
| 5:30 p.m. | Council Work Session |
| Harris Hall | Expected Absences: |
| A. Committee Reports: PC, Lane Metro, Lane Workforce, LTD/EmX, OMPOC, McKenzie Watershed | |
| B. WS: | |
| C. WS: | |

| | | |
|---|---------------------------|------------|
| 7:30 p.m. | Council Meeting | |
| Harris Hall | Expected Absences: | |
| 1. Public Forum | | |
| 2. Consent Calendar | | |
| a. Approval of City Council Minutes | | CS/Bloch |
| b. Approval of Tentative Working Agenda | | CS/Forrest |

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | |
|----------------|------------------|
| JUNE 10 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|----------------|---------------|
| JUNE 15 | MONDAY |
|----------------|---------------|

| | |
|--------------------|-------------------------------|
| 7:30 p.m. | Council Public Hearing |
| Harris Hall | Expected Absences: |
| 1. PH: | |

| | |
|----------------|------------------|
| JUNE 17 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|----------------|---------------|
| JUNE 22 | MONDAY |
|----------------|---------------|

| | |
|---|-----------------------------|
| 5:30 p.m. | Council Work Session |
| Harris Hall | Expected Absences: |
| A. Committee Reports and Items of Interest from Mayor, Council and City Manager | |
| B. WS: | |
| C. WS: | |

| | |
|---|---------------------------|
| 7:30 p.m. | Council Meeting |
| Harris Hall | Expected Absences: |
| 1. Public Forum | |
| 2. Consent Calendar | |
| a. Approval of City Council Minutes | CS/Bloch |
| b. Approval of Tentative Working Agenda | CS/Forrest |
| 3. PH and Action: Supplemental Budget | CS/Miller |
| 4. PH and Action: FY16 Budget | CS/Miller |
| 5. PH and Action: URA FY16 Budget | CS/Miller |

| | |
|----------------|------------------|
| JUNE 24 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|----------------|---------------|
| JULY 13 | MONDAY |
|----------------|---------------|

| | | |
|---|-----------------------------|---------|
| 5:30 p.m. | Council Work Session | |
| Harris Hall | Expected Absences: | |
| A. Committee Reports and Items of Interest: HRC, SC, HSC, LCOG, MPC, PSCC | | 30 mins |
| B. WS: | | |

| | | |
|---|---------------------------|------------|
| 7:30 p.m. | Council Meeting | |
| Harris Hall | Expected Absences: | |
| 1. Public Forum | | |
| 2. Consent Calendar | | |
| a. Approval of City Council Minutes | | CS/Bloch |
| b. Approval of Tentative Working Agenda | | CS/Forrest |

A=action; PH=public hearing; WS=work session

M:\CMO\CC\CCAGENDA.docx

EUGENE CITY COUNCIL TENTATIVE WORKING AGENDA

February 4, 2015

| | |
|----------------|------------------|
| JULY 15 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|----------------|---------------|
| JULY 20 | MONDAY |
|----------------|---------------|

| | |
|--------------------|-------------------------------|
| 7:30 p.m. | Council Public Hearing |
| Harris Hall | Expected Absences: |
| 1. PH: | |

| | |
|----------------|------------------|
| JULY 22 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

| | |
|----------------|---------------|
| JULY 27 | MONDAY |
|----------------|---------------|

| | | |
|--|-----------------------------|---------|
| 5:30 p.m. | Council Work Session | |
| Harris Hall | Expected Absences: | |
| A. Committee Reports and Items of Interest from Mayor, City Council and City Manager | | 30 mins |
| B. WS: | | |

| | | |
|---|---------------------------|------------|
| 7:30 p.m. | Council Meeting | |
| Harris Hall | Expected Absences: | |
| 1. Public Forum | | |
| 2. Consent Calendar | | |
| a. Approval of City Council Minutes | | CS/Bloch |
| b. Approval of Tentative Working Agenda | | CS/Forrest |

| | |
|----------------|------------------|
| JULY 29 | WEDNESDAY |
|----------------|------------------|

| | |
|--------------------|-----------------------------|
| Noon | Council Work Session |
| Harris Hall | Expected Absences: |
| A. WS: | |
| B. WS: | |

COUNCIL BREAK: JULY 30 , 2015 – SEPTEMBER 14, 2015

ON THE RADAR

| Work Session Polls/Council Requests | Status |
|---|--------------------|
| 1. Micro-housing (Zelenka)..... | approved; date TBD |
| 2. Economic Development Review, Panels and Action (Zelenka) | approved; date TBD |

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Action: Resolution Acknowledging Receipt of City of Eugene, Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2014

Meeting Date: February 9, 2015
 Department: Central Services
www.eugene-or.gov

Agenda Item Number: 2C
 Staff Contact: Fionan Cronin
 Contact Telephone Number: 541-682-5394

ISSUE STATEMENT

This is a resolution acknowledging receipt of the City of Eugene, Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2014. This resolution demonstrates compliance with ORS 297.465(2), which requires that a copy of the City's CAFR, containing a signed expression of opinion, be furnished to each member of the governing body. The resolution is included as Attachment A.

Typically, the council would receive the City's Comprehensive Annual Financial Report (CAFR) at the first council meeting in January. Due to the Ducks appearance at the National Championship game on January 12, and the Council Retreat on January 26, this council meeting was the earliest for the council to consider the resolution acknowledging receipt of the document. The council already received the CAFR in the first week of January which allowed staff to provide it to the public sooner than early February. The document is located on the City's website at [City Financial Reports](#).

BACKGROUND

Under Oregon Municipal Audit Law, the City is required each fiscal year to contract with an authorized accounting firm for the audit of its accounts and fiscal affairs (ORS 297.425). The firm of Isler CPA (auditors) has completed the audit of the City of Eugene's financial statements for the fiscal year ended June 30, 2014, and issued an unmodified opinion on the basic financial statements.

The key pages of the CAFR are pages 13 - 15 and pages 151 - 152, where two of the auditors' reports are found. In the first report, the auditors have issued an unmodified opinion (also known as a "clean opinion") on the City's basic financial statements, indicating that the City has prepared these statements in conformity with generally accepted accounting principles (GAAP). GAAP for state and local governments is promulgated by the Governmental Accounting Standards Board to ensure consistency in accounting and comparability in financial reporting among state and local governments. A clean opinion is a fundamental financial goal for every government, as it represents the highest level of opinion a government can receive from its independent auditors. A clean opinion is an important indicator of sound financial management and creditworthiness to

the citizens, other governmental jurisdictions (state and federal), credit rating agencies, investment bankers, bond holders, and other private sector entities. For policy makers, a clean opinion means that the information in the CAFR is accurate and reliable.

In the second report, the auditors address the City's compliance with applicable provisions of Oregon Revised Statutes, including requirements related to debt, deposit of public funds, preparation and adoption of the budget, accounting records and related internal control structure, etc. In addition, the auditors also report if the City had any significant internal control weaknesses. The auditors noted that the City complied with all laws with one exception - the City exceeded its legal budget (page 51) in the Construction and Rental Housing Fund and the Parking Services Fund. The funds overspent their departmental appropriation by \$82,409, or 1.4 percent, and \$2,205, or 0.1 percent, respectively. The Construction and Rental Housing over-expenditure was driven by significant unanticipated increases in permit revenues which resulted in an increase in pass-through expenditures to the State. ORS require that all over-expenditures be brought to the attention of the governing body. Because there is no dollar threshold, it is common for local governments to have occasional over-expenditures.

The auditors conduct the audit of the City's basic financial statements in accordance with generally accepted auditing standards and the Minimum Standards for Audits of Oregon Municipal Corporations. In addition, as a recipient of federal grants, the City is subject to the Federal Single Audit Act of 1984, which requires that the audit be conducted in accordance with Government Auditing Standards, issued by the Comptroller General of the United States and Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. These standards and OMB Circular A-133 require that the auditors plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement and whether the City complied with the laws and regulations pertaining to federally-funded programs. In addition to state and federal requirements, the City has a contractual obligation in connection with its debt issuances which requires that the City issue annual audited financial statements.

Management is responsible for the information contained in, and the preparation of, the City's financial statements. To effectively fulfill this responsibility and to contain the cost of auditor services, City staff devotes significant effort to the closing of accounting records, the preparation of schedules and audit workpapers, and the production of the CAFR. This also results in staff expertise being developed on specific financial and service issues that can then be used to assist departments and other pertinent parties.

Two additional reports, beginning on page 155, specifically address compliance with Federal laws, regulations, contracts and grants, and indicate that the auditors found no material instances of the City's noncompliance with these requirements, nor were there any findings or questioned costs noted in relation to Federal awards made to the City.

Professional requirements mandate auditors provide a report to the governing body that addresses any concerns or findings they encountered in such audit-related issues as significant audit findings, accounting estimates and disagreements with management. Isler CPA's memo addressing these issues for fiscal year 2014 is included as Attachment B and it states that there were no concerns that required communication to the council.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Eugene for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. This was the 38th consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, which satisfies both generally accepted accounting principles and applicable legal requirements. In addition, the requirements for the certificate provide much of the information needed for the City's credit assessments.

One piece of information of particular interest to the council may be the most recent accounting of the General Fund fund balance. Attachment C includes updated fund balance statistics for FY14 along with changes from the prior year statistics.

RELATED CITY POLICIES

Policy B.1 of the City's Financial Management Goals and Policies states that "The City will maintain an accounting and financial reporting system that allows reporting in conformance with Generally Accepted Accounting Principles and Oregon Local Budget Law and will issue a Comprehensive Annual Financial Report each fiscal year." This action signifies formal completion of this process for the fiscal year ended June 30, 2014, and demonstrates the council's compliance with the policy.

COUNCIL OPTIONS

None.

CITY MANAGER'S RECOMMENDATION

The City Manager recommends adoption of the resolution.

SUGGESTED MOTION

Move to adopt Resolution 5125, acknowledging receipt of the Comprehensive Annual Financial Report (CAFR) for the City of Eugene, for the fiscal year ended June 30, 2014.

ATTACHMENTS

- A. Resolution
- B. Copy of the Isler CPA memo
- C. Information on General Fund, Fund Balance Trends

FOR MORE INFORMATION

Staff Contact: Fionan Cronin
 Telephone: 541-682-5394
 Staff E-Mail: finn.j.cronin@ci.eugene.or.us

RESOLUTION NO.

A RESOLUTION ACKNOWLEDGING THE RECEIPT OF THE
COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE
CITY OF EUGENE FOR THE FISCAL YEAR ENDED
JUNE 30, 2014

The City Council of the City of Eugene finds that:

The firm of Isler CPA has completed the audit of the financial statements of the City of Eugene for the fiscal year ended June 30, 2014, as required by ORS 297.425 and, pursuant to ORS 297.465, reported to the Mayor and City Council on its findings.

NOW, THEREFORE,

BE IT RESOLVED by the City Council of the City of Eugene, a Municipal Corporation of the State of Oregon, as follows:

Section 1. That the Council hereby acknowledges that it has received the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2014.

The foregoing resolution adopted the 9th day of February, 2015.

City Recorder



December 30, 2014



To the City Council
City of Eugene, Oregon

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Eugene for the year ended June 30, 2014, and have issued our report thereon dated December 12, 2014. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated August 15, 2014, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with the accounting principles generally accepted in the United States. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our engagement letter.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City of Eugene are described in the footnotes to the financial statements. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. The most significant estimate affecting the financial statements is the determination of depreciation on capital assets. The accounting policies relating to capital assets and depreciation are described in the footnotes to the comprehensive annual financial report.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit. There were no known or likely misstatements identified during the audit.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 12, 2014.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

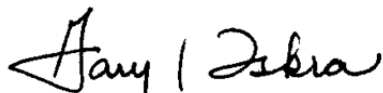
Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the City Council and management of the City of Eugene and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

ISLER CPA

A handwritten signature in black ink that reads "Gary Iskra". The signature is written in a cursive style with a large, stylized initial "G".

By Gary Iskra, a member of the firm

Information on General Fund, Fund Balance Trends

The FY14 Comprehensive Annual Financial Report (CAFR) includes key data related to the General Fund's Ending Fund Balance. Fund balance information is contained in several places:

- Governmental Funds, Balance Sheet, Exhibit 3, page 29.
- Governmental Funds, Statement of Revenues, Expenditures and Changes in Fund Balance, Exhibit 4, page 30.
- Notes to Basic Financial Statements, Note (O), Fund Balance, pages 46-47.
- General Fund, Schedule of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual, Schedule A-1, page 77.

Included in these exhibits and statements is information on the change in General Fund balance from the prior year, as well as a breakdown of elements of fund balance.

General Fund Ending Working Capital (Budget Basis)

FY14 actual results show an ending working capital (EWC) in the General Fund, reporting fund (including the Main Subfund, Cultural Services Subfund and Equipment Replacement Subfund) of \$42,332,747 which is \$3,487,555 more than the FY13 EWC and \$7,861,511 more than anticipated for carryover resources in the FY15 Adopted Budget. These figures are reported on a Budget Basis of accounting. The chart below compares FY13 and FY14 Ending Working Capital for the General Fund (Budget Basis).

| General Fund Ending Working Capital Budget Basis | Main Subfund | Cultural Services Subfund | Equipment Replacement Subfund | Total Reporting Fund * |
|--|--------------|---------------------------------|-------------------------------------|---------------------------|
| FY13 | \$35,415,888 | \$2,313,908 | \$1,115,396 | \$38,845,192 |
| FY14 | \$38,503,285 | \$2,487,501 | \$1,341,961 | \$42,332,747 |
| Change | \$ 3,087,397 | \$ 173,593 | \$ 226,565 | \$ 3,487,555 |

General Fund Ending Fund Balance (GAAP Basis)

On a Generally Accepted Accounting Principles (GAAP) basis, the FY13 Ending Fund Balance represented 32% of the General Fund revenues in FY13, which increased to 34% based upon FY14 actual results. GAAP results differ from budget basis results because the budget is created on a modified accrual basis while GAAP rules are slightly different in terms of when revenues and expenditures are recognized. The chart below compares FY13 and FY14 Ending Fund Balance for the General Fund (GAAP Basis).

| General Fund Ending Fund Balance GAAP Basis | Main Subfund | Cultural Services Subfund | Equipment Replacement Subfund | Total Reporting Fund * |
|---|--------------|---------------------------------|-------------------------------------|---------------------------|
| FY13 | \$36,114,771 | \$2,320,742 | \$1,114,343 | \$39,549,856 |
| FY14 | \$39,117,324 | \$2,488,436 | \$1,362,302 | \$42,968,062 |
| Change | \$ 3,002,553 | \$ 167,694 | \$ 247,959 | \$ 3,418,206 |

*Source: CAFR Exhibit 3, page 29 (FY13).

*Source: CAFR Exhibit 3, page 29 (FY14).

General Fund Ending Balance Classifications

The General Fund Ending Fund Balances for FY13 and FY14 are shown below according to the classifications in the CAFR. This chart shows the components of the Ending Fund Balance and how they have changed from FY13 to FY14. It is important to remember that, although at June 30, 2014 there was a portion of fund balance that was considered, under accounting rules, to be "Unassigned", that amount has subsequently been appropriated by City Council and is no longer available for spending.

General Fund Ending Balance Classifications (FY13 and FY14)

| Category | Item | Explanation | FY13 | FY14 |
|---------------|------------------------------------|---|--------------|--------------|
| Non-Spendable | | Prepays and deposits have already been paid out and are not available for other spending | \$ 762,321 | \$ 623,852 |
| Restricted | Cultural Services | From Transient Room Tax; must be spent according to state law. | 1,058,040 | 1,088,331 |
| Assigned | Unappropriated Ending Fund Balance | Pay bills and payroll until property taxes are received in November; set at 2 months of expenditures per Council policy | 21,670,000 | 21,710,000 |
| | Cultural Services | Prudent reserve for operation of Hult Center, etc. | 1,262,701 | 1,400,106 |
| | Reserve for Encumbrance | Contracts that were in effect but not complete as of June 30 | 1,432,484 | 2,439,332 |
| | Reserve for Next Year's Spending | Used to balance the subsequent year's budget | 3,970,995 | 1,724,995 |
| | Reserve for Revenue Shortfall | Prudent reserve for the General Fund; target is 8% of expenditures | 4,895,575 | 6,134,237 |
| | Other Reserves | For property tax appeals and equipment replacement | 1,536,335 | 1,224,706 |
| Unassigned | | Appropriated on supplemental budget #1 in December of the subsequent year and no longer available for spending | 2,961,405 | 6,622,503 |
| | | Total Fund Balance | \$39,549,856 | \$42,968,062 |

Source: CAFR Exhibit 3, page 29, and CAFR Note (1)(O), page 46-47 (FY13).

Source: CAFR Exhibit 3, page 29, and CAFR Note (1)(O), page 46-47 (FY14).

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Confirmation of 2015 City Council Officers

Meeting Date: February 9, 2015
 Department: Central Services
www.eugene-or.gov

Agenda Item Number: 2D
 Staff Contact: Beth Forrest
 Contact Telephone Number: 541-682-5882

ISSUE STATEMENT

This item is to officially confirm the election of the 2015 City Council President and Vice President.

BACKGROUND

Each year the City Council elects a new president and vice president. The City Charter and City Code specify the office of Council President; the City Code outlines the process of selecting the President and Vice President.

Section 13 of the Charter states:

“Council - President.

(1) Each year, at the first regular meeting of the council, or as soon as practicable, the council shall choose by ballot one of its members to serve as council president.

(2) The council president shall preside at council meetings when the mayor is absent.

(3) The council president shall function as mayor, with the powers and subject to the limitations of the office of mayor when the mayor:

(a) is absent from the city on leave granted by the council;

(b) has been absent from the city for 30 days or more; or

(c) has been physically unable to function as mayor for 30 days or more.”

Further, the Section 2.009 of the City Code states:

(1) The council president shall be elected for a one-year term. That person who has served the longest on the council and has not previously acted as council president shall normally be entitled to election as the president. A councilor may be re-elected as president of the council only after the expiration of one year from the date the councilor last served as such president unless two-thirds of the total membership of the council votes otherwise. A councilor will not be eligible to be elected president who has not served as a councilor for at least two years.

(2) The vice-president of the council shall be elected at the same time and in the same manner as the president of the council. A vice-president may be nominated and elected as president.

(3) The candidates for president and vice-president of the council shall be nominated and elected by a majority vote at the first regular meeting of the council in each calendar year.”

Because the first regular meeting of 2015 was not scheduled to occur until February 9, the council elected Councilor Syrett and Councilor Evans to the positions of President and Vice President, respectively, on January 14, with the understanding that official confirmation of these actions would not occur until February 9.

CITY MANAGER'S RECOMMENDATION

The City Manager has no recommendation on this item.

SUGGESTED MOTION

Move to confirm the election of Councilor Claire Syrett as the 2015 City Council President and Councilor Greg Evans as the 2015 City Council Vice President.

ATTACHMENTS

None.

FOR MORE INFORMATION

Staff Contact: Beth Forrest
Telephone: 541-682-5882
Staff E-Mail: beth.l.forrest@ci.eugene.or.us

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Adoption of 2014 Natural Hazards Mitigation Plan

Meeting Date: February 9, 2015
 Department: Central Services/Risk Services
www.eugene-or.gov

Agenda Item Number: 2E
 Staff Contact: Matt McRae
 Contact Telephone Number: 541-682-5649

ISSUE STATEMENT

The Eugene-Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan (NHMP) has been tentatively approved by the Federal Emergency Management Agency (FEMA). In order to receive final approval of the plan by FEMA the plan must be formally adopted by the governing bodies of both jurisdictions. Formal approval by FEMA will allow both cities to apply for federal disaster mitigation funds and grants. The NHMP also serves as the City of Eugene's Flood Mitigation Plan, reducing the cost of flood insurance for those buildings located in flood hazard zones.

BACKGROUND

The cities of Eugene and Springfield updated their Multi-Jurisdictional NHMP over the course of 2013 and 2014, funded in part by the FEMA Pre-Disaster Mitigation Grant Program. FEMA requires that the NHMP be updated every five years. Plan development was supported by the Oregon Partnership for Disaster Resilience (OPDR) at the University of Oregon. The NHMP is non-regulatory in nature and does not set forth new policy.

Additional background information is included in Exhibit B.

The [complete 2014 Natural Hazards Mitigation Plan document can be accessed online here](#)^a.

RELATED CITY POLICIES

The most recent Natural Hazards Mitigation plan was formally adopted in 2009 by Council Resolution.

COUNCIL OPTIONS

- A. Formally adopt the updated 2014 Natural Hazards Mitigation Plan by resolution.
- B. Decline to adopt the NHMP

^a <http://www.eugene-or.gov/DocumentCenter/View/18334>

CITY MANAGER'S RECOMMENDATION

The City Manager recommends the adoption of the updated 2014 Natural Hazards Mitigation Plan in its entirety.

SUGGESTED MOTION

I move to formally adopt the updated 2014 Natural Hazards Mitigation Plan by resolution.

ATTACHMENTS

- A. Council Resolution Adopting 2014 Natural Hazards Mitigation Plan
- B. Eugene-Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan Background and Highlights
- C. 2014 Natural Hazards Mitigation Plan (Hard copy available in the City Manager's Office)

FOR MORE INFORMATION

Staff Contact: Matt McRae
Telephone: 541-682-5649
Staff E-Mail: matt.a.mcrae@ci.eugene.or.us

ATTACHMENT A

RESOLUTION NO. _____

A RESOLUTION ADOPTING THE EUGENE/SPRINGFIELD MULTI-JURISDICTIONAL NATURAL HAZARDS MITIGATION PLAN AND REPLACING THE PLAN ADOPTED BY RESOLUTION NO. 4992.

The City Council of the City of Eugene finds that:

A. On November 23, 2009, Resolution No. 4992 was adopted approving the October 2009 “Eugene/Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan.” The Federal Emergency Management Agency requires that Natural Hazards Mitigation Plans be updated every five years.

B. The City of Eugene recognizes the threat that natural hazards pose to people and property within our community.

C. Undertaking hazard mitigation actions will reduce the potential for harm to people and property from future hazard occurrences.

D. An adopted Multi-Jurisdictional Natural Hazards Mitigation Plan is required as a condition of future funding for mitigation projects under multiple FEMA pre- and post-disaster mitigation grant programs.

E. The City of Eugene fully participated in the FEMA-prescribed mitigation planning process to prepare the Multi-Jurisdictional Natural Hazards Mitigation Plan attached as Exhibit A.

F. The Oregon Office of Emergency Management and Federal Emergency Management Agency, Region X officials have reviewed the “Eugene/Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan,” dated October 2014, and have pre-approved it contingent upon this official adoption of the participating governments and entities.

NOW, THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF EUGENE, a Municipal Corporation of the State of Oregon, as follows:

Section 1. The “Eugene/Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan” attached as Exhibit A is adopted and replaces the Plan adopted by Resolution No. 4992.

Section 2. The City Manager, or the Manager's designee, is requested to submit a copy of this Resolution, including Exhibit A, to the Oregon Office of Emergency Management and Federal Emergency Management Agency, Region X officials to obtain formal approval of the Plan.

Section 3. This Resolution is effective immediately upon its passage by the City Council.

The foregoing Resolution adopted the _____ day of February, 2015.

City Recorder

ATTACHMENT B

Eugene-Springfield Multi-Jurisdictional Natural Hazards Mitigation Plan: Background and Update Highlights

What is a Natural Hazards Mitigation Plan?

The Natural Hazards Mitigation Plan (NHMP) identifies actions that strengthen a community's ability to withstand the damaging effects of natural hazards.

Mitigation is any sustained action taken to reduce or eliminate the long-term risk to human life and property from natural hazards. Example mitigation actions from the Eugene-Springfield plan include:

- Work with Lane County, ODOT and other partners to develop a community evacuation plan to address multiple hazards. Develop routes, notification system, and a community awareness plan.
- A) Identify critical transportation corridors (including primary emergency, evacuation, and access routes) and electric distribution routes; B) develop a list of key backbone transmission and distribution routes that serve critical customers and enable efficient restoration to the broader distribution system; C) develop a long-term plan to underground, relocate, or "harden" key electric distribution lines along critical corridors (including feasibility assessment and prioritization).
- A) Develop a "Fire hazard zone" map of the areas of high fire danger in the Eugene/Springfield area. B) Cities of Eugene and Springfield adopt the "fire hazard zoning" map; C) Propose building code requirements for construction/repair in the identified high fire risk areas.

Why do we need a Natural Hazard Mitigation Plan?

Without a federally and locally approved NHMP, a community is not eligible for the following federal disaster mitigation funds:

- Pre-Disaster Mitigation Grant Program: provides funds to states, territories, Indian tribal governments, communities, and universities for hazard mitigation planning and the implementation of mitigation projects prior to a disaster event. PDM grants are nationally competitive.
- Hazard Mitigation Grant Program: provides grants to state and local governments and other eligible recipients to implement long-term hazard mitigation measures and projects after a major disaster declaration. The purpose of HMGP funds is to reduce the loss of life and property due to natural disasters and to enable mitigation measures to be implemented during the immediate recovery period following a disaster. HMGP funds are available to communities within states that have recently received

Presidential Disaster Declarations. HMGP funds are prioritized for communities that are directly affected by a disaster, but communities outside of the disaster declaration are typically eligible as well.

- Flood Mitigation Assistance: assists states and communities in implementing measures that reduce or eliminate the long-term risk of flood damage to buildings, manufactured homes, and other structures insurable under the National Flood Insurance Program.

Note: The cities are eligible to apply for federal mitigation grant funds separately or they may submit joint applications if a particular project will benefit both jurisdictions.

Background: Planning Process

During 2013/2014 the cities of Eugene and Springfield, with support from the Oregon Partnership for Disaster Resilience (OPDR) at the University of Oregon's Community Service Center updated the 2009 Eugene-Springfield Multi-jurisdictional Natural Hazards Mitigation Plan.

The following representatives served as steering committee members for the natural hazard mitigation planning process:

- Matt McRae – City of Eugene – Project Manager
- Josh Bruce – Oregon Partnership for Disaster Resilience
- Forrest Chambers – City of Eugene
- Myrnie Daut – City of Eugene
- Ed Fredette – City of Eugene
- Lisa McLaughlin – Eugene Water and Electric Board
- Ken Vogeney – City of Springfield
- Patence Winningham – City of Eugene

In addition to the steering committee, above, the following entities were involved in the NHMP update process:

| | |
|--|---|
| Albertsons | Eugene Water and Electric Board |
| American Red Cross | Friends of Trees |
| Bicoastal Media | Home Builder's Association of Lane County |
| Blachly Lane | Housing and Community Services |
| City of Eugene Building Permit Services | Agency of Lane County |
| City of Eugene Public Works | Institute for Sustainable Communities |
| Comcast | Lane Council of Governments GIS |
| Community Health Centers of Lane County | Lane County ARES/Ham Radio operations |
| Cornucopia restaurants | Lane County Economic Development |
| Emerald People's Utility District | Lane County Health and Human Services |
| Eugene - Springfield Fire and Emergency Medical Services | Lane County Sheriff's Office |
| Eugene Police Department | |

| | |
|--|------------------------------------|
| Lane Electric Cooperative | PacificSource Health Plans |
| Lane Regional Air Protection Agency | PeaceHealth Oregon |
| Lane Transit District | Rainbow Water District |
| Market of Choice | Rowell Brokaw Architects |
| McKenzie River Trust | Safeway |
| McKenzie Watershed Council | Shelter Care |
| McKenzie-Willamette Medical Center | SnowTemp Cold Storage |
| Oregon Climate Change Research Institute | Springfield Police Department |
| Oregon Department of Land Conservation and Development | Springfield Utility Board |
| Oregon Department of Transportation | Trillium Community Health Plan |
| Oregon DEQ | Bonneville Power Administration |
| Oregon Insurance Division | University of Oregon |
| Oregon State Police | US Army Corps of Engineers |
| Organically Grown Co. | USDA Forest Service |
| | Verizon Wireless |
| | Volunteers In Medicine Clinic |
| | Willamette Farm and Food Coalition |
| | Williams Northwest Pipeline |

Who is responsible for maintaining and updating the Multi-Jurisdictional Natural Hazard Mitigation Plan?

Eugene and Springfield Emergency Management staff are responsible for plan maintenance. The Natural Hazards Mitigation Plan subcommittee of the Lane Preparedness Coalition serves as the coordinating and implementation body for the Plan.

What is different in this NHMP compared to the 2009 version?

Hazard and Climate Vulnerability Assessment

The 2014 update includes a comprehensive, system-based hazard and climate vulnerability assessment. The assessment, detailed in Section 4.2 of the NHMP, involved facilitated conversations with local experts involved in drinking water, wastewater, stormwater, electricity, public safety, housing, public health and health care, communications, food, natural systems, and transportation.

The assessment provides a) important lessons about the systems that are most crucial to the function of our community, and b) information about how individual systems will perform under scenarios of earthquake, flood, winter storm, climate change, and higher fossil fuel prices. The lessons from the Vulnerability Assessment have been used to inform the development and prioritization of a number of specific mitigation activities. In addition to informing the NHMP, this Vulnerability Assessment could be used to inform several other long-range community plans.

Vulnerable Populations Maps

The update also includes several regional maps describing the locations of a variety of vulnerable populations. These maps, developed by the Lane Livability Consortium, and funded by a grant from the US Department of Housing and Urban Development, will help city planners focus mitigation activities in areas that will be most beneficial to the households most likely to be negatively impacted by natural hazards.

New Mitigation Actions

A number of new mitigation actions were developed based on findings from the vulnerability assessment. This includes, but is not limited to:

Local Transportation Infrastructure Seismic Evaluation

Evaluate Eugene and Springfield bridges (Vehicular and pedestrian) for seismic vulnerability, and record results centrally; b) develop a prioritized list of bridges to be retrofitted or replaced; c) seek funding to implement retrofitting/replacement.

Emergency Fuel Distribution Plan

Develop a Eugene/Springfield emergency fuel distribution plan that considers 1) the likely local fuel available during specific scenarios (earthquake, winter storm, mass evacuation) 2) the needs of public and private critical services for transportation fuels and natural gas supplied by the Eugene Kinder Morgan / Williams Pipeline fuel terminal, and 3) the existing on-site fuel storage and operation capacity of those critical services.

Community Recovery Planning

List and prioritize the hazards likely to warrant recovery plans. Develop appropriate and necessary community recovery plans starting with the highest priority hazards.

Local Electricity Generation

- 1) Work with EWEB to develop a plan to increase local control of EWEB electric generation in the event of a regional outage (for example: given a regional outage, develop ability to direct locally generated power to critical facilities such as water treatment plants and hospitals).
- 2) Encourage small scale local electricity generation that can be operated independently of the regional and/or local grid in the event of a local or regional power outage (for example: install local renewable electricity generation in support of critical facilities so they can operate during an outage).

Broadcast Radio communications

Review existing communication tools between Emergency Managers and radio stations. Develop a low-tech, direct communication line (such as HAM radio) between staff at Bicoastal Media (1120 KPNW, the radio station that has been heavily hardened with FEMA dollars) and Eugene, Springfield and Lane County Emergency Managers.

EUGENE URBAN RENEWAL AGENCY

AGENDA ITEM SUMMARY



Action: Resolution Acknowledging Receipt of the Annual Financial Report of the Urban Renewal Agency of the City of Eugene for the Fiscal Year Ended June 30, 2014

Meeting Date: February 9, 2015
 Department: Central Services
www.eugene-or.gov

Agenda Item Number: 3
 Staff Contact: Fionan Cronin
 Contact Telephone Number: 541-682-5394

ISSUE STATEMENT

This is a resolution acknowledging receipt of the Annual Financial Report (Report) of the Urban Renewal Agency (Agency) of the City of Eugene for the fiscal year ended June 30, 2014. This resolution demonstrates compliance with ORS 297.465(2), which requires that a copy of the Agency's financial report, containing a signed expression of opinion, be furnished to each member of the governing body. The resolution is included as Attachment A.

Typically, the Board would receive the Report at the first Board meeting in January. Due to the Ducks appearance at the National Championship game on January 12 and the Council Retreat on January 26, this meeting was the earliest for the Board to consider the resolution acknowledging receipt of the document. The Board already received the Report in the first week of January which allowed staff to provide it to the public sooner than early February. The document is located on the City's website at [City Financial Reports](#).

BACKGROUND

Under Oregon Municipal Audit Law, the Agency is required each fiscal year to contract with an authorized accounting firm for the audit of its accounts and fiscal affairs (ORS 297.425). The regional firm of Isler CPA (auditors) has completed the audit of the Agency's annual financial report for the fiscal year ended June 30, 2014, and issued an unmodified opinion on the basic financial statements.

The key portions are the two auditors' reports on pages 3 - 4 and pages 43 - 44. In the first report, the auditors have issued a "clean opinion" on the Agency's basic financial statement, indicating that the Agency has prepared the statements in conformity with generally accepted accounting principles (GAAP). GAAP for state and local governments is promulgated by the Governmental Accounting Standards Board to ensure consistency in accounting and comparability in financial reporting among state and local governments. A clean opinion is a fundamental financial goal for every government, as it represents the highest level of opinion a government can receive from its independent auditors. A clean opinion is an important indicator of sound financial management and creditworthiness to the citizens, other governmental jurisdictions (state and federal), credit rating agencies, investment bankers, bond holders, and other private sector entities.

In the second report, the auditors address the Agency's compliance with applicable provisions of Oregon Revised Statutes including requirements related to debt, deposit of public funds, preparation and adoption of the budget, accounting records and related internal control structure, etc. The auditors noted that nothing came to their attention that caused them to believe that the Agency was not in compliance with state regulations. The auditors conduct the audit of the Agency's basic financial statements in accordance with generally accepted auditing standards and the Minimum Standards for Audits of Oregon Municipal Corporations.

Management is responsible for the information contained in, and the preparation of, the Agency's financial statements. To effectively fulfill this responsibility and to contain the cost of auditor services, staff devotes significant effort to the closing of accounting records, the preparation of schedules and audit work papers, and the production of the Annual Financial Report. This also results in staff expertise being developed on specific financial and service issues that can then be used to assist departments and other pertinent parties.

RELATED POLICY ISSUES

Policy B.1 of the City's Financial Management Goals and Policies states that "The City will maintain an accounting and financial reporting system that allows reporting in conformance with Generally Accepted Accounting Principles and Oregon Local Budget Law and will issue a Comprehensive Annual Financial Report each fiscal year." This action signifies formal completion of this process for the fiscal year ended June 30, 2014, and demonstrates the Agency's compliance with the policy.

AGENCY OPTIONS

None.

AGENCY DIRECTOR'S RECOMMENDATION

The Agency Director recommends adoption of the resolution.

SUGGESTED MOTION

Move to adopt Resolution 1074, acknowledging receipt of the Annual Financial Report for the Urban Renewal Agency of the City of Eugene for the fiscal year ended June 30, 2014.

ATTACHMENTS

A. Resolution

FOR MORE INFORMATION

Staff Contact: Fionan Cronin
Telephone: 541-682-5394
Staff E-Mail: finn.j.cronin@ci.eugene.or.us

RESOLUTION NO.

A RESOLUTION ACKNOWLEDGING THE RECEIPT OF THE
ANNUAL FINANCIAL REPORT OF THE URBAN RENEWAL
AGENCY OF THE CITY OF EUGENE, FOR THE FISCAL YEAR
ENDED JUNE 30, 2014

The Urban Renewal Agency of the City of Eugene finds that:

The firm of Isler CPA has completed the audit of the financial statements of the Urban Renewal Agency of the City of Eugene for the fiscal year ended June 30, 2014, as required by ORS 297.425 and, pursuant to ORS 297.465, reported to the Board on its findings.

NOW, THEREFORE,

BE IT RESOLVED by the Urban Renewal Agency of the City of Eugene, as follows:

Section 1. That the Board hereby acknowledges that it has received the "Annual Financial Report of the Urban Renewal Agency, a Component Unit of the City of Eugene, for the fiscal year ended June 30, 2014."

The foregoing resolution adopted the 9th day of February, 2015.

Director

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Public Hearing and Possible Action: An Ordinance Amending Ordinance No. 20508 to Extend the Temporary Suspension of Multiple-Unit Property Tax Exemptions under Sections 2.945 and 2.947 of the Eugene Code, 1971, through September 1, 2015; and Providing for An Immediate Effective Date

Meeting Date: February 9, 2015
 Department: Planning & Development
www.eugene-or.gov

Agenda Item Number: 4
 Staff Contact: Denny Braud
 Contact Telephone Number: 541-682-5536

ISSUE STATEMENT

This public hearing is an opportunity to hear from the community about the proposal to extend the suspension of the Multi-Unit Property Tax Exemption (MUPTE) program. The extended suspension to September 1, 2015, would provide additional time for the council to take action to modify the MUPTE program criteria.

The MUPTE program is currently suspended until February 28, 2015. Therefore, this item is scheduled for public hearing and possible action at a single meeting and provides for an immediate effective date in order to avoid interruption of the program suspension. *The affirmative vote of two-thirds of the council is required for an effective date less than 30 days after enactment of the ordinance.*

BACKGROUND

On February 27, 2013, the council approved an ordinance suspending the MUPTE program to provide the time needed to conduct a detailed evaluation of the program and determine if modifications should be made. The council subsequently extended the suspension, currently set to end on February 28, 2015.

An extension until September 1, 2015, will provide the council the time necessary to finalize program revisions with the goal of having new program criteria in place before this recommended suspension extension expires.

COUNCIL OPTIONS

1. Conduct public hearing and act on the ordinance.
2. Conduct public hearing and postpone action on the ordinance.

3. Provide other direction.

CITY MANAGER'S RECOMMENDATION

The City Manager recommends that the council adopt the ordinance after the public hearing.

SUGGESTED MOTION

I move to adopt Council Bill 5137, an ordinance extending the temporary suspension of the Multiple-Unit Property Tax Exemption Program through September 1, 2015.

ATTACHMENTS

A. Draft Ordinance

FOR MORE INFORMATION

Staff Contact: Denny Braud

Telephone: 541-682-5536

Staff E-Mail: denny.braud@ci.eugene.or.us

ORDINANCE NO. _____

AN ORDINANCE AMENDING ORDINANCE NO. 20508 TO EXTEND THE TEMPORARY SUSPENSION OF MULTIPLE UNIT PROPERTY TAX EXEMPTIONS UNDER SECTIONS 2.945 AND 2.947 OF THE EUGENE CODE, 1971, THROUGH SEPTEMBER 1, 2015; AND PROVIDING FOR AN IMMEDIATE EFFECTIVE DATE.

The City Council of the City of Eugene finds as follows:

A. The City's Multiple Unit Property Tax Exemption Program under Sections 2.945 and 2.947 of the Eugene Code, 1971 (the MUPTE program), which is enabled by state statute, was first implemented by the City in July of 1977. Since its initial implementation, the MUPTE program has been modified various times.

B. On February 27, 2013, Ordinance No. 20508 was adopted suspending the MUPTE program until July 1, 2013, to allow Council time to evaluate the MUPTE program and determine whether changes should be made to the program. Since that time, suspension of the MUPTE program has been extended, most recently by Ordinance No. 20543, which extended the sunset date of the MUPTE program suspension through February 28, 2015.

C. The suspension should be extended until September 1, 2015, to allow Council more time to develop and adopt revisions to the program and have the revisions become effective before the suspension expires.

NOW, THEREFORE,

THE CITY OF EUGENE DOES ORDAIN AS FOLLOWS:

Section 1. The findings set forth above are adopted.

Section 2. Section 3 of Ordinance No. 20508 is amended by extending the sunset date to September 1, 2015.

Section 3. Pursuant to the provisions of Section 32(2) of the Eugene Charter of 2002, with the affirmative vote of two-thirds of the members of the City Council, this Ordinance shall become effective immediately upon adoption by the Council and approval by the Mayor, or passage over the Mayor's veto. An immediate effective date is necessary so that the MUPTE program remains suspended until MUPTE program revisions are adopted.

Passed by the City Council this

Approved by the Mayor this

_____ **day of February, 2015**

_____ **day of February, 2015**

City Recorder

Mayor

EUGENE CITY COUNCIL

AGENDA ITEM SUMMARY



Action: An Ordinance Updating the Public Passenger Vehicle Code

Meeting Date: February 9, 2015
 Department: Planning and Development
www.eugene-or.gov

Agenda Item Number: 5
 Staff Contact: Laura Hammond
 Contact Telephone Number: 541-682-6021

ISSUE STATEMENT

The City Council is scheduled to take action on proposed changes to the City's Public Passenger Vehicle code (3.345). The purpose of the proposed changes is to update the code to acknowledge the emergence of new technologies and business models while also ensuring all Public Passenger Vehicles operating in Eugene meet community safety standards.

BACKGROUND

Eugene City Code 3.345 provides licensing regulations for Public Passenger Vehicle (PPV) Services. The code provides a definition of PPVs, establishes the licensing requirement, screening requirements, fare-charging requirements and requires adoption of Administrative Rules. Most of the details of the City's PPV regulations are found in the Administrative Rules. The rules describe the driver application process, insurance requirements, and vehicle requirements. The Administrative Rules have been updated as new types of PPVs have begun operating in Eugene. The City Code was last amended in 1992. Since that time, new technologies for managing the provision of PPV services have evolved including smartphone application-based models.

The proposed changes to Subsection (6) of EC 3.345 allow fare calculations using smart phone applications. While this change removes code-based obstacles for businesses like Uber and Lyft it would also apply to existing PPV companies that may want to add this type of technology to their current services.

Additionally, code amendments are proposed that would clearly require businesses like Uber and Lyft to obtain a PPV license from the City of Eugene to operate. Even though staff firmly believes that the City's current Public Passenger Vehicle code provisions require companies like Uber and Lyft to obtain a Public Passenger Vehicle Company license, because staff now knows that Uber is asserting that the City's license requirement does not apply to it, the proposed changes to Subsections (1)-(5) of EC 3.345 *explicitly* require companies that connect, or attempt to connect, a prospective passenger to a vehicle for hire by providing a digital or software application scheduling platform or service, such as Uber, to obtain a license. Recently, in other communities Uber has taken advantage of a loophole in code provisions similar to EC 3.345 that Uber believes allows it to operate without a license so long as the passenger is not charged a fare. To prevent

Uber from trying such a tactic in Eugene, Staff will be proposing to Council a few, small code amendments that would close this loophole and prevent Uber from unlawfully operating without a license regardless of whether an Uber passenger is charged a fare.

A public hearing on the proposed code changes was held by the City Council on January 20, 2015. Thirty-one people presented testimony at the hearing for council consideration. Themes from the testimony included:

- the role of licensing and driver certification in ensuring public safety and insurance requirements;
- ensuring a level playing field, equal requirements for public passenger vehicle services;
- enforcement of current regulations;
- potential benefits of ride services like Uber including the possibility of reducing impaired driving and reducing personal vehicle trips;
- the speed and efficiency of ride services like Uber; and
- the importance of transportation options and the accessibility of those options in the community.

The proposed ordinance is included as Attachment A. An immediate effective date has been added to the proposed ordinance. If the ordinance passes with six votes or more the ordinance will go into effect immediately. If the ordinance passes with less than six votes the ordinance will go into effect in 30 days.

If the proposed change to the code moves forward and is adopted, updates to the Administrative Rules (R-3.345) would also be considered in order to better align the rules with new service models. Existing rules which ensure public health and safety, including insurance requirements, vehicle safety and maintenance requirements, and criminal background and driving record checks would remain in place. For example, the rules currently require:

- Commercial General Liability insurance of \$1,500,000 and General Aggregate insurance of \$2,000,000 as required by Oregon Statute;
- Vehicle inspections conducted by a certified mechanic every six months;
- Safety equipment including operable seat belts and fire extinguisher;
- Criminal history and driving records checked annually.

RELATED CITY POLICIES

Eugene Code Chapter 3, Section 3.345 –Licensing Regulations Public Passenger Vehicle Services

COUNCIL OPTIONS

1. Approve the code changes and adopt the ordinance as attached
2. Modify the code changes and adopt a modified ordinance
3. Take no action

CITY MANAGER’S RECOMMENDATION

The City Manager recommends Option 1, the Eugene City Council approve the changes to the Public

Passenger Code and adopt the ordinance as attached.

SUGGESTED MOTION

Move to adopt Council Bill 5136, updating the Public Passenger Vehicle code.

ATTACHMENTS

A. Proposed Ordinance

FOR MORE INFORMATION

Staff Contact: Laura Hammond

Telephone: 541-682-6021

Staff E-Mail: Laura.A.Hammond@ci.eugene.or.us

ATTACHMENT A

ORDINANCE NO. _____

**AN ORDINANCE CONCERNING PUBLIC PASSENGER VEHICLE SERVICES
LICENSURE AND FARES; AMENDING SECTION 3.345 OF THE EUGENE
CODE, 1971; AND PROVIDING FOR AN IMMEDIATE EFFECTIVE DATE.**

THE CITY OF EUGENE DOES ORDAIN AS FOLLOWS:

Section 1. Subsections 1 through 6 of Section 3.345 of the Eugene Code, 1971, are amended to provide:

- 3.345 Public Passenger Vehicle Services - License and/or Permit Required.**
- (1) **Licensure Requirements.**
- (a) No person or business may operate a public passenger vehicle company without a public passenger vehicle company license; however, an unlicensed public passenger vehicle operating outside the jurisdictional limits of Eugene and Springfield may deliver a fare from outside those limits to a location within the limits, and if the vehicle waits for the person, retrieve the person for the return trip back outside the jurisdictional limits.
- (b) ***No person or business may connect, or attempt to connect, a prospective passenger to a vehicle for hire by providing a digital or software application scheduling platform or service without first obtaining a public passenger vehicle company license.***
- (c) ***Unless driving a vehicle for hire for a person or business that has obtained a public passenger vehicle company license, no person may drive a vehicle for hire without first obtaining a public passenger vehicle company license.***
- (d) No ~~[unlicensed public passenger vehicle company]~~ ***person or business required to obtain a public passenger vehicle license*** may solicit or accept any passenger within the city limits except as provided in this subsection.
- (e) No public passenger vehicle may operate at the Eugene Airport unless authorized by the Airport to do so.
- (2) No ***person or business required under subsection (1) of this section to obtain a public passenger vehicle company license*** may use in its operation a motorized vehicle which lacks a public passenger vehicle permit.
- (3) No person may drive a motorized public passenger vehicle, and no ***business required to obtain a public passenger vehicle company license*** may hire a person as a driver, either as an employee or an independent contractor, unless that person possesses a valid public passenger vehicle driver certification. Notwithstanding the foregoing, a person who has applied for such a certification may drive a taxicab if the person has obtained from the city a temporary certification; such certification shall not be valid for more than 30 days, or until the city grants or denies the person's application for a public passenger vehicle driver certification, whichever is sooner.

- (4) No public passenger vehicle company may locate any part of its operation in a residential zone unless expressly authorized by the city manager or designee pursuant to this code or the Springfield Code.
- (5) All **persons and businesses required to obtain a** public passenger vehicle [companies] **company license under subsection (1) of this section** shall provide the city manager or designee with written notice of the maximum rate to be charged passengers. No public passenger vehicle company **license holder** shall change its maximum rate without first providing the city manager or designee with a minimum of ten days advance written notice of the new rate. No public passenger vehicle company **license holder** shall charge more than the rate on file with the city. Upon request, the city manager may exempt, by administrative order, a public passenger vehicle company **license holder** from the provisions of this section if the public passenger vehicle company **license holder** does not operate any taxicabs.
- (6) The actual fare charged for each trip by a taxicab shall not exceed the higher of [either]:
 - (a) The meter calculated rate, including authorized and posted surcharges, or
 - (b) The minimum fare as posted on the interior and exterior of the vehicle[-], or
 - (c) **The smartphone application calculated rate, including displayed and passenger-confirmed surcharges.**

Section 2. The City Recorder, at the request of, or with the consent of the City Attorney, is authorized to administratively correct any reference errors contained herein, or in other provisions of the Eugene Code, 1971, to the provisions added, amended or repealed herein.

Section 3. Pursuant to the provisions of Section 32(2) of the Eugene Charter of 2002, with the affirmative vote of two-thirds of the members of the City Council, this Ordinance shall become effective immediately upon adoption by the Council and approval by the Mayor, or passage over the Mayor's veto. An immediate effective date is necessary to protect members of the public from potentially unsafe drivers and cars.

Passed by the City Council this

_____ day of _____, 2015

City Recorder

Approved by the Mayor this

_____ day of _____, 2015

Mayor

EUGENE URBAN RENEWAL AGENCY

AGENDA ITEM SUMMARY



Action: Disposition of Real Property

Meeting Date: February 9, 2014
 Department: Planning & Development
www.eugene-or.gov

Agenda Item Number: 6
 Staff Contact: Denny Braud
 Contact Telephone Number: 541-682-5536

ISSUE STATEMENT

The Urban Renewal Agency is being asked to approve the disposition of property located at 942 Olive Street (Bradford's Building) to the University of Oregon (U of O) to create an entrepreneurial hub anchored by the Eugene Regional Accelerator and Innovation Network (RAIN Eugene).

The RAIN/U of O/City of Eugene partnership will generate a place-based asset that strengthens the emerging cluster of creative and technology-based businesses. The partnership brings outside funds to support the renovation of 942 Olive Street, converting an under-used building into an active downtown center with regional economic development impact. It will bring entrepreneurs, students, faculty, and community participants to the core of the city to grow new business ideas into the next generation of thriving Eugene-based businesses. The City's contribution to the RAIN Eugene project is an important investment in an economic development priority identified in the Regional Prosperity Plan.

BACKGROUND

RAIN Eugene

The Oregon Regional Accelerator & Innovation Network (RAIN) is a consortium of government, higher education, and the business community. Oregon RAIN was founded by Governor Kitzhaber's Regional Solutions network and was funded by the 77th Oregon State Legislative Assembly in 2013 to advance the formation of high-growth innovative startup companies throughout the South Willamette Valley. Its purpose is to serve the region's entrepreneurs by helping them turn ideas into high-impact, innovative, traded-sector companies that can grow and thrive locally. Oregon RAIN is governed by a 10-member board of directors that represent its diverse interests. Its members include Mayor Piercy, the Mayor of Corvallis, and representatives from the U of O, OSU, Business Oregon, and the private sector.

The RAIN initiative includes two nodes—RAIN Eugene and RAIN Corvallis. Each node includes an accelerator that works with local startup companies and other development organizations to create a network of support structures for new companies. RAIN Eugene is managed cooperatively

by the University of Oregon, the Eugene Area Chamber of Commerce, and the City of Eugene.

The Regional Accelerators (the RA in RAIN) work directly with entrepreneurs to launch their companies. The Innovation Network (the IN in RAIN) works with the communities to help coordinate the community resources that are necessary for companies to grow and thrive in our region. In its role as an accelerator, RAIN provides disciplined, mentored business acceleration programs. It also connects resident talent, capital and infrastructure, including the resources of the U of O and OSU, into an intelligent network that is easy for entrepreneurs to access and navigate, no matter what stage of business development is being experienced.

In its first year, the Oregon RAIN Board hired a director and achieved 501(c)(3) status. Additionally, Oregon RAIN is in the process of establishing a comprehensive advisory board and working on structural and financial strategies that will set the RAIN program on a path towards long-term sustainability.

RAIN Eugene has hired a chief start-up officer and graduated its first cohort of eight startup businesses from its RAIN Eugene accelerator. The second cohort of nine businesses has been selected and just began their program. The 12-week accelerator program offers intense training and mentoring to early growth-stage companies. The RAIN Eugene Innovation Network is organized by working groups formed by the local partners, RAIN affiliates, and community members to advance the RAIN innovation ecosystem objectives. The working groups are organized around programs and education, outreach and events, resource network, capital formation, community and workforce development, and marketing and communication.

942 Olive Street

The Urban Renewal Agency acquired the 12,800 square-foot property from Diamond Parking in 2009 as part of the land-assembly effort to redevelop the former Sears site (now the Lane Community College Downtown Campus). Constructed in 1909, the building was originally used as an automotive sales and repair shop. The structure has been extensively remodeled, most recently in 1992. Attachment D shows current and historic photos of the property.

In 2012, the parcel was appraised at \$740,000. At that time, the URA released a Request for Proposals for the sale of property with the expressed intent of redevelopment that would add to downtown revitalization. The URA received one response, with an offer to purchase the property for \$200,000 for an unidentified retail/commercial use. This offer was not accepted.

The current tenant in the building is Bradford's Home Entertainment. Their business has been significantly downsized and they use less than half the building at this time. It is not financially feasible for Bradford's to meet the rent and overhead obligations associated with the large building. Therefore, their rent has been reduced to a minimum level on a month-to-month lease until a future use for the building is identified. The owner of Bradford's is aware of the URA's ongoing plans to dispose of the building, aware of the RAIN proposal, and has been fully cooperating with providing access to the property over the past couple of years.

Using the City of Eugene's Brownfields Grant, an environmental assessment was conducted on the property. The assessment identified the presence of regulated substances, primarily asbestos,

that will need to be abated as part of any renovation of the structure. The URA plans to apply for funds from the Business Oregon brownfield program to remediate the identified substances prior to the transfer of ownership to the UO. The remediation cost is estimated at \$75,000.

RAIN/U of O/City of Eugene Entrepreneurial Hub

RAIN Eugene is currently located in temporary space at the Eugene Chamber of Commerce. To achieve its full impact, RAIN Eugene needs a larger facility that can offer space for their training programs, maker space, lab space, formal and informal meeting space for entrepreneurial community events, and administration. The City has been collaborating with the U of O and RAIN Eugene to establish an entrepreneurial hub at 942 Olive Street.

The City, through the Downtown URA, will sell the property to the University for one dollar. Attachment B lists the proposed terms of the property transfer. The U of O, in turn, will renovate the building to create the space that supports the RAIN Eugene program vision and objectives.

The U of O proposes to reinforce the impact of RAIN Eugene in the 942 Olive Street building by co-locating two programs currently at the main campus location, the Product Design program and the Tyler Invention Greenhouse. The Product Design program teaches students how to design, evaluate, fabricate and produce consumer products. They plan to expand their program within the building at 942 Olive to include the Downtown Innovation Launch Lab. The Tyler Invention Greenhouse is a program that focuses on interdisciplinary work in green chemistry and product creation. Both programs are highly collaborative in terms of creative and practical applications. The integrated programs will create an entrepreneurial hub that links creators, designers, students, mentors, local and regional businesses; and it will reinforce the strong collaboration between the City, the U of O, and the entrepreneurial community.

To launch Oregon RAIN, the state legislature committed \$3.75 million to support the startup and operation of primary RAIN components. The funds include a one-time capital budget of \$1.25 million for the RAIN Eugene hub. The expenditure of these capital funds has four key requirements:

1. The funds must be used for a capital expenditure, to improve or develop a physical location, and not for any operating expenses;
2. The funds are available only through the U of O as the RAIN-designated legislative entity;
3. A majority of the funds must be committed by the end of the current fiscal year; and
4. The Oregon RAIN funding must include non-state matching funds.

The City, RAIN Eugene, and the U of O have worked together to ensure the disposition of 942 Olive Street meets the four requirements. As proposed, the overall project budget for the entrepreneurial hub is estimated at \$2.7 million. The state RAIN funds will cover \$1.25 million; a private donation supporting the Tyler Invention Greenhouse will bring \$500,000; and the U of O is identifying other funds and funding opportunities to generate the remaining funds. The U of O will fund operating costs into the future; the City's contribution to the partnership is the building.

At its January 13, 2015, meeting, the Oregon RAIN Board unanimously approved the U of O's plan to proceed with the 942 Olive Street building project as the home for RAIN Eugene and related

programs, including the use of \$1.25 million in capital funds allocated to the RAIN Eugene hub and approximately \$50,000 per year from the RAIN Eugene operating budget to contribute towards the building's operating expenses. The University would be responsible for all building operating expenses not covered by the RAIN Eugene allocation. The U of O Board will consider the property purchase at its March 4, 2015, meeting.

Although the City's contribution is necessary to meet the state's requirements to release their funds for the capital improvements, the City's contribution is more than that. By contributing the property to the University of Oregon, the City is underscoring its commitment to working with its regional partners to work toward long-term prosperity. The Eugene RAIN entrepreneurial hub will foster the growth of new companies that will succeed in the future. The mentoring and training provided in the building will improve the likelihood of success, so these startup companies can grow into viable establishments, expanding the job base in the community. Contributing this property to the partnership is an investment by the City for long-term economic prosperity.

RELATED CITY POLICIES

The disposition of 942 Olive Street to the U of O to create the RAIN entrepreneurial hub directly addresses many goals, policies, and principles for Eugene and downtown, including:

Regional Prosperity Economic Development Plan

- By 2020, create 20,000 net new jobs in the chosen economic opportunity areas; reduce the local unemployment rate to, or below the state average; and increase the average wage to or above the state average.
- Encourage a culture of entrepreneurship and re-investment into our local community.
- Develop the region's physical, social, education, and workforce infrastructure to meet the needs of tomorrow.
- Promote local businesses and entrepreneurs that lead our area to a higher level of economic independence and resilience.

Eugene Downtown Plan

- Build upon downtown's role as the center for government, commerce, education and culture in the city and the region.
- Downtown development shall support the urban qualities of density, vitality, livability and diversity to create a downtown, urban environment.
- Actively pursue public/private development opportunities to achieve the vision for an active, vital, growing downtown.
- Use downtown development tools and incentives to encourage development that provides character and density downtown.

Envision Eugene Pillars

- Provide ample economic opportunities for all community members.
- Promote compact urban development and efficient transportation options.

Eugene Climate & Energy Action Plan

- Increase density around the urban core and along high-capacity transit corridors.

City Council Goal of Sustainable Development

- Increased downtown development.

COUNCIL OPTIONS

1. Authorize the City Manager to sell the 942 Olive Street to the University of Oregon consistent with the terms included in Attachment B.
2. Amend the terms included in Attachment B, and authorize the City Manager to sell 942 Olive Street to the University of Oregon.
3. Do not approve the disposition of 942 Olive Street at this time.

AGENCY DIRECTOR'S RECOMMENDATION

The Agency Director recommends approval of the sale of 942 Olive Street to the University of Oregon consistent with the terms included in Attachment B.

SUGGESTED MOTION

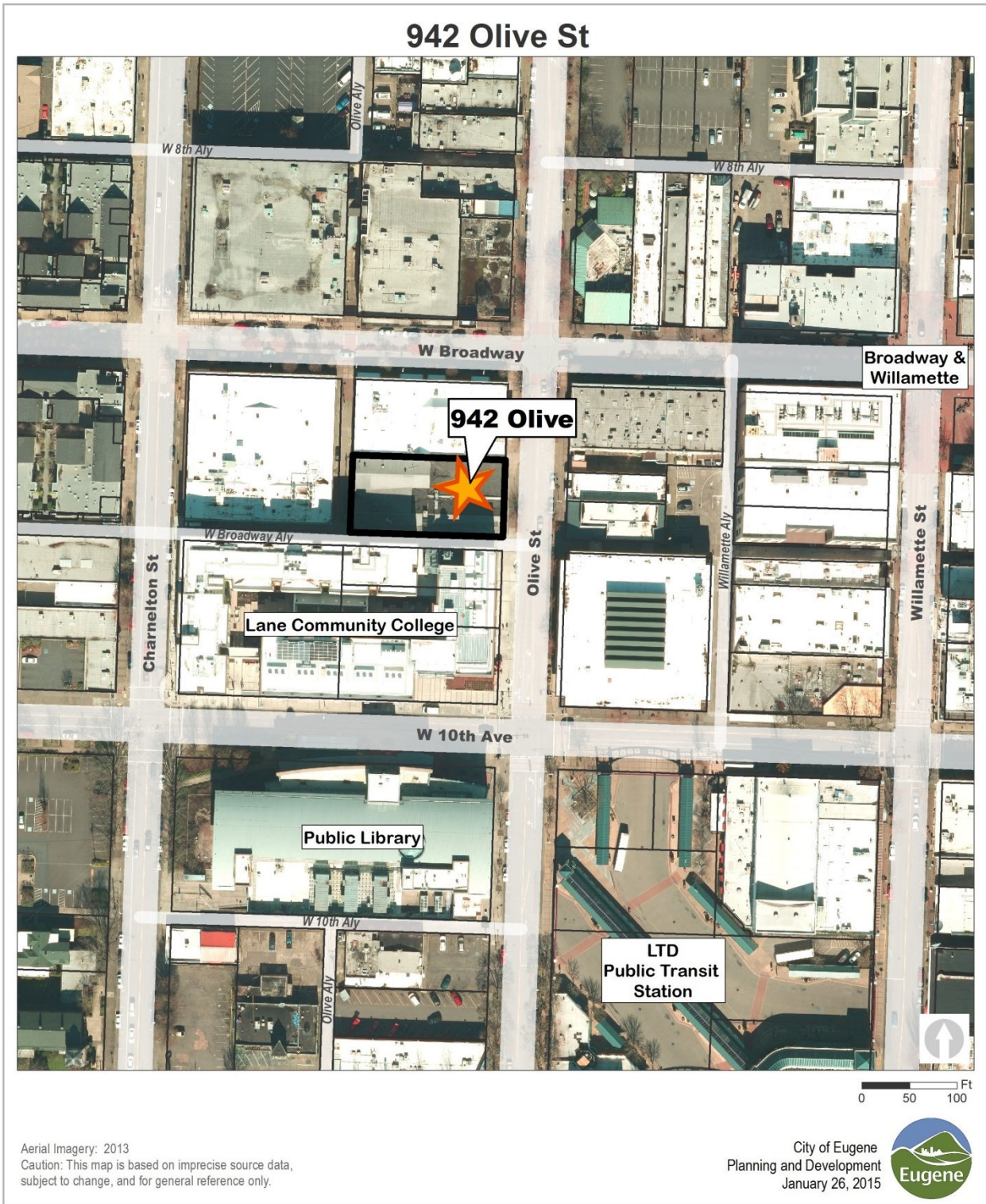
Move to authorize the Agency Director to sell the 942 Olive Street property to the University of Oregon consistent with the terms included in Attachment B.

ATTACHMENTS

- A. Map of 942 Olive Street
- B. Outline of Terms for Sale of Property
- C. Project Timeline
- D. Contemporary and Historic Photos of Property

FOR MORE INFORMATION

Staff Contact: Denny Braud
Telephone: 541-682-5536
Staff E-Mail: denny.braud@ci.eugene.or.us



Aerial Imagery: 2013
Caution: This map is based on imprecise source data,
subject to change, and for general reference only.

ATTACHMENT B**Outline of Terms of Sale for 942 Olive Street**

Buyer: University of Oregon

Seller: Urban Renewal Agency of the City of Eugene

Property: Land and improvements (approximately 12,800 square feet) located at 942 Olive Street

Purchase Price: \$1.00

Property Condition: The property is offered on an “as is” basis. The City intends to submit for a \$60,000 grant from Business Oregon. If the grant funds become available, they will be used for environmental remediation, based on a Level I environmental assessment dated August 8, 2014.

Purchase and Sale Agreement: If terms of sale are agreed upon by the Urban Renewal Agency and the U of O Board of Trustees, Buyer and Seller shall enter into a Purchase and Sale Agreement for the Property listed above.

Closing Date: The closing of the sale shall occur as soon as possible but no later than June 30, 2015, unless a reasonable extension is agreed upon by the seller and buyer.

Project Description: The property will be used to create an entrepreneurial hub, anchored by RAIN Eugene.

Exclusive Negotiation: Seller will not enter into negotiations with any other party.

Parking: The City agrees to identify access to 25 parking permits at market rate or bulk rate, if applicable. The City will make a good faith effort to identify desired bicycle parking located nearby.

Permits and Fees: Buyer will be responsible for all building permits and related fees. The City will provide facilitated permit review.

Reversionary clause:

- a. If RAIN Eugene does not occupy the property within 18 months or does not demonstrate significant progress towards occupying the property, Seller retains the right to purchase the property back from the buyer for \$1.00, plus the fair market value of any improvements made to the property.
- b. If Buyer desires to sell the property within ten years, Seller will retain a right of first refusal, or the Buyer and Seller agree to split net proceeds on a pro-rated basis, based on total investments made in in the building project prior to such sale and a straight-line depreciation of The City’s interest over a 10 year period.
- c. If there is unused space in the property after RAIN Eugene moves in, the U of O will consult with the City to identify compatible uses for the property.

**RAIN Entrepreneurial Hub
Draft Timeline**

January 13, 2015

RAIN Eugene Board approved location of RAIN Eugene and creation of an entrepreneurial hub in 942 Olive Street.

February 9, 2015

Urban Renewal Agency considers the terms for the sale of 942 Olive Street for the location of RAIN Eugene and creation of an entrepreneurial. If the URA approves, the following dates apply:

February 10, 2015

City Staff submits application for Business Oregon grant to remediate identified regulated substances in 942 Olive Street to Intergovernmental Committee for approval.

March 4, 2015

University of Oregon Board of Trustees meets to consider the location of RAIN and creation of an entrepreneurial hub in combination with the Tyler Invention Greenhouse and the Product Design Program. If the Board approves, the following dates apply:

March 16, 2015

Environmental cleanup begins.

April 6, 2015

Property is available for RAIN Eugene/U of O use. Renovation work commences.

February, 2016

RAIN Eugene occupies the building; Tyler Invention Greenhouse and Project Design program follow soon after.

ATTACHMENT D

Contemporary and Historic Photos of 942 Olive Street



