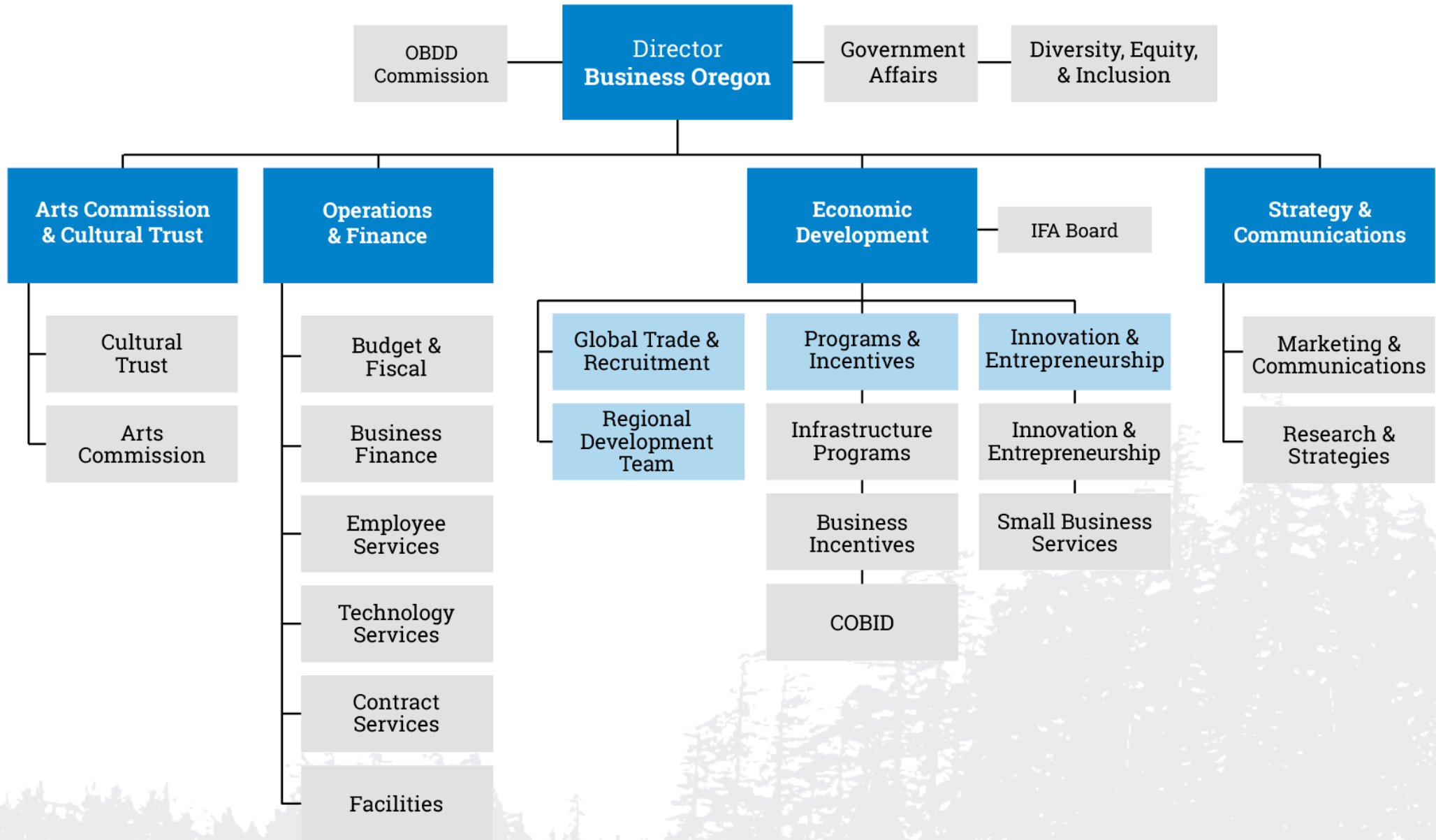


BUSINESS OREGON Infrastructure Programs

House Committee on Economic Development

April 29, 2019





Infrastructure Programs

- Special Public Works Fund
- Water/Wastewater Financing Program
- Safe Drinking Water Revolving Loan Fund
- Seismic Rehabilitation
- Community Development Block Grants

Infrastructure Programs

- Brownfields
- Industrial lands
- Ports
- Broadband
- Regional Infrastructure Fund

Special Public Works Fund

Special Public Works Fund (SPWF) provides funds (primarily loans) for publicly-owned facilities that support economic and community development in Oregon. Funds are available to public entities for:

- Planning
- Designing
- Purchasing
- Improving and Constructing
- Replacing
- Emergency projects as a result of disaster

Special Public Works Fund

Eligible public entities include:

- Cities
- Counties
- County service districts
- Tribal councils
- Ports
- ORS 198.010 districts
- Airport Districts

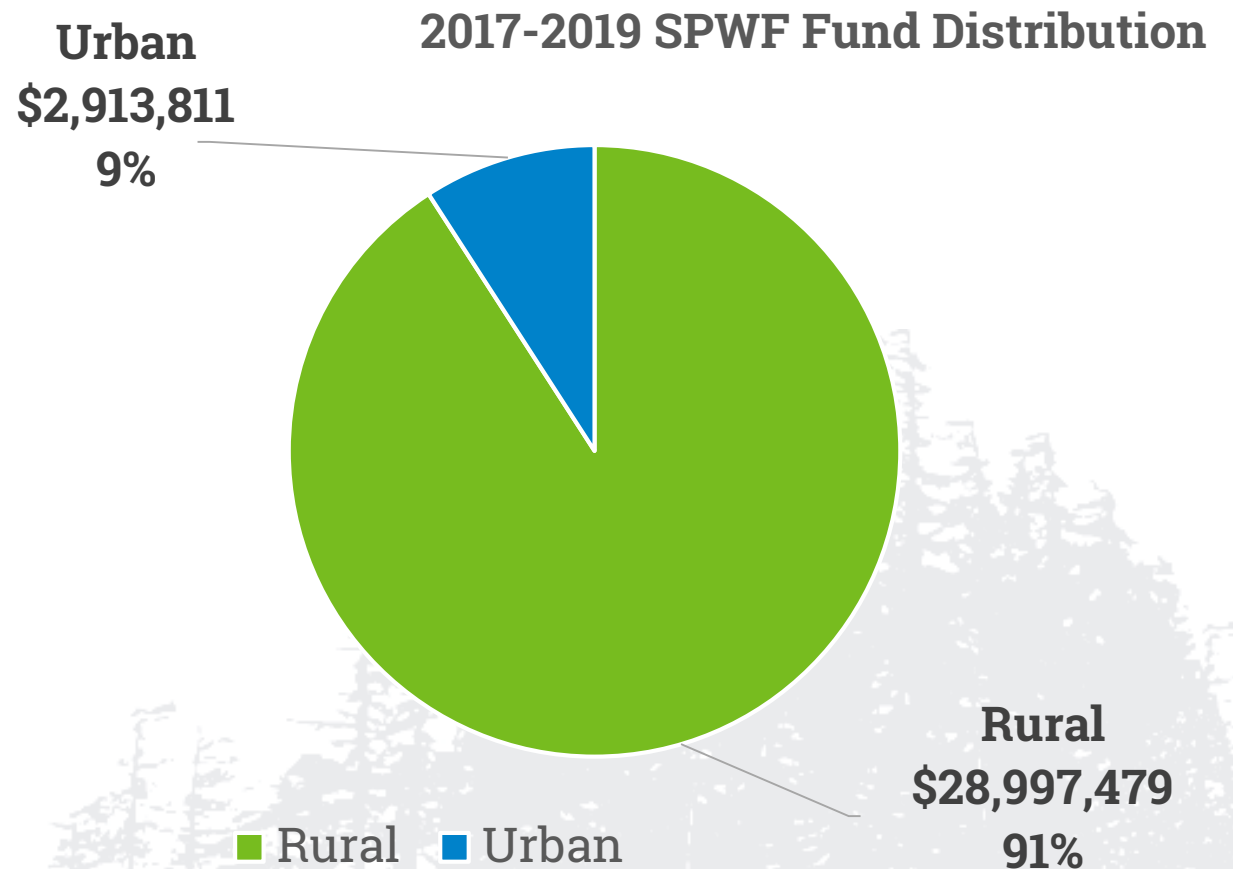
Special Public Works Fund

SPWF can fund a variety of public facility projects including, but not limited to:

- Airport facilities
- Levee accreditation, certification, and repair
- Telecommunications facilities (including broadband infrastructure)
- Storm drainage systems
- Wastewater systems
- Railroad and port facilities, roadways and bridges

Special Public Works Fund

- Primarily Lottery bond, loan repayment, bond bank
- Current biennium commitments:
\$31,911,290 for
38 projects
- Project Distribution:
33 Rural, **5** Urban



Special Public Works Fund

Loans - Typical Terms:

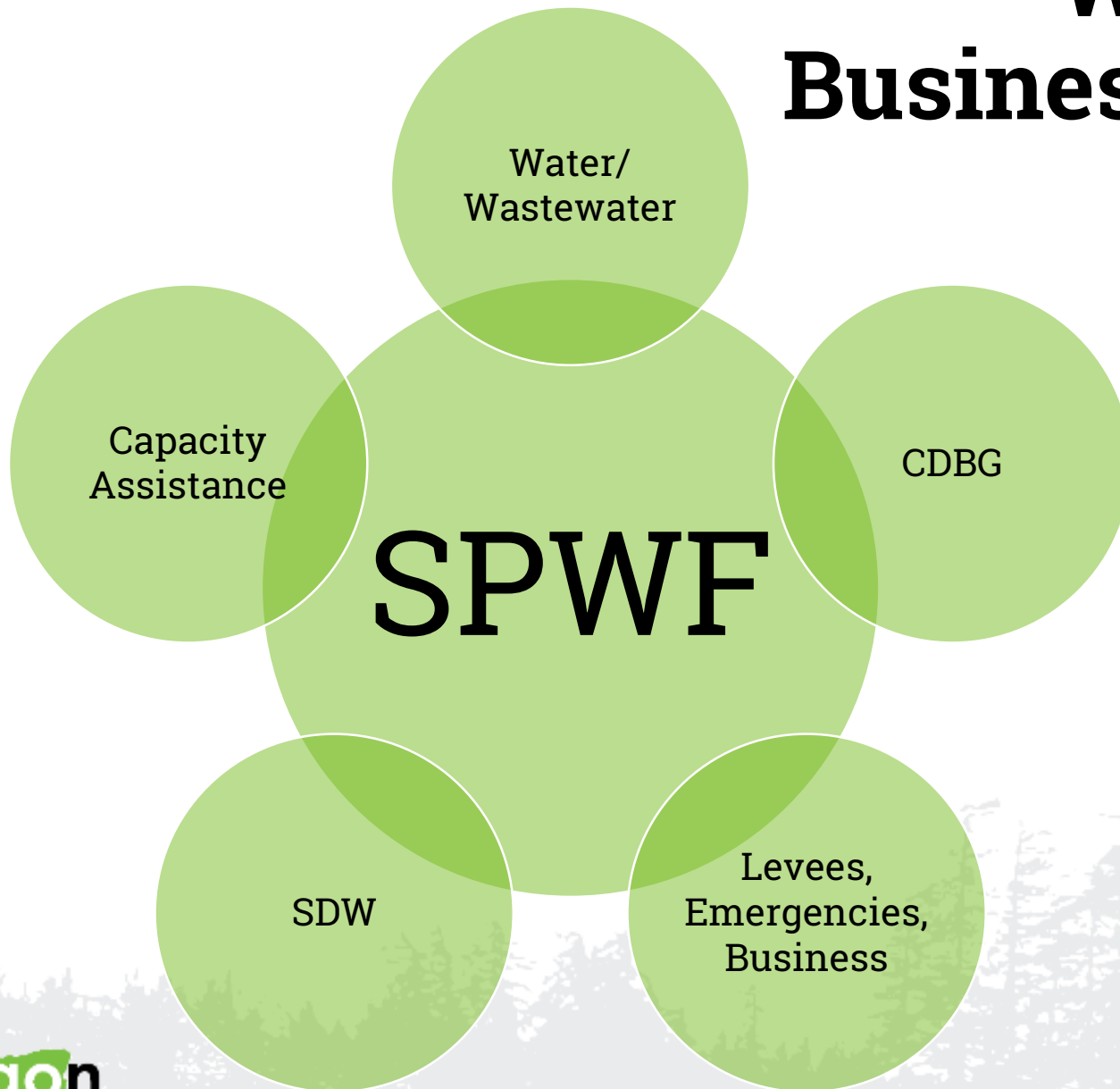
- Loan amounts up to \$10 million
- 25-year amortization (30-year term possible)
- Interest rates are fixed based on the 20-Bond Index
 - Currently at 3.96%
- Construction and permanent financing
- Repayment source: 1.20 debt service coverage ratio required

Special Public Works Fund

Grants – Biennium Limits

- Technical Assistance Grants - \$900,000
- Grants for Planning & Development Projects - \$2M
- Firm Business Commitments - \$2M
- Emergency Grants - \$2.5M
- Levee project one time grant up to \$50,000

Working with Other Business Oregon Services



Special Public Works Fund

Leverage Federal Funds as Match

- EPA Drinking Water State Revolving Fund (20% Match)

2017 \$2,341,000 SPWF leverages \$11,705,000 EPA Funds

2018 \$2,930,872 SPWF leverages \$14,654,360 EPA Funds

- HUD Community Development Block Grant (2% Match)

2017 \$239,567 SPWF leverages \$11,978,330 HUD Funds

2018 \$263,247 SPWF leverages \$13,162,331 HUD Funds

Special Public Works Fund

Pipeline

- SPWF: Approximately **\$36M**
- W/WW: Approximately **\$7 million**
- Projected \$25-35 million annually (POP 104 funds not available until 2021)
- Realizing larger projects (delayed projects, increased cost)



Albany



Lebanon

Water/Wastewater Fund

- Loans and grants to municipalities to comply with the Safe Drinking Water Act and the Clean Water Act
- Technical assistance, design, and construction
- **\$5,422,045** committed to **22 projects** this biennium
- “Disadvantaged” communities may be awarded grants up to **\$750k** and below market-rate loans
- Lottery Bond and Loan Repayment Funds
- Project Distribution: **21 Rural, 1 Urban**



Safe Drinking Water Revolving Loan Fund

- Build or improve drinking water systems to ensure safe drinking water for Oregon communities
- Planning, design, engineering, construction
- **\$63,266,371** committed to **69 projects** this biennium
- Interest rates as low as 1% and grants available to assist with community affordability
- Administer program on behalf of Oregon Health Authority
- Project Distribution: **61 Rural, 8 Urban**



Reservoir Tank Recoating



Yachats



Springfield

Seismic Rehabilitation

Grants to renovate high-risk public schools and emergency services buildings to make them earthquake safe.

- **Schools eligible:**
K-12, community colleges, education service districts.
- **Emergency services eligible:**
Hospitals, fire and police stations, sheriffs' offices, 9-1-1 centers.
- **Services covered:**
Architecture, engineering, project management, structural and non-structural improvements.

Seismic Rehabilitation

2017-19 Biennium

- **\$100m** for schools
- **\$20m** for emergency service facilities
- 2 bond sales: **\$35m** in 2018(awarded), **\$85m** (awarded) 2019
- Grants limited to **\$2.5m** per project
- Project Distribution to date: **50** Rural, **10** Urban

Community Development Block Grants

Federal grants for community development principally for persons of low and moderate income within rural communities.

All projects must meet one of three federal objectives:

- Proposed activities must benefit low- and moderate-income individuals
- Activities must aid in the prevention or elimination of slums or blight
- Must be urgent need that poses a serious and immediate threat to the health or welfare of the community

Community Development Block Grants

- Current 2017-19 biennium: 20 projects for **\$15.8M**
 - **\$3.7m** to 3 community facilities
 - **\$1.9m** to 1 water system projects
 - **\$6.8m** to 6 wastewater projects
 - **\$3.2m** to 8 housing rehab projects
 - **\$15,250** to 2 microenterprise assistance projects

Business Oregon's Brownfields Program:

- Oregon Brownfields Redevelopment Fund (State):
 - Assessments, Studies, Integrated Planning, Cleanup
 - Demolition if cleanup requires removal of a structure
 - Purchase of property if cleanup is essential component of acquisition
 - DEQ regulatory oversight and or review required
- Oregon Brownfields Cleanup Fund (Federal):
 - Cleanup only
 - Demolition if cleanup requires removal of a structure
 - Subject to federal crosscutting requirements
 - DEQ regulatory oversight required

Brownfields

- Provides state and federal financing through loans and grant to help assess and cleanup contaminated properties
- **\$3,219,931** committed to **44** project this biennium
- Project Distribution: **28** Rural, **16** Urban

Oregon Broadband Office

- Established within Business Oregon by Governor Executive Order
- 2019-21 Governor's recommended budget includes:
 - **\$1.1m** for the Oregon Broadband Office
 - **\$5m** for an Oregon Broadband Fund for rural areas
- Broadband investment and deployment strategies for underserved areas
- Support local broadband planning and public-private partnerships
- Advocate for policies that remove barriers to broadband deployment
- Help communities access federal and state funds.

Regional Infrastructure Fund

Regional Infrastructure Fund (RIF): Provides grants and loans to local governments for RS implementation projects including planning and design.

Goals:

- Address regional priorities
- Support capital projects with strong economic development impact
- Align with, or leverage, other investments to retain and create jobs

Regional Infrastructure Fund (RIF)

- **2017-2019 biennium**

- \$4 million available

- \$200K minimum for each of 11 RS Regions

- 99 projects requesting \$40 million

- 18 projects awarded

- Highlight from the 18:

- Awarded project match was \$84.5 million, which equals approx. \$1 million of RIF coupled with \$21 million of match