

## RESOLUTION NO. 2024 - 02

A Resolution of the McMinnville Urban Renewal Board approving the Annual Financial Report for the McMinnville Urban Renewal Agency for Fiscal Year Ended June 30<sup>th</sup>, 2023, per Oregon Revised Statute 457.460.

### RECITALS:

**Whereas**, the City of McMinnville created an Urban Renewal Area in its downtown core and NE Gateway Area in 2013; and

**Whereas**, the Purpose of this plan was to assist in implementing the goals of the McMinnville Comprehensive Plan, the Third Street Streetscape Plan, and other planning documents, to help stimulate the economy, create a unique identity and sense of place, and to support local downtown businesses and development of the downtown and the NE Gateway area; and

**Whereas**, per Oregon Revised Statute 457.460, the McMinnville Urban Renewal Agency must prepare and file an annual financial report with the governing body of the municipality each year.

**NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF MCMINNVILLE, OREGON as follows:**

1. That the attached (Exhibit A) Annual Financial Report for the McMinnville Urban Renewal Agency for Fiscal Year Ended June 30<sup>th</sup>, 2023 is hereby approved and filed with the City of McMinnville.
2. This Resolution will take effect immediately upon passage.

Adopted by the Board Members of the McMinnville Urban Renewal Agency at a regular meeting held the 27<sup>th</sup> day of February, 2024 by the following votes:


Ayes: Geary, Menke, Chenoweth, Peralta, Garvin \_\_\_\_\_

Nays: \_\_\_\_\_


Approved this 27<sup>th</sup> day of February, 2024.

  
\_\_\_\_\_  
City Council President

Approved as to form:

  
\_\_\_\_\_  
City Attorney

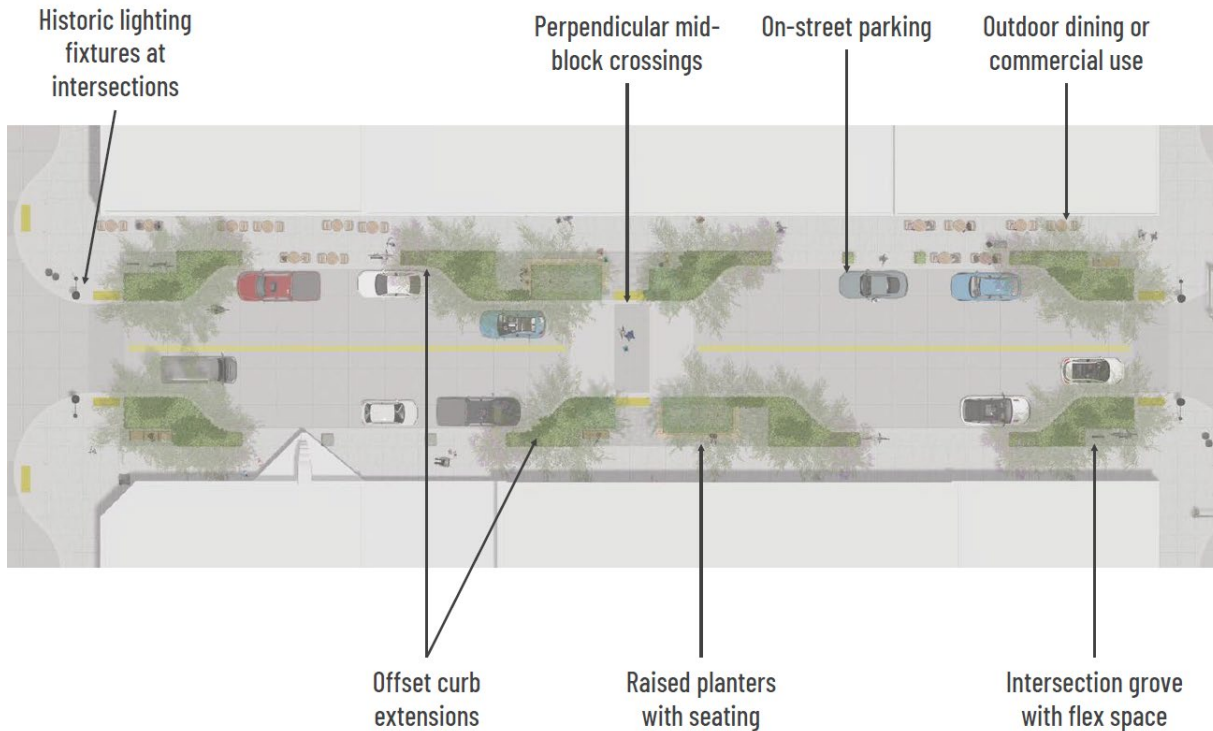
Attest:

  
\_\_\_\_\_  
City Recorder

Exhibits:

Exhibit A – Annual Financial Report for Fiscal Year Ended June 30<sup>th</sup>, 2023.

# ANNUAL FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30TH, 2023



**THIRD STREET IMPROVEMENT PROJECT, PHASE B & C – CONCEPT DESIGN**  
Funded and implemented in Fiscal Year, 2022/2023 by the Urban Renewal Agency

**McMinnville Urban Renewal Agency**  
**2022 – 2023**

This report fulfills the requirements, prescribed in ORS.457.460, for the filing of an annual report detailing the financial activity of an urban renewal area established in Oregon.

# Annual Financial Report for Fiscal Year Ended June 30th, 2023

## MCMINNVILLE URBAN RENEWAL AGENCY

### MCMINNVILLE URBAN RENEWAL AREA HISTORY

The City of McMinnville created an Urban Renewal Area (URA) in its downtown core and NE Gateway area in 2013. The purpose of this plan was to assist in implementing the goals of the McMinnville Comprehensive Plan, the Third Street Streetscape Plan, and other planning documents, to help stimulate the economy, create a unique identity and sense of place, and to support local downtown businesses and the development of the NE Gateway area. Urban renewal provides a method to fund projects and tools to help achieve these recommendations and goals.

### Goals

To effectively support the McMinnville Comprehensive Plan and other planning documents, the City of McMinnville formulated a series of Goals and Objectives to guide activities funded by, or related to the URA. The Goals and Objectives are listed in the Plan, and the goals are reiterated here:

Goal 1. Maintain a citizen involvement program that ensures the opportunity for citizens to be involved in all phases of the urban renewal implementation process.

Goal 2. Encourage the economic growth of the Area as the commercial, cultural, civic, and craft industry center for McMinnville.

Goal 3. Enhance the physical appearance of the district, create a pedestrian environment that encourages the development and redevelopment of active uses such as shopping and entertainment, and support commercial, civic, and craft industrial business activity.

#### DOWNTOWN COMMERCIAL CORE

The downtown commercial core should be a regional destination as well as the commercial center for the citizens of McMinnville. Its identity should enhance and preserve the qualities of the downtown, including its historic heritage, that make it an economically healthy, attractive, and unique environment for people to live, work, shop, and socialize.

#### NORTHEAST GATEWAY

The Northeast Gateway area should be a unique destination that reflects the authenticity of historic and current uses within the area – a place where things are crafted, experienced, and enjoyed, and a place for people to live, work, and play.

Goal 4. Encourage development of a transportation network that provides for safe and efficient multi-modal transportation for vehicles, pedestrians, and bicyclists, and encourages the redevelopment and development of parcels within the Area.

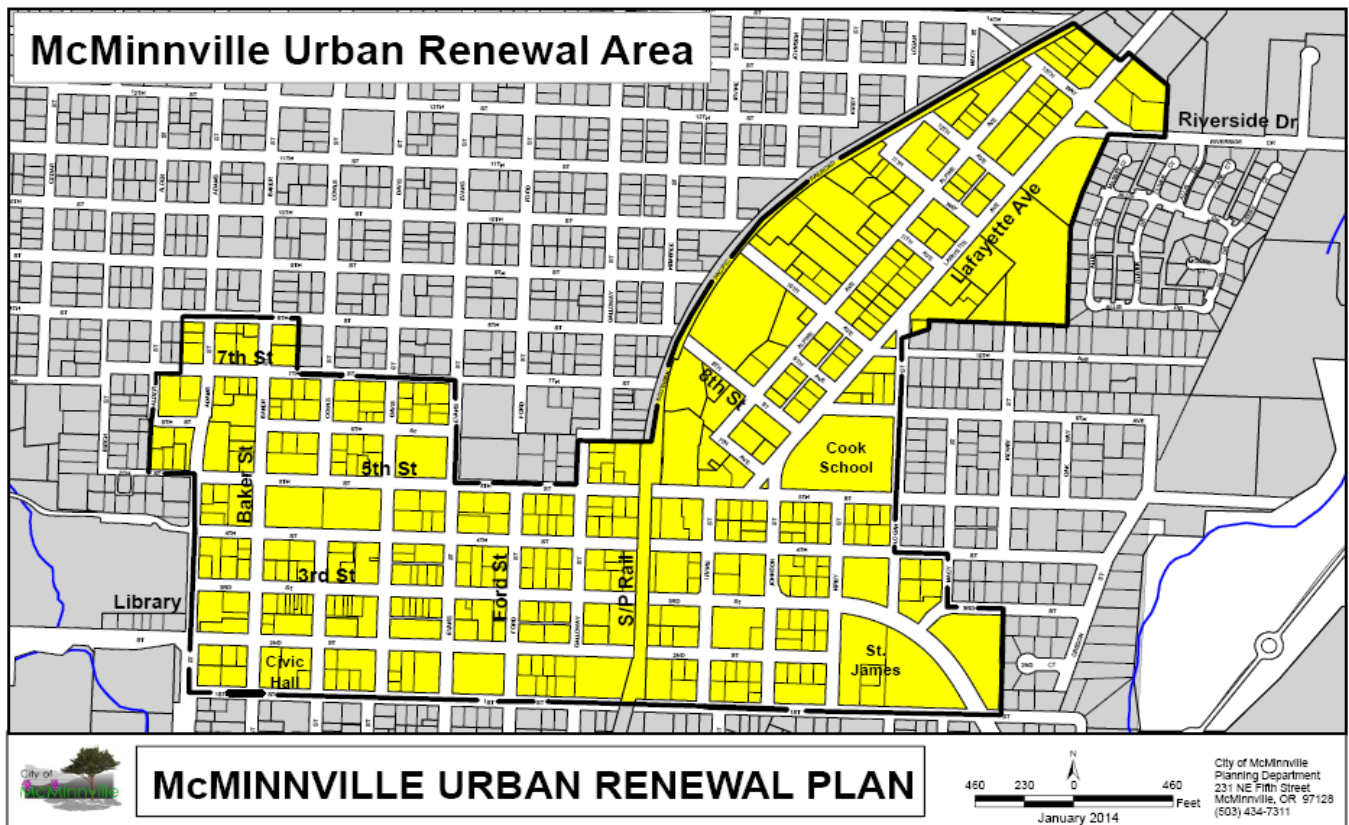
Goal 5. Provide necessary public and private facilities and utilities at levels commensurate with urban development. Public utilities should be extended in a phased manner, and planned and provided in advance of, or concurrent with, development.

Goal 6. Promote development of affordable, quality housing in the Area. Promote a residential development pattern that is compact and energy efficient, provides for an urban level of public and private services, and allows unique and innovative development techniques to be employed in residential designs.

Goal 7. Enhance sites and structures of historical, cultural, and/or architectural significance.

Goal 8. Pursue development and redevelopment opportunities that will add economic, civic, educational, craft industry, and cultural opportunities for the citizens of McMinnville, economically strengthen the Area, and attract visitors to the Area.

A full copy of the McMinnville Urban Renewal Plan and Report can be found on the City of McMinnville website at [Urban Renewal | McMinnville Oregon](#)





## FINANCIAL REPORTING

### Money Received

ORS 457.460 (a)

	Urban Renewal Fund	Debt Service Fund	Total
<b>Resources</b>			
Property Taxes - Current	--	\$652,989	\$652,989
Transfer In (from Debt Service Fund)	\$88,821	--	\$88,821
Property Assistance	\$24,893	--	\$24,893
Interest income	\$12,268	\$19,792	\$32,060
Misc		\$354	\$354
<b>Total resources</b>	<b>\$125,982</b>	<b>\$673,135</b>	<b>\$799,117</b>

### Money Expended

ORS 457.460 (b)

	Urban Renewal Fund	Debt Service Fund	Total
<b>Expenditures</b>			
Third Street Streetscape Improvement Project	\$7,756	--	\$7,756
Property Assistance	\$50,000	--	\$50,000
Public Offstreet Parking	\$15,000	--	\$15,000
Administration	\$63,712	--	\$63,712
Transfer Out (to UR Fund)	--	\$88,821	\$88,821
Debt Service	--	\$187,288	\$187,288
<b>Total Expenditures</b>	<b>\$136,468</b>	<b>\$276,108</b>	<b>\$412,576</b>

### Long-term obligations

The Agency and the City entered into an intergovernmental agreement for the City to loan \$2,192,300 to the Agency for construction of the Alpine Avenue project. The Agency and City also have an intergovernmental agreement for the Agency to reimburse the City for Urban Renewal planning expenditures and accounts payable. The balance is being repaid over fifteen years as follows:

Fiscal year ending June 30	Principal	Interest	Total
2024	\$158,420	\$28,875	\$187,295
2025	\$161,660	\$25,626	\$187,286
2026	\$164,980	\$22,312	\$187,292
2027	\$168,370	\$18,929	\$187,299
2028	\$171,810	\$15,477	\$187,287
2029 – 2032	\$629,590	\$25,948	\$655,538
<b>Total</b>	<b>\$1,454,830</b>	<b>\$137,166</b>	<b>\$1,591,996</b>

## FISCAL YEAR 2023-2024

### Estimated Revenues

ORS 457.460 (c)

The estimated revenues for fiscal year 2023-2024, net of transfers, is \$744,628

### Proposed Budget for Current Fiscal Year 2023-2024

ORS 457.460 (d)

	Urban Renewal Fund	Debt Service Fund	Total
<b>Resources</b>			
Beginning Fund Balance	\$56,850	\$877,866	\$934,716
Property Taxes – Current	--	\$710,000	\$710,000
Property Taxes – Prior	--	\$7,500	\$7,500
Transfer In (from Debt Service Fund)	\$893,212	--	\$893,212
Interest income	\$3,050	\$10,600	\$13,650
Developer Loan Repayments	\$13,478	--	\$13,478
<b>Total resources</b>	<b>\$966,590</b>	<b>\$1,605,966</b>	<b>\$2,572,556</b>
<b>Expenditures</b>			
3rd Street Improvements	\$185,000	--	\$185,000
Development Assistance Program	\$140,000	--	\$140,000
Public Offstreet Parking	\$64,000	--	\$64,000
Housing	\$50,000	--	\$50,000
District Identity Improvements	\$40,000	--	\$40,000
Downtown Master Plan	\$200,000	--	\$200,000
Administration	\$87,590	--	\$87,590
Debt service		\$187,295	\$187,295
Transfer Out (to UR Fund)		\$893,212	\$893,212
Contingency	\$200,000	\$100,000	\$300,000
<b>Total Expenditures</b>	<b>\$966,590</b>	<b>\$1,180,507</b>	<b>\$2,147,097</b>
<b>Ending Fund Balance</b>	<b>--</b>	<b>\$425,459</b>	<b>\$425,459</b>

## Maximum Indebtedness

ORS 457.460 (e)

The maximum indebtedness established in 2013 for the McMinnville Urban Renewal Plan is \$30,000,000. The maximum indebtedness is the total amount of tax increment funds that can be spent on projects, programs, and administration in the urban renewal area over the life of the urban renewal plan.

	Formal Indebtedness	Other Expenditures	TOTAL INDEBTEDNESS
<b>Authorized Maximum Indebtedness</b>			\$30,000,000
Administration, Projects, Plans		\$926,049	
Alpine Avenue (Chase)	\$2,192,300		
Design Work (City of McMinnville)	\$35,000		
<b>TOTAL</b>	<b>\$2,227,300</b>	<b>\$926,049</b>	<b>\$3,153,349</b>
<b>REMAINING INDEBTEDNESS</b>			<b>\$26,846,651</b>

## Impact on Taxing Districts

ORS 457.460 (f)

The revenues foregone by local taxing districts due to urban renewal are shown in the table below. This information is from Yamhill County Assessor records, Table 4e.

Once the urban renewal area is terminated, the taxing jurisdictions receive the full permanent rate of taxes. The McMinnville School District 40 and Willamette Regional ESD are funded through the State School Fund on a per pupil allocation. There is no direct impact of urban renewal on their funding. The State School Fund is funded through property tax allocations and other state resources.

Taxing District	Revenue Foregone Permanent Rate
Yamhill County	\$135,808
Yamhill County Extension Service	\$2,307
Yamhill County Soil & Water	\$1,648
McMinnville School District 40	\$218,455
Willamette Regional ESD	\$15,486
City of McMinnville	\$264,364
Chemeketa Library	\$4,285
Chemeketa Community College Before Bonds	\$32,949
<b>TOTAL</b>	<b>\$675,303</b>