



MULTNOMAH COUNTY AGENDA PLACEMENT REQUEST

(Revised: 6/9/2014)

Board Clerk Use Only

Meeting Date: 8/25/16
Agenda Item #: R.1
Est. Start Time: 9:30 am
Date Submitted: 8/17/16

Agenda Title: **Authorize \$375,000 Loan to the Sandy Drainage Improvement Company**

Note: Title should not be more than 2 lines but sufficient to describe the action requested. Title on APR must match title on Ordinance, Resolution, Order or Proclamation.

Requested

Meeting Date: August 25, 2016 **Time Needed:** 15 minutes

Department: Nondepartmental **Division:** District 4

Contact(s): Sean Files

Phone: 503-988-5213 **Ext.** **I/O Address:** 503/6

Presenter

Name(s) & Reed Wagner, Executive Director, Sandy Drainage Improvement Company

Title(s): John Tydlaska, Economic Development Specialist, Multnomah County

General Information

1. What action are you requesting from the Board?

The Sandy Drainage Improvement Company (SDIC) is coordinating the Troutdale Weir Project to replace this infrastructure in East Multnomah County. This agenda item requests the Board to approve a loan of \$375,000 from the Capital Asset Revolving Fund to complete their necessary financing for this work.

2. Please provide sufficient background information for the Board and the public to understand this issue. Please note which Program Offer this action affects and how it impacts the results.

The Sandy Drainage Improvement Company has been a part of the Multnomah County Drainage Districts since 1998, and extends in East Multnomah County from 223rd on the west to the Sandy River on the east, with the Union Pacific Railroad as the southern boundary. Its jurisdiction includes land owned by Multnomah County, the Cities of Troutdale and Fairview, many small to medium sized businesses, the Troutdale Airport, and over 800 acres of undeveloped land including the Troutdale Reynolds Industrial Project (TRIP) owned by the Port of Portland. The SDIC's mission is to assure a reliable, well-managed flood plan in this area.

The Troutdale Weir Project replaces a weir, similar to an overflow spillway on a dam, to measure discharge and prevent flooding in the Salmon Creek watershed. Multnomah County maintains roadway and multiple culverts within this drainage area.

The total cost for this replacement project is approximately \$1 million. Pending Board approval, Multnomah County will loan \$375,000 from the Asset Replacement Revolving Fund to SDIC to fund this work.

3. Explain the fiscal impact (current year and ongoing).

Loaning \$375,000 from the Asset Replacement Revolving Fund would mean that such funds would not be available for County use until the loan is repaid. The loan will bear interest at 1.6% annually, and SDIC will make interest only payments until FY 2024, when the loan will be repaid with annual payments of principal and interest until it is fully paid back in FY 2032. Over the fifteen years of the loan, the County will receive approximately \$69,500 in interest, although SDIC may prepay the loan earlier, in which case interest earnings will be less, and the funds will be available for County use before FY 2032.

4. Explain any legal and/or policy issues involved.

None.

5. Explain any citizen and/or other government participation that has or will take place.

The Troutdale Weir Project is led by the SDIC, with financial support from the Port of Portland, the City of Troutdale, and Multnomah County pending approval of this agenda item.

Required Signature

**Elected
Official or
Department**

Director: Diane McKeel /s/

Date: 8/17/16

Note: Please submit electronically. Insert names of your approvers followed by /s/ - we no longer use actual signatures. Please insert date approved.