

BEFORE THE COUNCIL OF THE
METROPOLITAN SERVICE DISTRICT

FOR THE PURPOSE OF APPROVING USE)	RESOLUTION NO. 91-1380
OF PORTLAND REGION FEDERAL-AID)	
URBAN SYSTEM FUNDS IN PARTIAL)	Introduced by
SUPPORT OF THE OREGON ROADS)	David Knowles, Chair
FINANCE STUDY UPDATE)	Joint Policy Advisory
)	Committee on Transportation

WHEREAS, The Oregon Transportation Commission (OTC)/
Association of Oregon Counties (AOC)/League of Oregon Cities (LOC)
appointed Policy Committee has proposed an update of Oregon's road
needs and existing sources of revenues; and

WHEREAS, It is intended that the results of the study
will serve as a recommended package on which the 1993 Legislature
can base state and local road financing; and

WHEREAS, Costs of the study are to be financed from the
State Highway Fund at 60 percent, Federal-Aid Secondary funds
(counties) at 25 percent, and Federal-Aid Urban funds (urban areas)
at 15 percent; and

WHEREAS, The Metro region has been called upon to provide
its pro-rata share of the \$144,901 of Federal-Aid Urban funds; now,
therefore,

BE IT RESOLVED,

1. That the Council of the Metropolitan Service
District endorses completion of the Oregon Multi-Modal Transporta-
tion Plan and the Roads Finance Study.

2. That \$84,274 of regional Federal-Aid Urban funds is
hereby released to ODOT to support the study.

3. That the Metro Council recognizes that the City of Portland will have the option to take separate action (FAU or other funds) to provide its pro-rata share of \$60,627.

4. That the Metro Council finds these actions in accordance with the Regional Transportation Plan and gives affirmative Intergovernmental Project Review approval.

ADOPTED by the Council of the Metropolitan Service District this 24th day of January, 1991.



Jim Gardner, Deputy Presiding Officer

STAFF REPORT

CONSIDERATION OF RESOLUTION NO. 91-1380 FOR THE PURPOSE
OF APPROVING USE OF PORTLAND REGION FEDERAL-AID URBAN
SYSTEM FUNDS IN PARTIAL SUPPORT OF THE OREGON ROADS
FINANCE STUDY UPDATE.

Date: January 4, 1991

Presented by: Andrew C. Cotugno

PROPOSED ACTION

Adoption of this resolution would authorize \$144,901 of Federal-Aid Urban (FAU) funds as the Portland region's contribution toward the update of the Oregon Roads Finance Study based on pro-rata shares of the regions FY 1991 FAU allocations:

Region	\$ 84,274	(58.16%)
City of Portland	<u>\$ 60,627</u>	(41.84%)
	\$144,901	

Additionally, the resolution would recognize that the City of Portland, at its option, may take separate action (FAU or other funds) in providing its pro-rata share.

TPAC has reviewed the usage of these funds and recommends approval of Resolution No. 90-1380.

FACTUAL BACKGROUND AND ANALYSIS

The Oregon Highway Division, Association of Oregon Counties, and League of Oregon Cities have recommended an update of the Oregon Roads Finance Study.

The objective of the study is to develop a legislative proposal for the 1993 session for a roads financing package to meet the long-term needs of the cities, counties and state. Key elements of the study toward this objective include establishment of road needs for Maintenance, Preservation and Modernization of the city, county and state systems, evaluation of existing and potential revenue sources, and development of a recommended package to fund unmet needs.

The 18-month study is to begin in May with funding (\$1.8 million) to be provided as follows: 60 percent from the State Highway Fund, 25 percent from Federal-Aid Secondary funds on behalf of the counties, and 15 percent (\$270,000) from Federal-Aid Urban funds on behalf of the cities. The funding shares are based upon the current formula for distributing state highway revenues. This resolution approves the Portland regions's share (\$144,901) of the FAU portion of the funding based on FY 1991 pro-rata allocation of FAU funds statewide.

EXECUTIVE OFFICER'S RECOMMENDATION

The Executive Officer recommends approval of Resolution No. 91-1380.

TRANSPORTATION and PLANNING COMMITTEE REPORT

RESOLUTION NO. 91-1380,
APPROVING USE of PORTLAND REGION FEDERAL-AID URBAN SYSTEM FUNDS
in PARTIAL SUPPORT of the OREGON ROADS FINANCE STUDY UPDATE

Date: January 23, 1991 Presented by: Councilor McLain

COMMITTEE RECOMMENDATION

At its January 22, 1991 meeting, the Transportation and Planning Committee voted unanimously (Bauer, Devlin, Gardner, McClain, and Van Bergen) to recommend Council adopt Resolution No. 91-1380.

BACKGROUND

The Oregon Highway Division, A.O.C. and L.O.C. recommend an update of the Oregon Roads Finance Study to develop a legislative proposal for 1993. Funding shares reflect the allocation of state highway revenues. Federal-Aid Urban (FAU) funds cover 15% of the cost of the study. The Portland region's share of the FAU portion of the cost is \$144,901, reflecting its share of FAU allocations. Of this sum, \$84,274 is the region's share. Portland takes separate action to pay the remaining \$60,627.

Resolution No. 91-1380

- o endorses completion of the Oregon Multi-Modal Transportation Plan and the Roads Finance Study
- o releases \$84,274 of regional FAU funds to ODOT

COMMITTEE DISCUSSION/ISSUES

Committee discussion and staff response centered on three issues:

- + What message is Metro sending by not insisting that planning funds be designated for multi-modal? TPAC had this concern, hence the first paragraph of the resolution: "That the Council...endorses completion of the Oregon Multi-Modal Transportation Plan...." ODOT has confirmed that it will do a multi-modal plan with other funds; it would welcome a contribution. ODOT relies extensively on Metro in the metropolitan region and for its multi-modal planning.
- + \$2 million is a lot of money in tight times to update a fairly recent study. It is money the region could use on local projects.
- + The study is a needs analysis, and is not project oriented.