



Economic Development Advisory Board

Tuesday February 23, 2016

3:30pm – 5:00pm

555 Court St NE Salem – Commissioners' Board Room

AGENDA

3:30	Welcome, Introductions, and Announcements	Angie Morris
3:35	January Meeting Minutes – Action	Angie Morris
3:40	BDA Q2 Report: SEDCOR and GROW EDC - Information	Chad Freeman/ Allison McKenzie
3:55	Grant & Loan Committee Update - Action	Bob Hill
4:05	FY16/17 Oregon Lottery Budget – Discussion/Action	Sarah Cavazos/ Kevin Cameron
4:40	Legislative Update – Discussion/Action	Danielle Gonzalez
5:55	Comments and Closing	Angie Morris

Future Meetings

- March 9th at 3:30pm
- April 13th at 3:30pm
- May 11th at 3:30pm

Marion
County **Economic Development**

Executive Committee	Full Board
Monday, July 6, 2015 at 11:00 am Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, Commissioner’s Office	Wednesday, July 8, 2015 at 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, August 3, 2015 at 11:00 am Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, Commissioner’s Office	Wednesday, August 12, 2015 at 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Tuesday, September 1, 2015 at 10:30 am Location: Travel Salem 181 High St NE, Salem	Wednesday, September 9, 2015 at 3:30pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, September 28, 2015 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, October 7, 2015; 3:00 pm – 5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room <i>*Date change due to Community Projects Grant review</i>
Monday, October 26, 2015 at 1:30 pm Location: Travel Salem 181 High St NE, Salem	Wednesday, November 4, 2015; 3:30pm - 5:00pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room <i>*Date change due to Veteran’s Day</i>
Tuesday, December 1, 2015 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, December 16, 2015; 3:00 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, January 4, 2016 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, January 13, 2016; 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, February 1, 2016 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Tuesday, February 23, 2016; 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room <i>*Date change due to budget review</i>
Monday, February 29, 2016 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, March 9, 2016; 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, April 4, 2016 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, April 13, 2016; 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Monday, May 2, 2015 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, May 11, 2016; 3:00 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room
Tuesday, May 31, 2016 at 11:00 am Location: Travel Salem 181 High St NE, Salem	Wednesday, June 8, 2016; 3:30 pm-5:00 pm Location: Courthouse Square - 555 Court Street NE, Salem – 5 th Floor, BOC Board Room

**Marion County Economic Development Advisory Board
January 13, 2015 Meeting Minutes
555 Court St NE, 5th Floor Salem, OR**

Members Present: Nate Brown, Bill Burich, Thomas Chambers, Kevin Cameron, Chad Freeman, Lesa Goff, Bob Hill, Jay Kemble, Nate Levin, Allison McKenzie, Angie Morris, Jim Rasmussen, Evann Remington, Dave Tibbets, Ian Tolleson, and Renata Wakeley.

Staff and Guests Present: Sarah Cavazos, Danielle Gonzalez, Mark Metzger, Brandon Reich, and Mary Stewart.

Call to Order: 3:30pm

Agenda Item: Welcome, Introductions & Announcements

Information/Discussion: Morris called the meeting to order and asked for introductions.

Action: None.

Agenda Item: December Minutes

Information/Discussion: Morris presented the minutes and called for comment; no discussion held.

Action: A motion was brought forth by Chambers to approve the November minutes; a second was made by Burich. The motion was approved unanimously.

Agenda Item: Membership

Information/Discussion: Cameron presented Jose Gonzales' application for membership and called for a vote.

Action: A motion was brought forth by Remington to recommend that the Commissioner's appointment of Jose Gonzales to the EDAB; a second was made by McKenzie. The motion was approved unanimously.

Agenda Item: Land Use Cases Quarterly Update

Information/Discussion: Reich presented the Land Use Cases (see agenda handout). EDAB members expressed interest in continuing to review cases quarterly.

Action: None.

Agenda Item: Oregon Garden Quarterly Report

Information/Discussion: Individual review, no presentation given.

Action: None.

Agenda Item: Community Services Update

Information/Discussion: Cavazos shared that Gonzalez would be providing a quarterly legislative update to EDAB in response to prior discussion. Gonzalez shared her background with legislative work and requested input what information was desired. Items requested: Department of Labor on exempt salary range change on minimum standards. Voter lead initiative IP 28 minimum wage, and gross receipts tax. Freeman offered to help pull information together information on the minimum wage increase. Recommendation was given to utilize Association of Oregon Industries and Salem Chamber as resources for identifying, tracking, and reporting on items; Tolleson also offer to be a resource for presenting on items relevant to food processors and manufacturing industry.

Action: None.

Meeting adjourned: 4:55 p.m.



Economic Development Allocations Quarterly Report

Organization:	SEDCOR		
Quarter Ending:	December 31, 2015		
Allocation:	\$175,000.00	Received YTD:	\$87,500

Instructions: Provide an update on the following objectives, including brief overview of activities to date, successes, challenges or anticipated challenges, and/or any changes made to the objective.

1. Available industrial space

The inventory for industrial buildings in Marion County continues to be constrained. While we in Marion County have some of the best industrial land in the state, there are almost no available buildings. SEDCOR is working with a developers and the state to help find a way to help build additional capacity, and we believe that this will begin to get better in the coming year. It should be noted that this is a statewide issue, especially on the I-5 corridor.

2. Industries with potential growth

Existing firms have continued to lead the recovery in our region. In recent months we have worked with two wood processing firms that have made significant investments in our region. These include the following projects:

Yancey Pallet- moved into Marion County in August of 2015, continue to grow and add jobs;
 Littau Harvester- purchased a building in Stayton and have continued to expand and grow;
 Turner Lumber- continue to invest in their facility.

On the recruitment side of SEDCOR's work we have noticed some key trends in companies looking at moving into our region. This interest growth has been led by four different categories, Food Processing, Distribution, Manufacturing and Value Added Wood Products. In the last two quarters we have seen more interest from Food Processing and Distribution.

The final trend that is beginning, is that in the summer of 2015 we have begun to more interest from companies that are located in the Portland Metro area. These firms have shown interest based on several factors including an interest in the available land in Marion County, and predominately has been based on these firms need to expand their footprints.

3. Make It In the Willamette Valley / BR&E Update

Business Retention and Expansion (BR&E) – SEDCOR is leading the development of a two-county BR&E project that will benefit communities as a whole by helping community members better connect with businesses. SEDCOR has been working with the communities of Jefferson, Silverton, Donald, Gervais, Woodburn, Mt Angel, the Canyon, Brooks, Hubbard, Aurora and Kiezer, who are taking the first steps in

the compiling a task force to help with this project. The county has been a great support on this project. We look forward to working with the county, as well as their new RARE intern, to advance this program. The intention of BR&E projects such as these is to help communities address issues businesses have, build networks and community capacity, educate and inform the community about local business issues, and bring communities together to demonstrate that a community cares about local business.

We continue our work on the Make it in the Willamette Valley initiative. As we have commented in the past this is a three year grant that has been received in partnership with the Mid-Willamette Valley Council Of Governments. This work has helped SEDCOR to continue to build one on one relationships with employers, to help build the BRE program, and to help host events to bring new resources to manufacturers. In addition we finalized our supply chain study which has highlighted some of the vertical supply opportunities in the region.

To help support this we have received additional support for this project from Marion County, Yamhill County, PGE and Pacificorp.

4. Other

Large Lot Study- Working with owners and representatives of large lot (over 50 acres) of industrial land to find out the industries and companies who need this size of parcel for their next expansion, and learning what these firms need to be successful. This project has helped give nationwide exposure to Mill Creek Corporate Center, and it has helped identify our role in the larger regional market. We are currently making outreach to companies who we identified to explore their interest in large projects on the West Coast.

5. Activity and Output Metrics. Complete the following for each quarter.

Number of Clients	Q1	Q2	Q3	Q4	Total
# of new recruitments	11	5			11
# of active recruitments	10	10			10
# of new expansions	0	8			0
# of active expansions	16	23			16
Total Active Clients	37	46			

	Year To Date			YTD Total
	Recruit	Retain	Expand	
No. Companies	1	-	2	3
Retained Jobs	-	5	-	5
New Jobs	75	-	10	85
Capital Ex	-	-	-	\$12,000,000



Economic Development Allocations Quarterly Report

Organization:	GROW EDC		
Quarter Ending:	December 31, 2015		
Allocation:	\$60,000.00	Received YTD:	\$60,000

Instructions: Provide an update on the following objectives, including brief overview of activities to date, successes, challenges or anticipated challenges, and/or any changes made to the objective.

1. Objective – Launch a regional tourism initiative

Last quarter we completed our application with Travel Oregon to be the pilot project for their new Rural Tourism Studio “Lite” in the North Santiam River region, including creating a steering committee for the project and securing letters of support from N. Santiam River cities, Marion & Linn Co commissioners, MWV COG, Travel Salem, Rep. Sherrie Sprenger, Stayton-Sublimity Chamber of Commerce, North Santiam Chamber of Commerce, Detroit Lake Recreation Area Business Association, NS Young Pros and the US Forest Service Detroit Ranger District. These in-person and online trainings are intended to help our area build a cohesive outdoor recreation product and brand that will provide high value authentic experiences for visitors. Tourism is an important economic driver in Oregon and our long-term goal is to become a destination in our own right, not just a place you drive through to get to somewhere else.

The steering committee will begin meeting in February, with two day-long community trainings set for Tues March 29 and Tues April 12 (location TBD). These community trainings are held on Tuesdays to make it easier for tourism-related business owners to participate, and are open to anyone with an interest in tourism in our area. Between March 29 and April 12 a series of online trainings will be available for participants to complete on their own or through a facilitated group conversation. These are progressive trainings with knowledge and input building from one session to the next. Ideally, participants will attend all of the trainings, but we welcome any interested people to attend as many as they are able.

Next up: PR going out to local media and tourism stakeholders in January; confirming venues; Travel Oregon FAM trip in mid-February.

2. Objective – Youth engagement/workforce development.

The North Santiam Young Professionals have expressed an interest in working with small groups of high school students in the Santiam Canyon School District. We met with Superintendent Todd Miller late in the quarter to discuss what structure and timing might best suit the needs of students and the district, and to ascertain interest in their involvement. Ten of our young professionals have already volunteered to participate in the district’s career day and job shadowing. Several Young Pros are expected to participate in Stayton High School’s career day with mock interviews later in January. We are also exploring partnerships with Willamette Promise and INCITE, with an eye toward getting more students connected with local businesspeople, thereby widening their horizons about possible career opportunities.

Next up: further conversations with Santiam Canyon School District; connecting with INCITE and Willamette Promise about potential collaboration

3. Objective – Launch a community-based lending program.

This project is on hold until late spring.

4. Objective – Apply value chain methodology to the natural resources industry.

Grady McMahan of the US Forest Service & our Executive Director participated in Rural Development Initiative’s value chain training with an eye toward applying it in the natural resources/wood products industry. Value chain methodology is demand-driven and focuses on building long-term wealth throughout a region. For any value chain program to work, participants must have self-interest and be open to the common interests of the group. There must be an existing problem of demand that has not been met, and any major existing industry players need to be enthusiastic about and committed to the program. This is a long-term process and it requires the involvement of multiple stakeholders to be effective.

We came away from this training with more questions than answers about how to apply this to the wood products industry in our area right now. We have discussed inviting an outside speaker to discuss potential demand that could be met by expanding our wood products sector, but first the thinking of our two major wood products manufacturers, Frank Lumber Co. and Freres Lumber Co., plus more in-depth input from SEDCOR and the construction industry, would need to be canvassed to see if pursuing a value chain process is desirable and workable. We chose not to apply for further value chain exploration assistance until some of these key questions are answered.

We do see how this methodology can be applied to tourism, and will consider this structure as a potential framework for future work and collaboration after the rural tourism studio is complete. With its focus on demand, we also see the possibility of applying a version of this methodology to individual businesses.

Next step: conversations with SEDCOR and our key wood products manufacturers to ascertain demand and interest

5. Other – Individual and small business consulting.

Sixty-three clients received direct services from GROW in the fourth quarter, 51 of whom received individual counseling sessions and 53 of whom were returning clients. Two of these existing clients required unusually extensive help this quarter, with lengthy and multiple counseling sessions. We held 6 learning events this quarter with 52 total attendance.

Next up: yearly planning class in Feb and pilot “virtual” Small Steps teleclass in March. Our tourism/hospitality/retail clients will be invited to participate in the tourism community trainings. We are currently looking for an industry professional to do a special training for our restaurant owners that will further support our rural tourism studio.

6. Other – Please provide a brief narrative of other items of importance not identified above.

- Our Executive Director was a presenter at the annual Main Street Conference in The Dalles; we also participated in the early meetings for the newly-launched Main Street program in Stayton
- We attended the regional Land Use planning workshop in Aumsville with many of our local city officials

- Our Executive Director participated in an Appreciative Inquiry (AI) training sponsored by the Chinook Institute in Keizer; AI can be a powerful tool in building community pride and fostering creative thinking about new projects, and also has applications for one-on-one business consulting
- We participated in the Lower Breitenbush Hot Springs Visioning Session hosted by the North Santiam Watershed Council and US Forest Service. The purpose of this session was to begin building a collaborative vision for restoration and development of the lower hot springs, which have fallen into disrepair in recent years
- We took a field trip with county economic development staffperson Danielle Gonzalez to help her get acquainted with the upper canyon communities; Danielle also helped a GROW client with a thorny land use planning issue
- We participated in the county’s Opportunities for Distressed Communities update at Trexler Farm
- Executive Director Allison McKenzie was appointed to the Marion County Economic Development Advisory Board
- We attended a North Santiam Chamber of Commerce Business After Hours event at Trexler Farm, a successful new initiative from the chamber to help canyon business owners stay connected
- We worked with the Aumsville PARC board & staff to help implement the school-year phase of their United Way partners in education grant – after school homework & arts program plus parent coaching - and work through logistical and management hurdles

7. Activity and Output Metrics. Complete the following for each quarter.

Number of Clients	Q1	Q2	Q3	Q4	Total
# of new clients	19	10			
# of returning clients	58	53			
Total Active Clients					
Type of Clients	Q1	Q2	Q3	Q4	Total
# of clients with existing businesses	67	58			
# of clients with prospective/new businesses	10	5			
Services Provided	Q1	Q2	Q3	Q4	Total
# of clients that received counseling	64	50			
• # of individual counseling sessions provided	150	114			
# of workshops/ events held	4	6			
# of individuals participating in workshops	31	28			
Total # of workshop attendees	58	52			
Total # of client contact hours (includes all activities, workshops, counseling, etc.)	2130	2441			

PROPOSED 2016-17 ECONOMIC DEVELOPMENT BUDGET

RESOURCES	Approved FY 14-15	Approved FY 15-16	Proposed FY 16-17	
State Video Lottery	\$ 1,376,388	\$ 1,618,323	\$ 1,618,323	
Interest	\$ 2,394	\$ 6,053	\$ 12,749	calculated on 0.90% interest on networking capital
Other Fund Transfers	\$ -	\$ 47,721	\$ -	
Settlements	\$ 101,416	\$ 105,000	\$ 200,000	
Net Working Capital	\$ 1,195,400	\$ 1,382,330	\$ 1,416,559	
TOTAL REVENUE	\$ 2,675,598	\$ 3,159,427	\$ 3,247,631	

REQUIREMENTS	Approved FY 14-15	Approved FY 15-16	Proposed FY 16-17	
Lottery Administration (#073310)				
Personnel	\$ 58,754	\$ 92,477	\$ 177,693	
M&S	\$ 4,000	\$ 9,500	\$ 25,445	includes travel, meetings, professional development, dues, and advertising
Contractual Services	\$ 22,000	\$ 49,721	\$ 172,000	
County Administrative Charges	\$ 15,424	\$ 72,331	\$ 72,344	
Contingency	\$ 10,200	\$ 313,202	\$ 324,763	limited to 10% per the budget parameter
Ending Fund Balance	\$ 924,356	\$ 727,546	\$ 189,054	
Administration Sub-Total	\$ 1,034,734	\$ 1,264,777	\$ 961,299	

Grant/Loan Programs				
073303 - Trade Skills Training	\$ -	\$ -	\$ 50,000	
073304 - Community Project Grants	\$ 74,800	\$ 127,726	\$ 174,944	
073305 - Business Development Grants	\$ 235,000	\$ 285,860	\$ 313,500	
073306 - Strategic Business Recruitment Fund	\$ -	\$ -	\$ 125,000	
073307 - Infrastructure Development Fund	\$ -	\$ 100,000	\$ 206,824	YTD includes projected Aumsville project
073308 - Business Loan Fund	\$ -	\$ -	\$ 100,000	
Grant/Loan Programs Sub-Total	\$ 309,800	\$ 513,586	\$ 970,268	

Oregon Garden (#073302)				
Bond Principle	\$ 474,899	498,355	522,968	
Bond Interest	\$ 77,164	\$ 53,709	29,096	
Oregon Garden Sub-Total	\$ 552,063	\$ 552,064	\$ 552,063	

Board Designated Allocations (#073306)				
073301 - Good Neighbor Program	\$ 20,000	\$ 20,000	\$ 20,000	
561305 - Transfer to Planning	\$ 324,000	\$ 324,000	\$ 324,000	
073306 - SEDCOR	\$ 175,000	\$ 175,000	\$ 160,000	
073306 - Travel Salem	\$ 100,000	\$ 100,000	\$ 100,000	
073306 - GROW No. Santiam	\$ 60,000	\$ 60,000	\$ 60,000	
073306 - Oregon Garden Foundation	\$ 100,000	\$ 100,000	\$ 100,000	
073306 - Career and Technical Education Center	\$ -	\$ 50,000	\$ -	
BOC Discretion	\$ -	\$ -	\$ -	
Board Designated Allocations Sub-Total	\$ 779,000	\$ 829,000	\$ 764,000	
TOTAL EXPENDITURES	\$ 2,675,597	\$ 3,159,427	\$ 3,247,631	
Profit/Loss	\$ 1	\$ -	\$ 0	



Your business expertise and knowledge from your industries are requested to shape the legislative discussions and make specific economic development recommendations to the Marion County Board of Commissioners in support of the priority areas in economic development.

This guide is to provide context and a starting point for discussions of what the Marion County Board of Commissioners are reviewing at the state and federal levels. This document is certainly not meant to be all encompassing, but rather a document to springboard lively discussions on proposed or necessary legislation and make official recommendations to the Board of Commissioners for review.

The 2016 Oregon Legislative session is underway and our governmental relations partners have pulled together some of the Oregon Legislative bills and the U.S. Congressional bills that have been proposed and likely to move past committee or have significant local interest. The 2016 Oregon Legislative Session is a short session from February 1 to March 5 and will have a long session of in 2017. The 2nd Session of the 144th U.S. Congress convened January 11th and has a target adjournment date of December 16th.

EDAB requested info: Minimum Wage, Department of Labor and Exempt employees, IP28, Oregon Transient Lodging Tax (aka Eugene 2021 bill)

Minimum Wage: HB 4054 and SB 1592- Parallel bills in both house and Senate to increase Oregon Minimum Wage in stages to \$13.50 by 2019. This would also include \$14.75 minimum wage in Portland metro area. If enacted, these bills would be adjusted to match annual inflation based on the U.S. City Average Consumer Price Index after 2019. The Senate version of the bill has cleared committee and is expected to get a floor vote soon.

Department of Labor rules for Exempt Employees: In 2015, DOL updated and provided clarity for the Fair Labor Standards Act with regards to overtime pay for exempt (salaried) and non-exempt (hourly) employees. This was in response to numerous court cases moving through the U.S. circuit courts and onto the U.S. Supreme Court. In general, an exempt employee must be compensated at least \$455 per week, exercise independent judgment, provide creative services or outside sales (where travel is most of job). Most all other employees that require physical skill are non- exempt.

Initiative Petition 28: Increases minimum tax of corporations with Oregon Sales of more than \$25 million starting in 2017. It is expected to affect approximately 1,000 or 4% of C-Corporations that do business in Oregon. The Title of Initiative Petition 28 was contested to the Oregon Supreme Court and was upheld as ballot title "Increases corporate minimum tax when sales exceed \$25 million; funds education, healthcare, senior services."

Oregon Transient Lodging Tax (aka Eugene 2021 bill): HB 4146, no parallel Senate Bill as of today. Would require Oregon Tourism Commission to spend 15% of state transient lodging tax revenues (previously, up to 15%) for regional cooperatives tourism programs and broadens the allowable use of the funds for “tourism programs” under current “tourism marketing programs.”

This bill, if enacted, would allow for funds currently provided to promote the marketing of regional tourism to be used for hosting specified spectator and competitive events that have an national or international aspect of tourism (such as the 2021 World Track and Field Championships).

Association of Oregon Counties highlighted legislative areas of interest	Title	Summary
HB 4084	Relating to tax incentives for brownfield cleanups	Authorizes local governmental entities to provide tax incentives and exemptions for property on brownfields for 10 years and up to 15 years if additional criteria exist.
HB 4036	Relating to utility regulation	Requires retail electric providers located in Oregon to eliminate coal from the electrical supply, increase smaller community based renewable energy projects and Directs PUC to establish stranded cost obligations (ROI) to electric companies affected by the industry changes and creates processes for implementation.
SB 1543	Wine Country Plates	If enacted, Amends ORS 805.272 to send net proceeds from the Wine Country registration plate to the Oregon Wine Board and away from the Oregon Tourism Commission. It would also designate half of the granted money must be a cash matching contribution that cannot come from Business Development Department or commission. The Wine Commission would need to designate money in proportion to the acreage used for wine grape production. Senator Winters sponsored bill.
SB 1583	Office of Small Business Assistance (OSBA)	Governor’s bill to authorize Office of Small Business Assistance to facilitate between local government and small businesses when issues arise between entities that create an unfavorable small business environment.

ORS 451.547	Request to return to the full 2.5% net proceed of video lottery dollars to counties as the intended share under ORS 461.547.	Under ORS 461.547, counties receive 2.5% of net receipts from video lottery games. The funds are dedicated to economic development projects. In biennium 2005-2007, 50% of the costs of the Economic Revitalization Team/ Regional Solutions Team (out of Governor's office) have been funded through the county's share of the video lottery dollars.
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Marion County's federal legislative priorities will be presented and approved by the Board of Commissioners at the end of March 2016. In the meantime, CFM provided a wrap up in December of the 1st session of the 114th Congress. Congress passed a single all-encompassing Omnibus Appropriations bill for FY 2016. This will extend federal government appropriations until September 30, 2016 only. In the Omnibus, CFM highlighted these items related to economic development in Marion County.

FY 2016 OMNIBUS APPROPRIATIONS BILL- Overview

The FY 2016 Omnibus spending bill provides a total of \$1.15 trillion and offers fresh line-by-line guidance to every federal agency through September 30, 2016.

- . \$548.091 billion in base defense spending
- . \$518.491 billion in base non-defense spending

Cadillac Tax Postponement: The Omnibus Appropriations bill delays the Cadillac Tax implementation from 2018 to 2020.

Payment in Lieu of Taxes (PILT): \$452 million in discretionary appropriations. PILT is a calculated compensation formula provided to county governments from the Department of the Interior to offset some of the loss of tax revenues from federal lands.

Maintained funding of important Rural Development programs for economic development in the Canyon:

- Water and Waste Disposal Grants: \$364.3 million, an increase from FY15 levels. These are the grants we can pursue for water system improvements.
- Water and Waste Direct Loans: \$1.2 billion
- Rural Business Development Grants: \$24 million
- Broadband Grants: \$10.3 million

Economic Development Administration, Public Works Programs: Funding slightly increases to \$100 million. EDA is one of the accounts we are pursuing to support efforts in the Canyon.

Environmental Protection Agency: \$8.1 billion total, equal to FY15 enacted levels. The EPA Brownfields fund is a mandatory program. We expect funding levels to be similar to recent years and provide about \$60 million for assessment and cleanup, which is another tool for economic development in the Canyon.

Community Development Block Grants: Maintains level funding at \$3 billion.

Transportation Investment Generating Economic Recovery (TIGER): Funding is maintained at \$500 million. The minimum project request amount was decreased from \$10 million to \$5 million and all funds are dedicated to construction projects - no planning/design money.

AGRICULTURE

Rural Development Programs

Rural Community Facilities Account: \$42.2 million total

- Grants: \$25 million
- Loans: \$2.2 billion

Rural Business Development Grants: \$24 million

Rural Water and Waste Disposal Program: \$522.3 million

- Water and Waste Disposal Grants: \$364.3 million
- Water and Waste Direct Loans: \$1.2 billion

Broadband Grants: \$10.3 million

COMMERCE

Department of Commerce

Economic Development Administration: \$220 million total

- Public Works: \$100 million
- Technical Assistance: \$10.5 million

ENERGY AND WATER

Activities to Modernize the Electricity Grid: \$206 million

HOMELAND SECURITY

FEMA State and Local Grants and Training: \$2.54 billion, which is \$10 million more than FY15.

- \$100 million for Pre-Disaster Mitigation, which is \$75 million more than the FY2015 enacted level. (Including business disaster mitigation)

INTERIOR - ENVIRONMENT

Environmental Protection Agency: \$8.139 billion total, equal to FY15.

- Clean Water State Revolving Fund: \$1.394 billion, which is \$55 million less than FY15.
- Drinking Water State Revolving Fund: \$863 million, which is \$44 million less than the FY15.

Payment in Lieu of Taxes (PILT): \$452 million in discretionary appropriations.

LABOR - HHS - EDUCATION

Department of Labor

Veterans Training and Employment Service: \$233 million, of which \$14 million is for the Transition Assistance Program.

The Employment and Training Administration (ETA): \$10.1 billion, an increase of \$339 million over FY15. The ETA provides states and cities grants and other assistance for job training, employment programs and unemployment insurance.

Workforce Innovation and Opportunity Act (WIOA) Job Training Formula Grant Program: \$2.7 billion, which is \$86 million more than FY15.

Department of Health and Human Services

Policy Provisions

The Omnibus Appropriations bill delays implementation of the Cadillac Tax from 2018 to 2020.

TRANSPORTATION-HOUSING AND UBRAN DEVELOPMENT (THUD)

Department of Transportation

Federal-Aid Highways: \$42.3 billion as authorized in FAST Act, and slight increase from FY15.

TIGER: \$500 million for National Infrastructure Investments (TIGER), which is equal to the 2015 enacted level.

- No funding for planning grants.
- Minimum grant is \$5 million and maximum is \$100 million.
- 20% match.
- At least \$20 % of funds for projects in rural areas in which minimum grant size is \$1 million

Federal Transit Administration Formula Grants: \$9.4 billion, as authorized in FAST Act.

Capital Investment Grants ("New Starts"): \$2.2 billion

Railroad Safety Grants: \$50 million, of which \$25 million is for rail infrastructure improvements and \$25 million is for positive train control grants.

Department of Housing and Urban Development

Community Development Block Grants: \$3 billion, same as FY15.

TAX EXTENDER PROVISIONS

Extension of new markets tax credit. The provision authorizes the allocation of \$3.5 billion of new markets tax credits for each year from 2015 through 2019.