



Climate Action Plan Implementation Funding

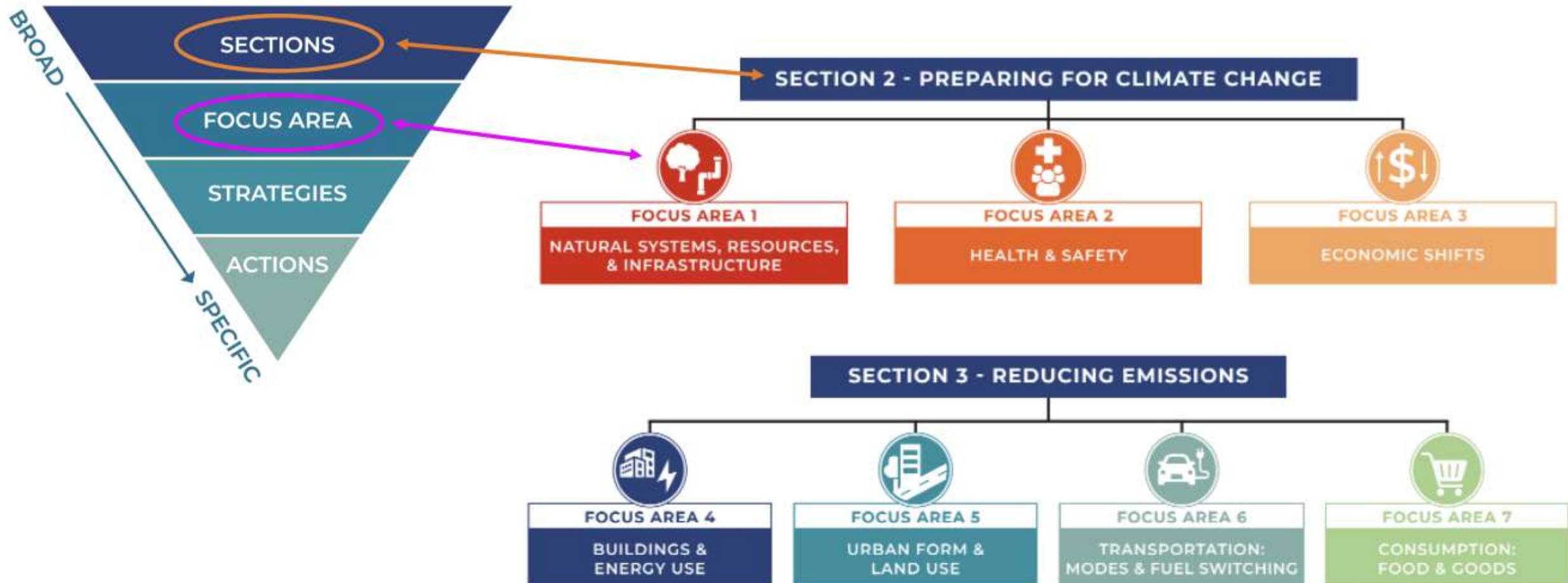
May 12, 2025

ReCAP

- Climate Action Plan adopted by Council on May 28, 2024
Resolution #5775-24
- 2-year Work Plan adopted by Council on October 14, 2024
- Included in Council's 2025 Priorities



ReCAP



July 2024

December 2024

July 2025

December 2025

July 2026

1. SUSTAINABLE FUNDING: Conduct an analysis of options for sustainable funding for the climate action program with the outcome of funding for a staff resource/position to oversee and manage the program, and funding for the general program (*Fall 2024*)

2. SUSTAINABLE FUNDING: Following up on the analysis and presentation of options, implement a sustainable funding source for the climate action program including hiring a staff resource/position to oversee and manage the program (*Summer 2025*)

ACTION: Conduct Analysis of Funding Options

ECOnorthwest's scope focused on analyzing fiscal tools to begin funding climate action implementation.

- Scanned funding tools available to the City
- Analyzed six tools in context of the City's budget and financial condition

Main Project Goals

- Inform how to fund a staff member dedicated to climate actions
- Identify tools to begin funding needed climate projects
- Council support on funding stream to implement climate projects

Summary of Climate Funding Tools

COMMON TOOLS

- **Local Option Levies**
- **Right-of-Way Fees / Franchise Fees**
- **Utility Fees**
- **Gas Tax**
- **Building Permit Fees**
- **Grants**

INNOVATIVE AND EMERGING TOOLS

- **Share the Pennies
(utility bill round-up)**
- **Stormwater Utility Fee**
- **Climate Tax**
- **Development Impact Fee**
- **Green Lodging Tax**
- **Green Bonds**

Right-of-Way / Franchise Fees



- How do the City of Tualatin's rates compare?

SERVICE TYPE	TUALATIN	MILWAUKIE	GRESHAM
Electric	3.5%	8.0%	10.0%
Natural Gas	5.0%	8.0%	10.0%
Telecommunication	5.0%	7.0% (communications) 5.0% (cable systems)	7.0% (ORS 221.515) 5.0% (all other)
Solid Waste	3.0%	5.0%	10.0%

- How much revenue could the City raise by increasing the rates?

SERVICE TYPE	CURRENT RATE	FY 2024 REVENUE	+0.5%	+1.0%	+1.5%
Electric	3.5%	\$1,653,000	\$249,000	\$498,000	\$747,000
Natural Gas	5.0%	\$721,000	\$75,000	\$151,000	\$226,000
Telecommunication	5.0%	\$257,000	\$27,000	\$53,000	\$80,000
Solid Waste	3.0%	\$300,000	\$51,000	\$103,000	\$154,000



Building Permit Fees



GL Account	2025 Budget	With 5% Surcharge
42231 - Permits - Structural	\$ 598,500	\$ 628,425
42232 - Permits - Plumbing	\$ 115,500	\$ 121,275
42234 - Permits - Mechanical	\$ 173,985	\$ 182,680
42236 - Permits - Manufactured Homes	\$ 210	\$ 220
42239 - Permits - Excavation & Demo	\$ 1,050	\$ 1,100
42251 - Fees - Structural	\$ 220,500	\$ 231,530
42252 - Fees - Plumbing	\$ 21,000	\$ 22,050
42254 - Fees - Mechanical	\$ 115,500	\$ 121,280
42255 - Fees - Fire & Safety	\$ 105,000	\$ 110,250
42259 - Fees - Miscellaneous	\$ 2,625	\$ 2,760
	<u>\$ 1,353,870</u>	<u>\$ 1,421,570</u>
	Total Increase	<u>\$ 67,700</u>



Share the Pennies Program



SERVICE TYPE	49 CENTS	99 CENTS
87% Participation Rate (13% Opt-Out Rate)	\$64,000	\$130,000
50% Participation Rate (50% Opt-Out Rate)	\$37,000	\$75,000

Costs of the Implementation Program



- Climate Action Plan Program Coordinator Position
 - Proposed to start Summer 2025
 - Housed in the City Manager's Office
 - Salary, benefits, ancillary costs (training, memberships, etc.)
- Implementation Program Expenses
 - Consultants
 - Action implementation (to be determined)
- Need \$250,000 per year to fully fund program



Looking for direction from the City Council for how to raise the funds to support the Climate Action Plan implementation.

THANK YOU