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#### **Mission:**

Helping city leaders build better communities





#### **Mission:**

Providing leadership in the responsible use of land and in creating and sustaining thriving communities worldwide







#### **Daniel Rose Fellowship: alumni mayors**



# Daniel Rose Fellowship: class of 2017 **Grand Rapids** San José Washington **Anchorage**

#### **City Study Visits**

- Assemble experts to study land use challenge
- Provides city's fellowship team with framework and ideas to start addressing their challenge
- Part of yearlong engagement with each city







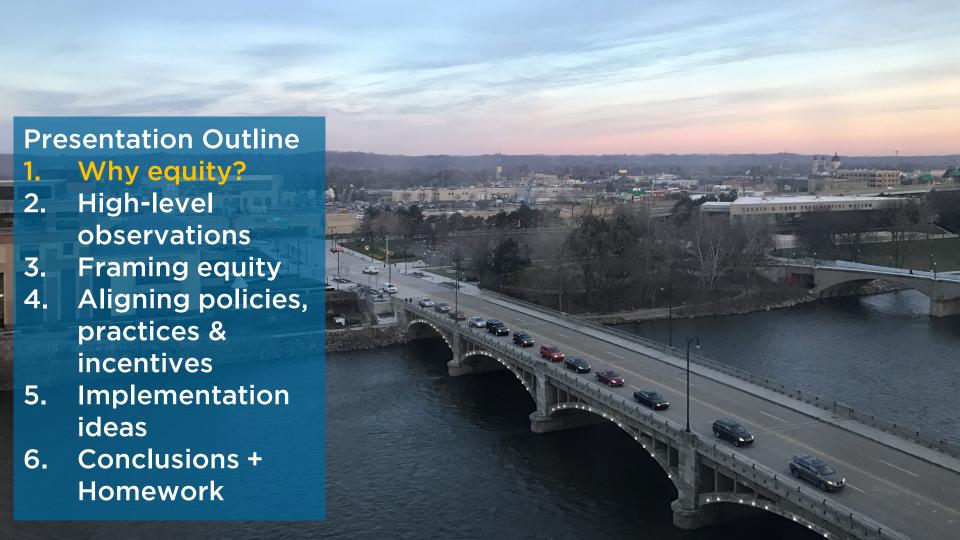
#### The Panel

- Co-Chair: Antonio Fiol-Silva, SITIO Architecture+Urbanism, Philadelphia, PA
- Co-Chair: Calvin Gladney, Mosaic Urban Partners, LLC, Washington, DC
- Maggie Campbell, Downtown Santa Barbara, CA
- Cristina Garmendia, Center on Law, Inequality and Metropolitan Equity, Rutgers University, Newark, NJ
- Ellen Harpel, Smart Incentives & Business Development Advisors, LLC, Arlington, VA
- Mara Kimmel, Office of the Mayor, Municipality of Anchorage, AK
- Nanci Klein, Office of Economic Development, City of San José, CA
- Christopher Kurz, Linden Associates, Inc., Baltimore, MD
- Troy Russ, Kimley-Horn, Denver, CO
- Eric Shaw, Office of Planning, District of Columbia

### The Challenge

How can Grand Rapids align its community & economic development policies, practices and incentives to achieve a more equitable city?





#### Why Equity?

Prioritizing equity has a cost, but it also has big benefits:

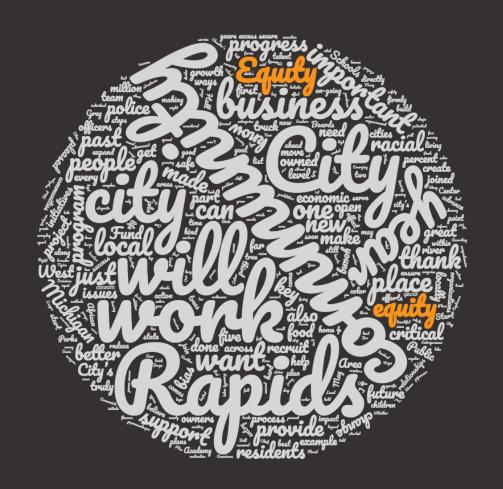
Equity improves fiscal health

Equity increases city competitiveness

Equity improves proformas

Equity (done right) lifts all boats

Equity is risk management



#### **Equity Improves Fiscal Health**

- Maximizes income levels across all populations
- Creates greater and more diversified income tax revenue and greater consumer purchasing power
- Maximizes supply of qualified labor to enable business sector growth and keeps businesses in GR

#### **Equity Increases City Competitiveness**

- Jobs
- Residents
- Workforce
- Attracts and improves talent, building a qualified work force
- Young people are more choosy about where they live and are choosing diverse cities
- Entrepreneurs look for places where similar entrepreneurs have been successful
- Cultural diversity in corporations is critical to attract and retain top talent

#### **Equity Improves Pro-Formas**

- Better income demographics attract retail tenants
- Better income demographics pay your rent
- Millennials want diversity that reflects them
- Equity creates critical mass
- Equity improves your workforce
- The frog and the scorpion

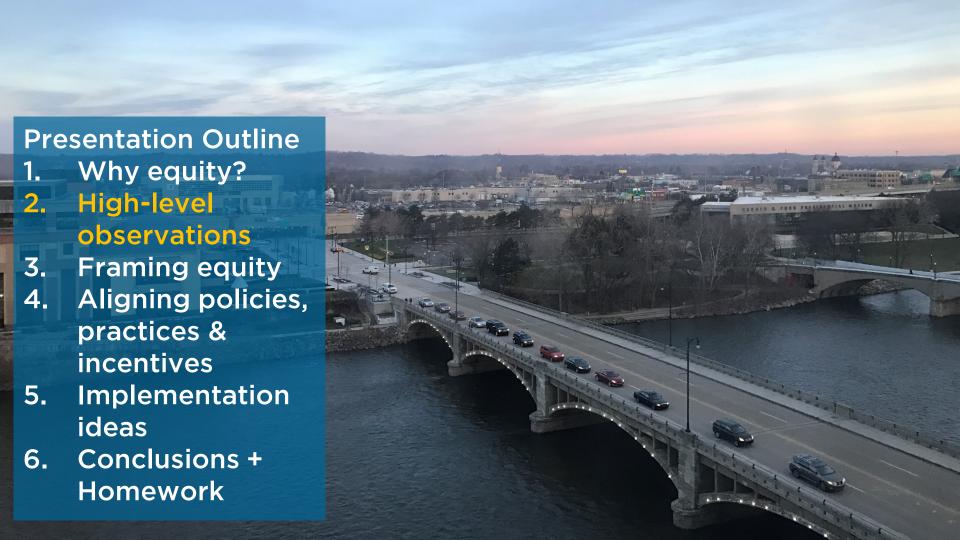
#### **Equity (Done Right) Lifts All Boats**

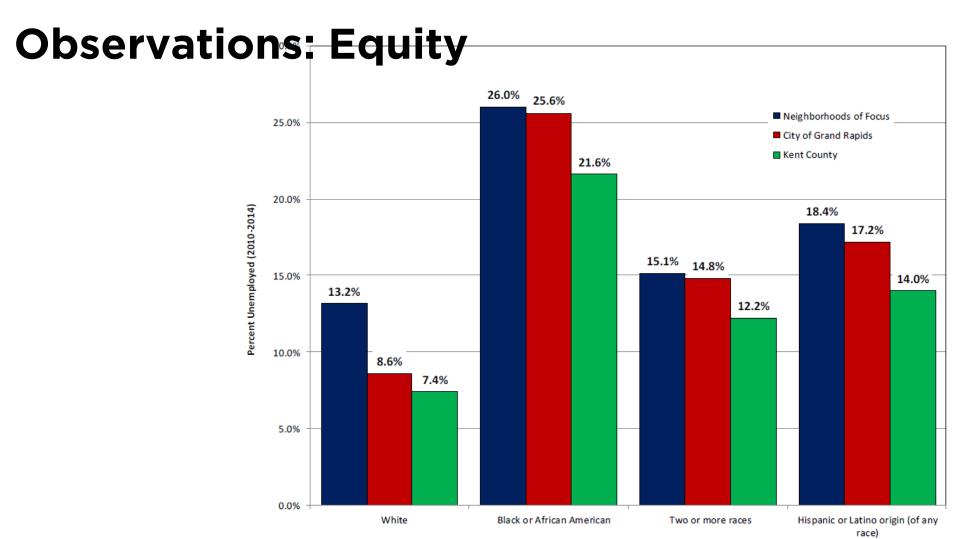
- Increases choices
- Improves neighborhoods
- Increases jobs, small business opportunities and better wages

#### **Equity Is Risk Management**

What's the cost of maintaining the status quo?

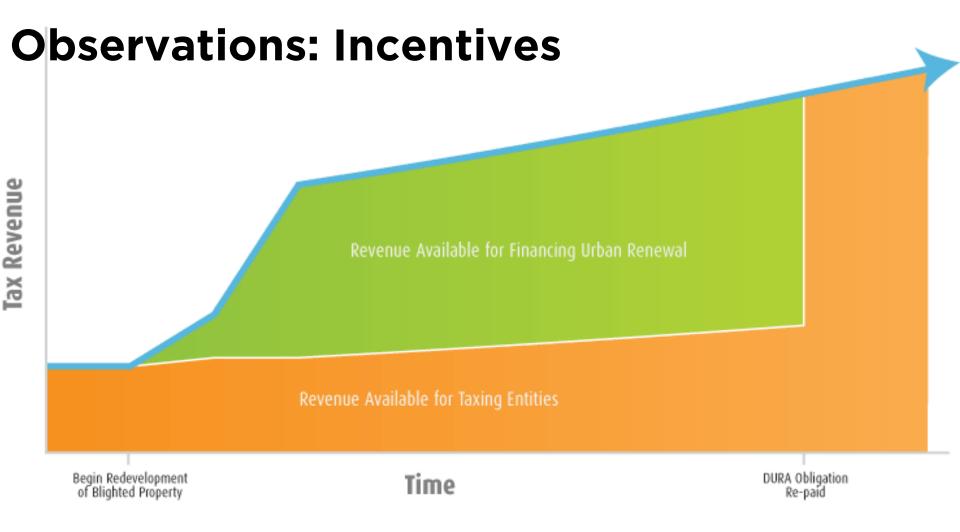
- Inequity reduces fiscal health and services
- Inequity suppresses city competitiveness
- Inequity inhibits development opportunities
- Inequity perpetuates economic and social barriers





#### **Observations: Equity**

- City/community leadership is working to assess and champion equity (GR Forward)
- Mayor/City recognize ALL need access to economic opportunity for community to succeed
- Broad recognition that inequities exist
- GR has not clearly defined equity goals & agenda; limited alignment between City polices, practices & incentives implementation
- Mobility network is not contributing to equitable outcomes



#### **Observations: Incentives**

- Incentives are just one set of tools to achieve equity, GR lacks some tools other communities have
- City recognizes land use decisions are powerful means to further equity goals
- City acknowledges public & private investment can be harnessed to provide opportunity for all
- Developers agree inequities exist—some believe it's better addressed by other actors using other tools
- Incentives currently seen as an entitlement, City may not fully perceive their real cost and fiscal impact
- Some developers say incentives are needed for every project; others question whether that's true today
- City acknowledges economic development incentives could be retooled to better support equity initiatives
- GR would benefit from additional financial analysis of incentives to determine success bringing return on investment

## **Observations: Partners**





REVITALIZING A DOWNTOWN AND DEMONSTRATING PHILANTHROPY

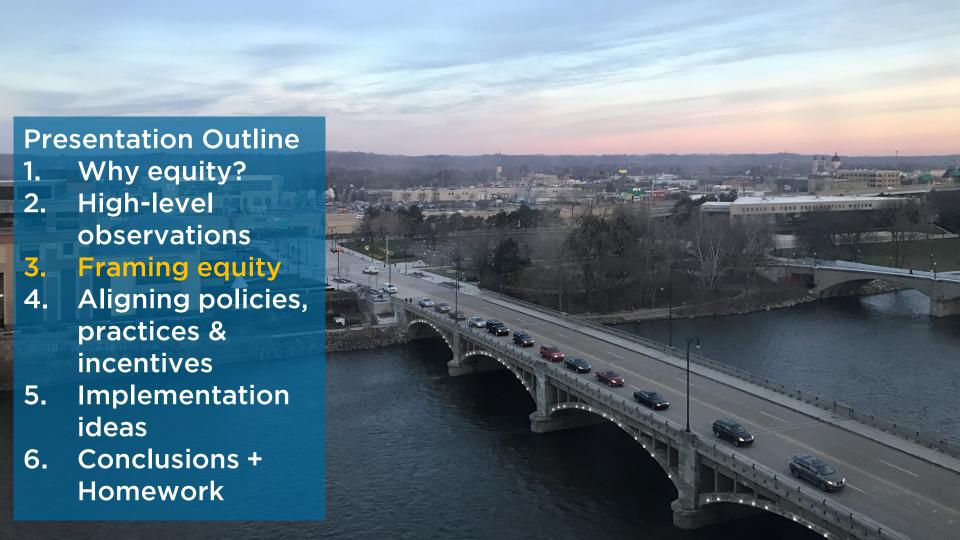
## **Observations: Partners**



- GR blessed with rich portfolio of companies & philanthropic interests
- Will next generation of philanthropic leaders be as engaged, dedicated, giving?
- Alignment between non-profit organizations and philanthropies, developers and non-profits could be better leveraged to achieve equity goals
- Lack of trust from community; some wonder if their voice is being heard & if system is "fixed"

#### **Observations: Other Challenges**

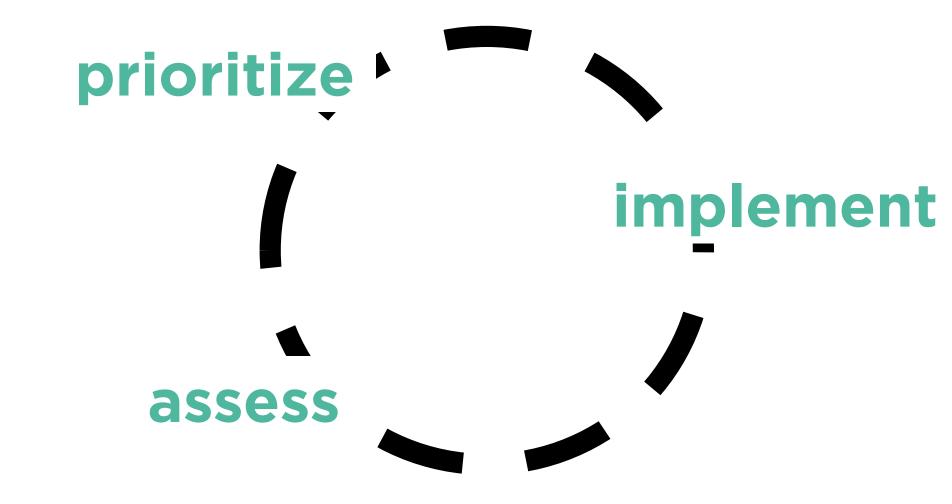
- Limited consensus on the aggregate "ROI" of public investment & subsidy
- City is risk averse; taking incremental steps & concerned about interpreting legal strictures on application of incentives
- A perceived "closed" system of developers may limit opportunities for more investment

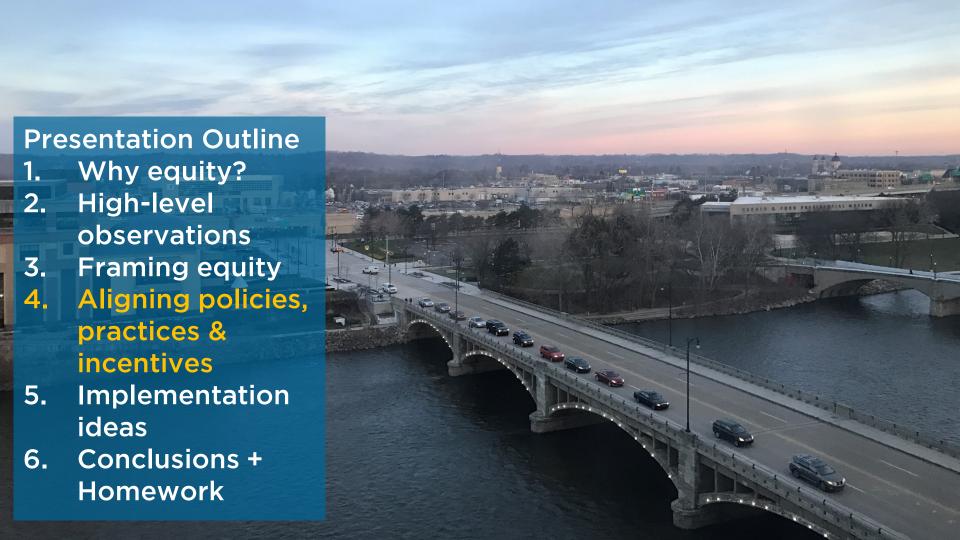


#### A Framework for Equity

Using an inclusive process (e.g., residents, non-profits, philanthropies, businesses, developers, etc.):

- GR has to define its equity priorities
- Turn vision into policies
- Turn policy into actionable steps
- Actions have to be quantifiable and measurable
- Iterative approach to adjust strategies





### Getting to Alignment on Outcomes and Equity

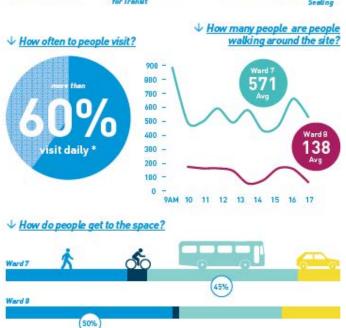
- Reframing outcomes of existing programs through equity lens
- Partnering with affiliate institutions on common outcomes
- Synthesizing stakeholder priorities into program/ project outcomes
- Knowing when "shoehorning" alignment on a new/ existing outcome that does not really align

#### Public life profile

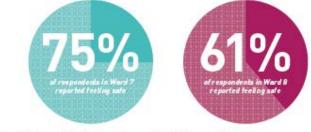
**Crossing the Street Project Sites** Wards 7 + 8

#### Assessment and Framing













### Assessment and Framing

- Performing an assessment of public sector authority
  - What does the city control?
    - What are the levers of influence?
    - Responsibility/ authority that comes from managing the public trust
- Establish open ended statement, or policy questions that can actually be addressed using public sector authority

### **Open/Flat Engagement**



## **Open/Flat Engagement**

- Open meeting to jumpstart conversations on the question/ statement
  - Preferably in an immersive environment, where participants actually reference issues in real time
- Flat engagement where participants can share ideas directly with city leaders and one another
- Goal is to create shared experience where participant can reference, debate and build upon their input

#### **Enacting the First Fixes**

#### Synthesizing the community feedback

- Feedback loop with the community
- Share department heads and implementation agencies

Use feedback to identify underperformance and barriers created by existing policies

• Housing, small business, incentive programs

Sharing synthesized feedback with affiliate institutions to create common cross-institutional outcomes











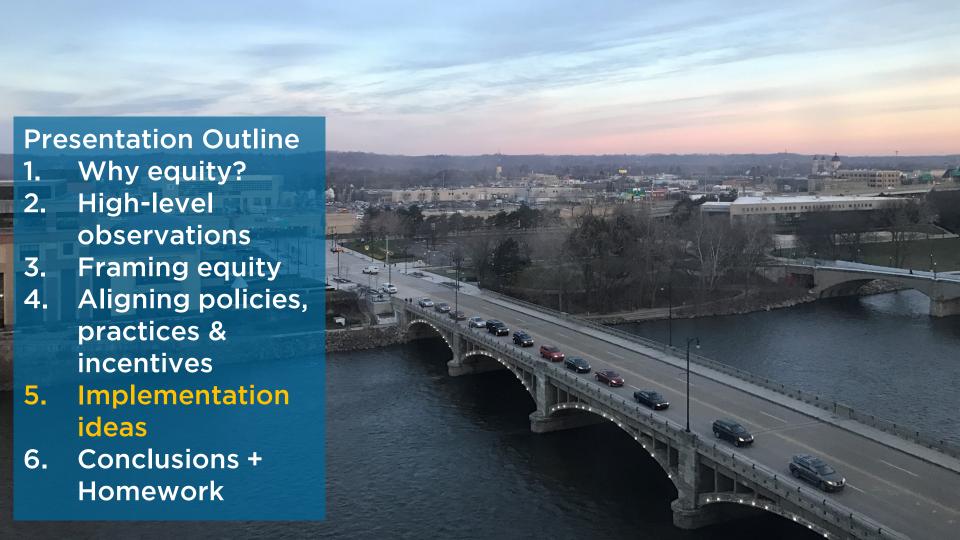
- Establishing an integrated, people equity-forward public investment strategy
  - Implementation/ outcomes are realized in the budget of multiple agencies and funding sources
  - Leverage with resources from affiliate institutions with common outcome
- Last step is gap analysis of program/ funding, and establishment of gap financing

#### Other Examples

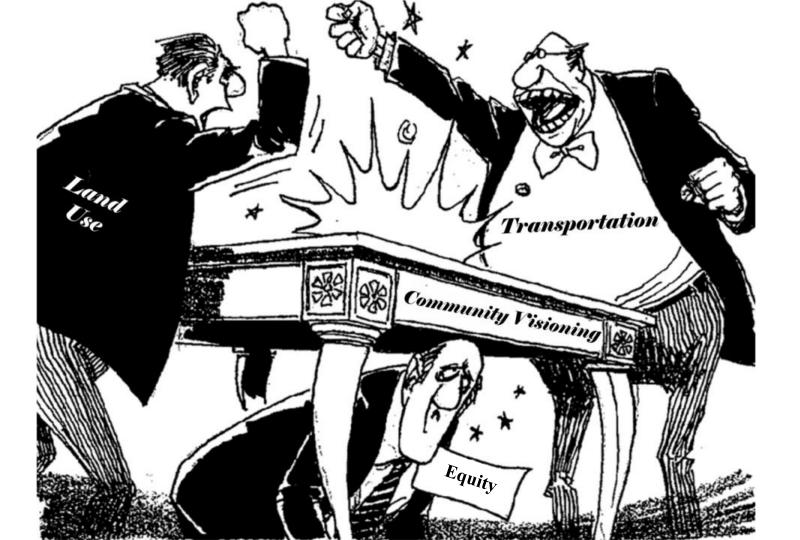
- Salt Lake City Can we get more out of what we are doing with new transportation infrastructure?
- Washington DC Can we dispose of public lands in a manner that better serves the public?



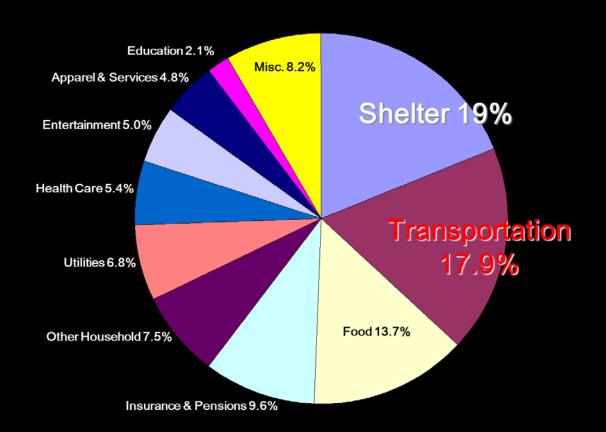




- 1. Mobility
- 2. Engagement Process
- 3. Incentives
- 4. Workforce Development
- 5. Disposition Process



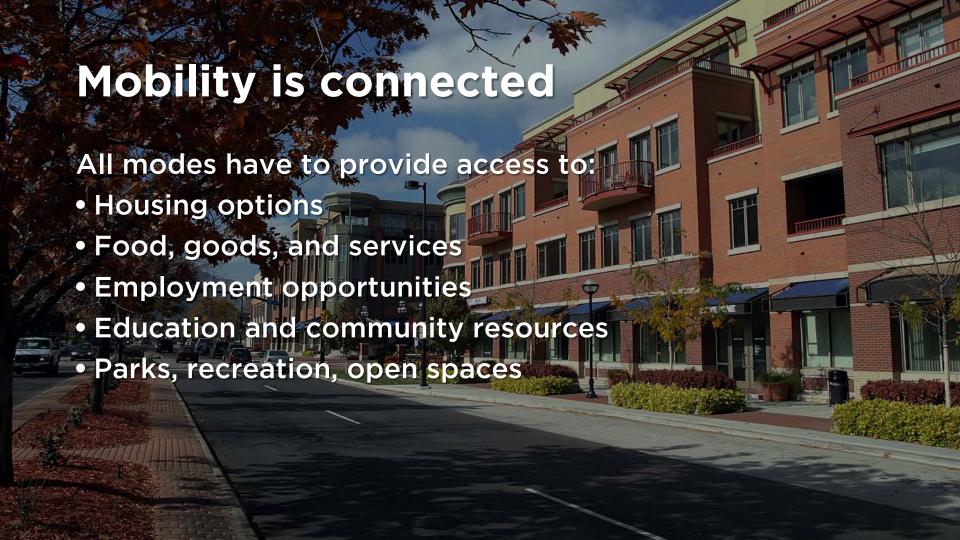
# How does mobility relate to equity?

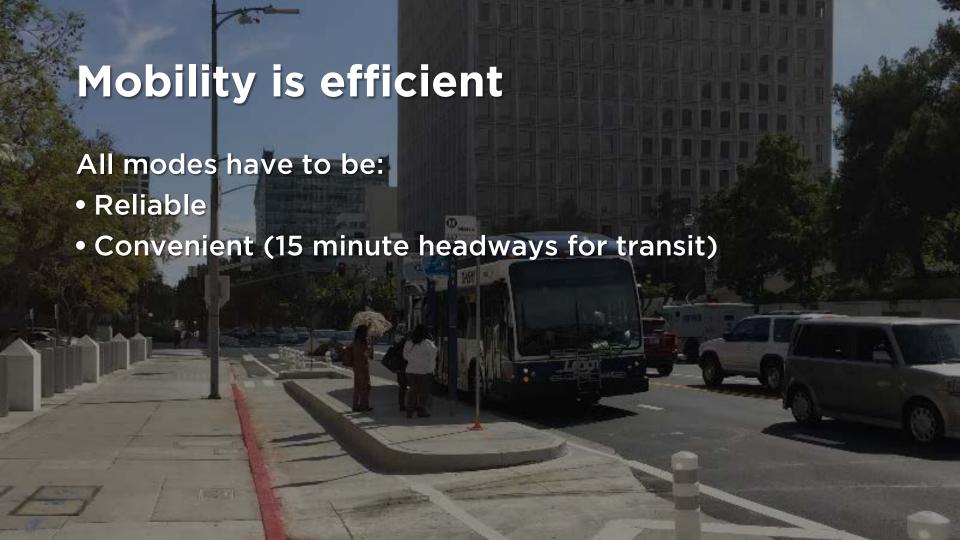


Household expenditures in Tampa, FL









#### Parking is a tool, NOT a problem

You can utilize revenues to better manage parking resources and improve equity

- Understand the situation
- Maximize resources
- Manage parking demand
- Shift demand
- Expand supply



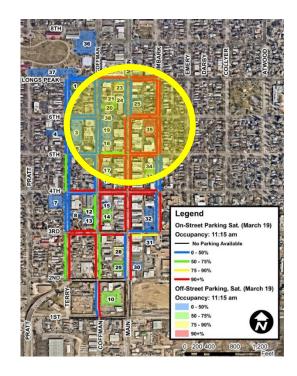
#### Parking is a tool, NOT a problem

Equity

You can utilize revenues to better manage parking resources and improve equity

Understand the situation

- 4
- Maximize resources
- Extend the reach of pedestrians, bicyclists, transit
  - Manage parking demand
    - Duration and pricing
  - Shift demand
    - Transit
    - TDM measures (Trip reduction commitments)
    - Update land development regulations
  - Expand supply



- 1. Mobility
- 2. Engagement Process
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- 5. Disposition Process







# Engagement is Essential to Equity

- Bridges understanding of different perspectives and needs
- Remedies distrust and historic government programs that failed to address and sometimes exacerbated inequity
- Informs development of equity-based policies and practices that reflect and support community needs, including strategic public investment
- Provides process for meaningful participation in development projects
- Gives voice to those most disadvantaged
- Cultivates future diverse leadership







# Structuring Engagement to Create Equity: People and Places

- Make meetings "user friendly"
  - Offer food and child care, provide stipends
  - Have nonprofits and City department representatives at every public meeting provide wraparound services
  - Consider transportation support and access
- Design additional public gathering spaces that engage residents
  - Reflects community character and history
  - Welcomes people with free, regular programming





- Partner with trusted neighborhood advocates and organizations to improve engagement and communication between the City and residents
  - Philanthropies
  - Social, legal, and medical service providers
  - Ecumenical councils and churches
  - Schools, teachers, PTAs
- Work with business organizations to educate their members on importance of equity and engagement

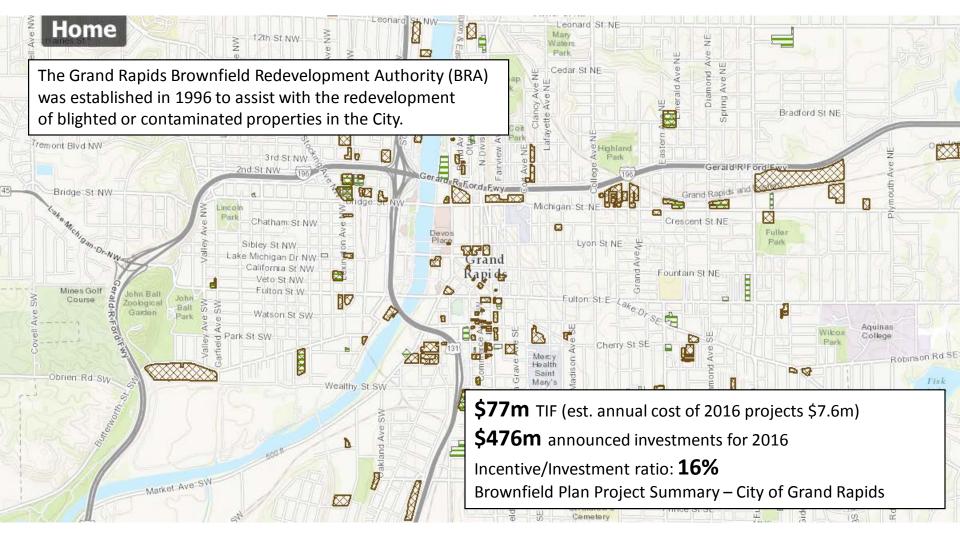
- 1. Mobility
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#### Why do we use incentives?

- To achieve our community's economic development goals
  - Jobs
  - Business Development
  - Investment
  - Downtown revitalization
  - Brownfield redevelopment
  - Quality of life and quality of place
  - Strengthen tax base
- Incentives are not just about winning a deal. Smart incentive use is always connected to a larger economic development strategy.

# **Grand Rapids Brownfield Redevelopment**

- Brownfield Redevelopment Authority (BRA) can provide tax increment financing to help pay for certain eligible costs associated with a redevelopment project for:
  - Demolition
  - Asbestos abatement
  - Due care and environmental response activities
  - Site preparation
  - Public infrastructure improvements
  - Ramped and underground parking
  - Urban stormwater management systems

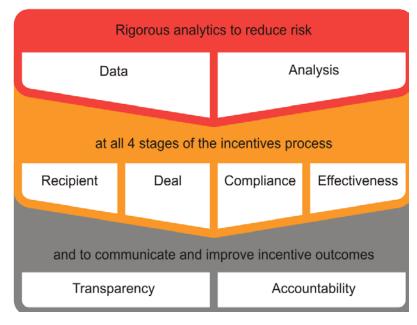


## Connecting Incentives to Equity Goals

#### Be intentional

- Recipient: RFQ
- Deal: Upfront project review
  - Scorecard Austin example
  - Prioritize should all eligible projects be funded?
- Compliance: Performance agreement
  - Could be difficult given Brownfield program rules
- Effectiveness: Outcomes evaluation





#### **Outcome Evaluation: Equity**

Match the outcomes with your policies (e.g.):

- Number/character of housing units
- Employment characteristics (local residents, by race/ethnicity, by city zipcode)
- Wages paid to employees at incentivized projects
- Construction employment characteristics
- Construction subcontractor characteristics
- Public benefit in neighborhood: amenities, infrastructure, community facilities
- Mobility metrics
- Use of city-based workforce training/placement resources

# Responsibilities of Cities: Communication

- Communicating Expectations
  - Consistent, sustained language on what the city is trying to achieve
  - City as an investment partner, not a project supplicant define equity objectives from your investment
- Communicating Results
  - Transparent data on program usage
  - Reporting equity outcomes
- Bonus thought: Program Design
  - Is the current slate of incentives sufficient to meet equity objectives?

- 1. Mobility
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#### **Workforce Development Is Critical To Equity**

- A robust equity policy must include workforce development throughout the economy
- Racial and geographic income & employment disparities seem to indicate need for progress
- Workforce development solutions cannot occur in a vacuum--connect transportation & housing
- Workforce development must include a full spectrum of jobs--not just construction

#### Workforce Development: Initial Recommendations

- Human resources professionals at key employers must be collaborative partners
- Local non-profits and philanthropic community must be investors and partners
- Create inter-departmental working group (coordinate workforce development, mobility & housing decisions & investments)

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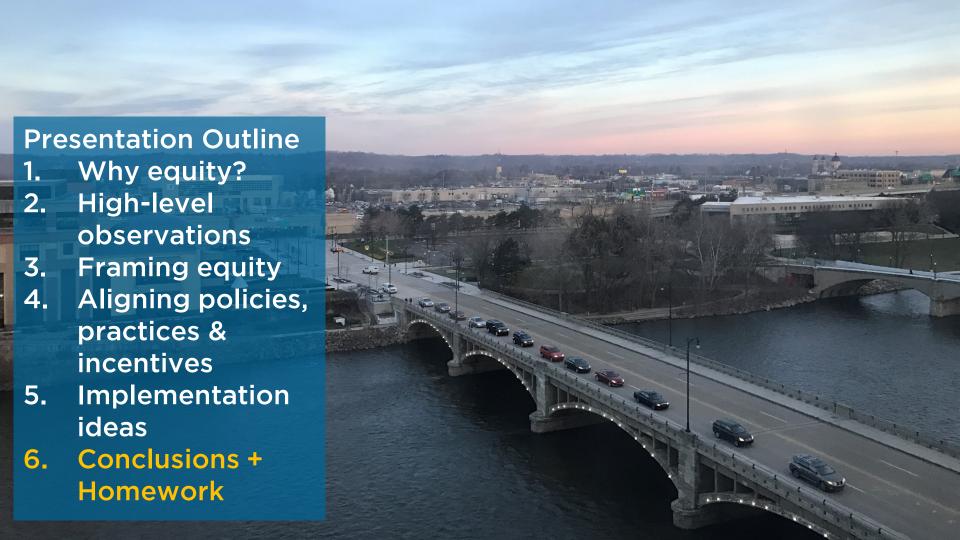


#### Embed equity into every stage of the disposition process:



#### What Would This Mean for 201 Market?





#### Conclusions

- Equity is an investment with a positive value proposition for everyone
- Equity goals need to be clearly defined and measurable
- Align policy, practice and partnerships
- Neighborhood engagement is critical
- Incentives are only tools if they support strategy
- Achieving equity is an economic imperative

#### Homework

- 1. Identify your top three equity priorities
- 2. Come up with examples that align policy with practice in the five implementation areas
- 3. Explore how you can embed equity into the current solicitation process for 201 Market

Next check-in:
Rose Fellowship Retreat
Seattle, May 2

# Thank you to the following people;

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