## ECONOMIC DEVELOPMENT IN SMALL CITIES

THE REEDSPORT STORY

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## REEDSPORT THE TOWN

- Population 4,300 Saaaa lute !!!
- Southern Oregon Coast
- Highway 101
- Umpqua River
- Coastal Town with roots inland as well
- Biggest employer International Paper Co. paper mill
- I began working there six years ago

### WHERE I'M COMING FROM

- Government does not do eco-devo well
- Government must be a <u>part</u> of the eco-devo equation
- Government often assumes the role of facilitator, neutral observer, independent broker
- Local government has less capacity to do eco-devo that state or feds
- Eco-devo actually takes place in a <u>local</u> jurisdiction, where basic services and the infrastructure "reside"
- 85% of eco-devo is infrastructure

THE REEDSPORT (SMALL CITY) ECO-DEVO TIMELINE

- Reedsport and vicinity declared an Enterprise Zone
- Must show economic "activity" within 10 years

- The "Brown Bag Lunch Bunch"
- Backroom of the Bank
- Met "as needed"
- Local banker the Chair, and Mayor
- Select people, some excluded
- Secrecy attempted
- Eco-devo study weak.
- Residential project not taken up

Local paper mill announced shutdown
<u>300</u> family wage jobs gone in an instant

- Local banker / Mayor left office (stayed at the bank)
- Local banker's term on the County Industrial Development Board expired
- City Manager recommended replacement
- City Manager appointed to the IDB as ex-officio member
- County funded professional firm to do a real eco0devo plan

#### 1999 cont'd

- Eco-devo Plan said three things
- 1. Identify target industries
- 2. Do mailing campaign
- 3. Add some industrial property to the eco-devo "inventory"
- Port District (eco-devo engine, by law) set up to answer the 800 telephone and the mail requests

- County purchased Bolon Island industrial land from private ownership
- City and Port District cobble together state funding (grant and loan) to create the Bolon Island Master Plan
- Master Plan was generic. "Will Build To Suit"
  Generic normally not as good as "shovel ready" site

- Umpqua Partnership established by the County, County seat, Chamber of Commerce for eco-devo
- Neighboring County established the South Coast Development Council
- Reedsport in <u>both</u> eco-devo groups
- American Bridge Company (ABC) does three site visits on the coast
- ABC is Fortune 500 company. Over 100 years old

#### 2001 cont'd

- Local eco-devo SWAT team turns out
- ABC CEO likes the deal, likes the site, likes the prevailing wage, likes the large amount of bridge work needed in Oregon
- Reedsport "gets the nod"
- County sells/gives Bolon Island (western half) to ABC
- ABC pledges 150 jobs at the prevailing wage to get Enterprise Zone tax breaks
- City promises to proactively supply water and wastewater services

- City gets \$2 million (federal) EDA grant (80/20)
- \$2.5 million project established to"
- 1. Install residential water meters on River water line
- 2. Oversize the waterline under the Umpqua River
- 3. Clean and utilize old fire water tank on Bolon Island
- ABC holds groundbreaking ceremony in June. Wants certificate of occupancy on December 31st

 ABC open for business (tough time with the Recession but remains ready to operate for many years)

# THE ANALYSIS

- The concept of slow-but-steady served us well
- Never stop working collaboratively
- Be poised to react fast when something happens
- Don't let personalities get the upper hand
- Remember that you originally set out to drain the swamp (stay focused; keep your collective eye on the prize)
- Magnify the impact of your local group by regionalization
- Work with the community college and with the workforce developers
- Look at a target industry, but be open to other possibilities

- Don't expect overnight success. Opportunity is a whole lot of preparation and a little bit of luck
- Make sure the citizenry wants eco-devo .... Really wants it
- Do your infrastructure homework. "Public good"
- Work with the state agencies
- Celebrate successes
- Have a theme for your eco-devo program (Reedsport Renaissance)

### QUESTIONS ?