

SPRINGFIELD ECONOMIC DEVELOPMENT STRATEGY

EXECUTIVE SUMMARY

March 2018

Prepared for: City of Springfield, Oregon

SPRINGFIELD ECONOMIC LOOK

I. PLAN PURPOSE

The purpose of the City of Springfield's Economic Development Strategy is to define a clear plan of action for City staff to make the greatest impact on influencing Springfield's economic growth. This strategic plan intentionally focuses efforts on traded-sectors and factors of importance to traded-sectors because they yield the largest economic impact for our community. By growing traded-sectors, external money flows into our community to residents and small businesses.

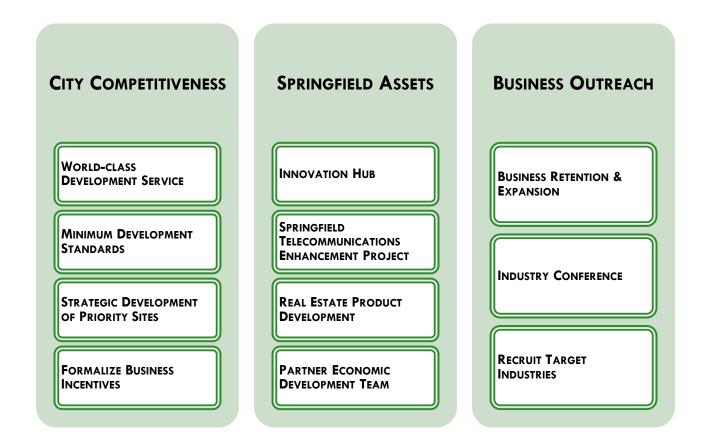
WHY THIS WORK IS IMPORTANT TO SPRINGFIELD

The goal of the Springfield Look Plan is to improve the lives of Springfield's citizens by increasing the per capita income and the number of family wage jobs in Springfield while providing the tools to reduce poverty in our community. We are motivated by the understanding that the economic vitality of Springfield and the financial health of its public agencies are linked to healthy population growth and the number of quality jobs available in our community.

II. STRATEGIC INITIATIVES

The Springfield Economic Development Strategy addresses three main areas of work:

- 1. Enhancing City Competitiveness on things in direct control of city government;
- 2. Influencing the development of high-value **Springfield Assets** external to city government and important to traded-sector businesses; and
- 3. Proactive **Business Outreach** to intentionally drive economic growth into Springfield.



CITY COMPETITIVENESS

There are many factors where a community competitively supports the needs of a growing business. The following four strategic initiatives focus on factors within the direct control of city government:

- World-class Development Service
- Minimum Development Standards
- Strategic Development of Priority Sites
- Formalize Business Incentives

WORLD-CLASS DEVELOPMENT SERVICE

GOAL

Provide world-class service through the development approvals process in a consistent fashion that clarifies and expedites the development process. We aim to reduce the timeline for approvals by 1/3 to 1/2 the amount of time we currently process. We aim to demystify the process to quickly resolve conflicts. Not only do we strive to perform better and more thoroughly; we want to do a better job touting what we do well.

We want to achieve continuous improvements for City services to identify and resolve potential problems before they occur.

TACTICS

- 1. Identify organizational culture for customer service
- 2. Assess current situation
- 3. Best Practices Research competitors and aspirational cities for development approvals.
- 4. Clarify Process and Timeline
- 5. Establish Advocate

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City of Springfield

- 6. Train on Process
- 7. Take to Market for Input
- 8. Summary of Report Decisions
- 9. Build Relationships
- 10. Document Springfield Case Studies
- 11. Continued, Ongoing, Improvement
- 12. Organizational Culture for Service

MINIMUM DEVELOPMENT STANDARDS

GOAL

Revisit and examine existing standards and triggers required via Minimum Development Standards.

TACTICS

- 1. Internal Review
- 2. Assessment
- 3. Benchmark to aspirational communities
- 4. Solutions

5. Council Direction

- 6. Public Input
- 7. Codify changes with City Council Approval
- 8. Take to Market

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STRATEGIC DEVELOPMENT OF PRIORITY SITES

GOAL

Strategic opportunity enhancements for priming development at Glenwood Urban Renewal District and other priority employment lands with <u>near-term</u> development (3 - 5 years) for traded-sector businesses.

TACTICS

- 1. Identify Sites
- 2. Site Owner Relationship Building
- 3. Site Readiness Assessment
- 4. Industry Needs

- 5. Identify Barriers
- 6. Resources for Site Enhancements
- 7. Assemble Land
- 8. World-class Development Service

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FORMALIZE BUSINESS INCENTIVES

GOAL

Clearly defined business incentives that are intentional and strategically utilized to locate and expand traded-sector businesses in Springfield, while responsibly providing beneficial return-on-investment for Springfield's economic and fiscal growth.

TACTICS

- 1. Inventory & Assess Current Incentives
- 2. Purpose Define What City is trying to Achieve with Incentives
- 3. Review Fee Structure and address Alignment to Competitiveness Goal
- 4. Research Other Communities' Incentives
- 5. Identify Potential Incentives

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- 6. Conduct Cost-Benefit Analysis of Potential Incentives
- 7. Develop and Approval Incentive Policy
- 8. Comprehensive Incentive Packaging
- Document Springfield Case Studies of Springfield Businesses Utilizing Incentive

SPRINGFIELD ASSETS

Many factors for competitively addressing the needs of traded-sectors are outside the direct control of City Hall. Although not in direct control, it is important to influence the improvement of critical factors in order to strengthen Springfield's value proposition for companies to locate and grow here.

The following strategic initiatives focus on priority areas for competitiveness improvement outside of City Hall:

- Innovation Hub
- Springfield Telecommunications Enhancement Project (STEP)
- Real Estate Product Development
- Partner Economic Development Team

INNOVATION HUB

GOAL

Develop an Innovation Hub providing co-working space, anchor spaces, community meeting room space and mentoring.

TACTICS

- 1. Discovery Phase I: Research Models
- 2. Discovery Phase II: Stakeholder Engagement
- 3. Feasibility Phase I: Define Scope
- 4. Feasibility Phase II: Identify Site

- 5. Feasibility Phase II: Market Assessment
- 6. Feasibility Phase III: Financial Business Plan for Management Options
- 7. Implementation Phase I

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Springfield Area Chamber of Commerce, City of Springfield

SPRINGFIELD TELECOMMUNICATIONS ENHANCEMENT PROJECT (STEP)

GOAL

Leverage public assets to facilitate private competition. Public assets can include publicly owned infrastructure and publicly controlled space (e.g. right of way and public utility easement management, development standards, communication space on utility and city poles, etc.).

TACTICS

- 1. Enhance Foundation for Political Support
- 2. Current Situation
- 3. Task Force
- 4. Marketing
- 5. Engagement with Providers
- 6. Identify Internet Exchange Options for Springfield

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Springfield Utility Board, City of Springfield

- 7. Track Innovation Hub Strategic Initiative
- 8. Engagement with Property Owners
- 9. Engagement with Community & Tenants
- 10. Core Infrastructure Coordination
- 11. Outreach and education elements
- 12. Six/Fiber Study Plan
- 13. Public Build-out Location

REAL ESTATE PRODUCT DEVELOPMENT

GOAL

Increase the number of available (speculative) buildings for target traded-sector industries.

TACTICS

- 1. Criteria and Needs
- 2. Priority Site Identification for Spec Buildings
- 3. Outreach to Site Owner and/or Developer
- 4. Clarity & Communication of Partnership Criteria

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PARTNER ECONOMIC DEVELOPMENT TEAM

GOAL

Effectively work with community and regional partners to strengthen our interdependent regional economy.

TACTICS

- 1. Partner Resources
- 2. Regular Meetings
- 3. Protocols

4. CRM Rollout Training.

5. Scorecard Site Assessment

8. Pre-submittal

9. Take to Market

6. Develop Concept Design for Site Plan

7. DIM for Virtual or Spec Building

- 5. Common Language and Messaging
- 6. Value Proposition

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BUSINESS OUTREACH

Outreach and engagement with both existing local employers and business prospects is the fundamental work of economic developers.

Business Outreach strategic initiatives encompass:

- Business Retention & Expansion
- Industry Conference
- Business Attraction

BUSINESS RETENTION & EXPANSION

GOAL

Local traded-sector employers have confidence in Springfield as the right location for their business to maintain or grow operations here.

TACTICS

- 1. Resource Toolbox
- 2. Industry Intelligence
- 3. Business Intelligence
- 4. Customer Service Engagement
- 5. Proactive Outreach Meetings
- 6. Proactive, Ongoing Communications with Springfield Employers

- 7. Follow-up on Requests
- 8. External Headquarter Visits
- 9. Contact Database
- 10. Informal Industry Meet-up
- 11. Marketing Springfield Employers
- 12. Business Appreciation
- 13. Downtown Business Program

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INDUSTRY CONFERENCE

GOAL

Hold industry conference in Springfield aligned to industry of focus to add-value for existing employers and garner attention from business attraction prospects of related traded-sectors.

TACTICS

- 1. Conference Information
- 2. Target Industries
- 3. Asset Inventory
- 4. Build Team
- 5. Industry Focus

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Travel Lane County, City of Springfield

- 6. Research Conferences
- 7. Conference Location
- 8. Opportunity Window of Time
- 9. Bid on Existing Conference (Plan A)
- 10. Create a New Conference (Plan B)

RECRUIT TARGET INDUSTRIES

GOAL

Diversify and strengthen Springfield's economic base with the recruitment of target traded-sector businesses. Springfield's target industries, determined in the Springfield Target Industry Analysis report dated, May 2017, include: value-added wood products, technology, specialty food and beverage, and medical technology.

TACTICS

- 1. Brand
- 2. Industry Intelligence
- 3. Competitor Intelligence
- 4. City Economic Development Website
- 5. Industry Business Cases
- 6. Real Estate Community Relationships
- 7. Industry Network & Memberships
- 8. Business Oregon
- 9. Lead Generation Contract

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- 10. Targeted Marketing & PR
- 11. External Recruitment Trips
- 12. Inbound Marketing Events
- 13. Industry Tradeshows & Conferences
- 14. Site Selector Relationships
- 15. Sales & Proposals
- 16. Site Visits
- 17. Incentive Packaging and Negotiations
- 18. Celebrate Company Locations

The Springfield Economic Look planning project for the City of Springfield, Oregon was led by Courtney Griesel, Economic Development Manager, with consulting and facilitation assistance from TadZo L.L.C.



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TadZo is an economic development and site selection consulting firm led by Allison Larsen. Businesses and communities want essentially the same things: economic vitality, wealth creation, quality place and environment. TadZo works with communities to achieve these outcomes. TadZo also assist companies to identify communities with these attributes that support business strategy and competitive advantage.

