TO: James L. App, City Manager

FROM: Ronald Whisenand, Community Development Director

SUBJECT: Downtown Parking Action Plan

DATE: March 6, 2007

Needs: For the City Council to implement a Downtown Action Plan.

Facts: 1. On January 16, 2007, the Council directed staff to report on the next steps to implement a Downtown Parking Strategy.

- 2. The identified steps for the strategy were outlined in the Council's 2002 Downtown Parking and Circulation Analysis and Action Plan prepared by the firm of Kimley-Horn.
- 3. The 2002 study evaluated our downtown parking issues, parking habits of downtown business owners and users, and offered a series of solutions to make sure that sufficient parking will exist for a growing downtown. A summary of those issues and recommendations is contained in the attached Downtown Parking Memorandum dated February 12, 2007.

Analysis & Conclusion:

As outlined in the Kimley-Horn study, the City needs the following to effectively manage our downtown parking needs:

- Increase parking turnover and manage parking availability in the downtown through metered time restricted parking.
- Maximize underutilized downtown parking spaces by expanding the acceptable walking distance to 3-4 blocks or 2 ½ minutes.
- Plan for acquisition, construction, and maintenance of future parking facilities through implementation of a variety of funding sources including meter revenues and fines.

Implementing such a program will require outside assistance in identifying (a) meter options, locations and pricing strategies; (b) requirements for staffing associated with enforcement, collection and maintenance; (c) various financing tools; and (d) areas where possible property acquisitions should be concentrated.

Fiscal

Impacts:

Implementation of the above strategy will have impacts that need to be calculated. The costs to prepare necessary parking management and financing strategies, will not be known until proposals are received from firms with expertise in this area.

Options:

- a. Confirm the 3-point parking action plan outlined above and direct staff to prepare a Request for Proposal for its implementation.
- b. Amend, modify, or reject the above option.

Attachments:

January 30, 2007 Action Plan Memo

Memorandum

To: Mayor and Council

From: Ronald Whisenand, Community Development Director

CC: Jim App, City Manager

John Falkenstien, City Engineer

Date: 01/30/07

Re: Downtown Parking Action Plan

At the January 16, 2007 City Council meeting, staff was asked to develop a Downtown Parking Action Plan based upon findings contained in the 2002 Downtown Parking Study. In addition staff was asked to formulate some financing options for parking strategies based on findings contained in the Downtown Parking Study and the experience of other cities.

This Action Plan contains three components. The first restates parking issues and recommended solutions contained in the 2002 Downtown Parking and Circulation Analysis and Action Plan prepared by Kimley-Horn and Associates, Inc. The second looks at the status of the Council's Parking Action Plan that grew out of the Kimley-Horn study. Various parking program financing options will be addressed in the third and final section.

A. 2002 Downtown Parking and Circulation Analysis and Action Plan

1. <u>Summary of Identified Parking Issues</u>:

- There are a sufficient number of parking spaces downtown (3,000) to meet the current customer and employee demand but many of the spaces are not located in the areas where people want to park.
- There are currently no regularly enforced time restrictions that limit how long a vehicle
 can be parked in a public parking space. Employees, and to a lesser extent, customers,
 park for long periods of time in spaces (average 4.75 hours per day per space) that could
 be utilized better and for shorter time periods by customers.
- Turnover of an average parking space in the downtown occurs every 5 hours on the weekdays as opposed to every 2 hours on Saturday and Sunday. The longer weekday duration is a typical characteristic of spaces used by employees.
- Downtown employees and customers expect to be able to park within one block (approximately 1 minute) of their destination. This "expected walk distance" results in the perception that there are not enough parking spaces, and the belief that this

shortage decreases business activity. *Note – the national average expected walking distance in a downtown setting is about 3-4 blocks, or 2 ½ minutes.*

 Peak/100% parking demand in the downtown core is evident for only 2 hours per weekday between 11 am and 1 pm. Employee parking occupies many of the prime "customer" spaces.

2. <u>Recommended Parking Solutions:</u>

- Based on an expected walk distance of one block and prolonged stay of each parker, approximately 100 more spaces were needed in the downtown core in 2002. The immediate solution to this focused parking problem is either expand the acceptable walking distance to the use national averages or restrict the length of time a vehicle can be parked in some of the space around the park area in order to increase parking "turnover."
- Sufficient parking to meet this need could be provided by increasing parking turnover (decreasing the average length of time a vehicle is parking without moving), increasing the actual number of public parking spaces, or a combination of increased turnover and additional supply. Example: Limiting time available for each parker from its current 4.75 hour average to 2.33 hours would increase effective downtown parking from 6,000 to 12.000 per shopping day.
- Based on future downtown redevelopment and growth, and assuming there is no change in the expected walk distance nor management of existing space use, approximately 350 additional parking spaces would be needed in the downtown area to accommodate future parking demand (by 2007).
- Longer-term solutions (2012 and beyond) to increase the public parking supply may be necessary for future development and redevelopment plans to be successful. These solutions include enforced, time restricted spaces to increase parking turnover and additional public parking spaces.
- There are three actions to accommodate long-term demand: implementing enforced time restrictions and parking meters to better manage parking habits, expand the average walk distance, and finance additional parking. The effects of expanding the expected walking distance is shown in Exhibit A. The effect that time-restricting parking could have on the downtown core is shown in Exhibit B.

B. Downtown Parking Action Plan

Following the preparation and presentation of the 2002 Kimley-Horn Parking Study, the Council adopted a "Downtown Parking Action Plan." Short, Mid, and Long-Term action items were approved but fell short of many of the recommendations contained in the Kimley-Horn Study. Recommended parking solutions that failed to gain support at the time of adoption included

expanding the average walking distance and enforcing time restricted parking in the downtown core. A December 2005 status report is attached as Exhibit C.

C. Parking Costs and Financing Options

- Based on 2005 figures, municipal parking costs approximately \$45,000 per parking space. A 500space structure on a 45,000 square foot site, for example, would cost \$22.5 million. Surface lots
 cost less to improve but would require large areas of valuable downtown real estate in order to
 achieve sufficient parking to meet long term parking needs and significantly disrupt pedestrian
 shopping patterns.
- Operations and maintenance costs for a parking structure include cleaning, lighting, maintenance, repairs, security services, landscaping, fire control, elevators, access control, fee collection, enforcement, insurance, labor, and administration. Based on 1999 ITE figures and adjusted for inflation, annual maintenance average about \$600/space. Maintenance costs for a 500 space parking structure would be \$300,000 annually.

No single financing mechanism can cover the full cost of construction and operation of a parking structure. Rather a combination of sources will be required in order to provide adequate funding. Funding sources must include in lieu fees, parking meter revenue, parking enforcement fines, and parking lot/structure fees.

Many jurisdictions, finance construction of parking structures using bonds funded through parking meter revenues and fines. In fact, San Luis Parking Fund revenues consist of 36% meter collections, 32% parking structure revenues, 20% fines, and less than 6% from other sources such as in-lieu fees (see Exhibit D).

Other options could include:

- <u>Parking District/Special Assessments</u> Special assessments could be charged to real property
 in the parking district based upon the benefit of a parking structure to downtown businesses.
 A special assessment would require the support of the owners of the proposed district.
 Annual assessments in the range of \$2,000-\$6,000 per business could assist making bond
 payments for the construction and maintenance of a parking structure.
- <u>Sales Tax Increase</u> A voter-approved, City-wide sales tax increase could provide an additional revenue stream to assist making bond payments for the construction and maintenance of a parking structure. NOTE: A 500-space structure costing over \$22,000,000 would carry a debt service requirement of approaching \$2,000,000 per year.
- <u>Redevelopment Agency Participation</u> Downtown Paso Robles falls within the City's redevelopment area. As new development occurs Downtown, tax increments will accrue to the Redevelopment Agency. Some portion of this tax increment funding may be available for parking structure financing. However, a substantial portion of Redevelopment funds is already committed to existing projects.

Summary:

Parking availability can be expanded through proper management of the existing spaces, changing shopper and downtown employee habits, and by increasing supply. The steps required to increase parking are known and have been implemented successfully in many California communities:

- Implement time restricted metered parking in the downtown to increase the turnover in available
 parking making it more available to users of the downtown, encourage employees to park away from
 prime spaces, and to begin the needed funding for additional parking to meet the City's longer-term
 parking needs.
- Expand the expected walking distance standard to 3-4 blocks to take advantage of underutilized public parking away from the downtown core.
- Continue to look for areas to create more angled parking to increase the supply of on-street parking such as the easterly side of Pine Street between 6th and 11th Streets

Exhibits:

- A. Expanded range of parking options by using national average walking distance
- B. Effect of time-restricted parking on the downtown core
- C. Downtown Parking Action Plan Status Report
- D. San Luis Obispo Funding Example

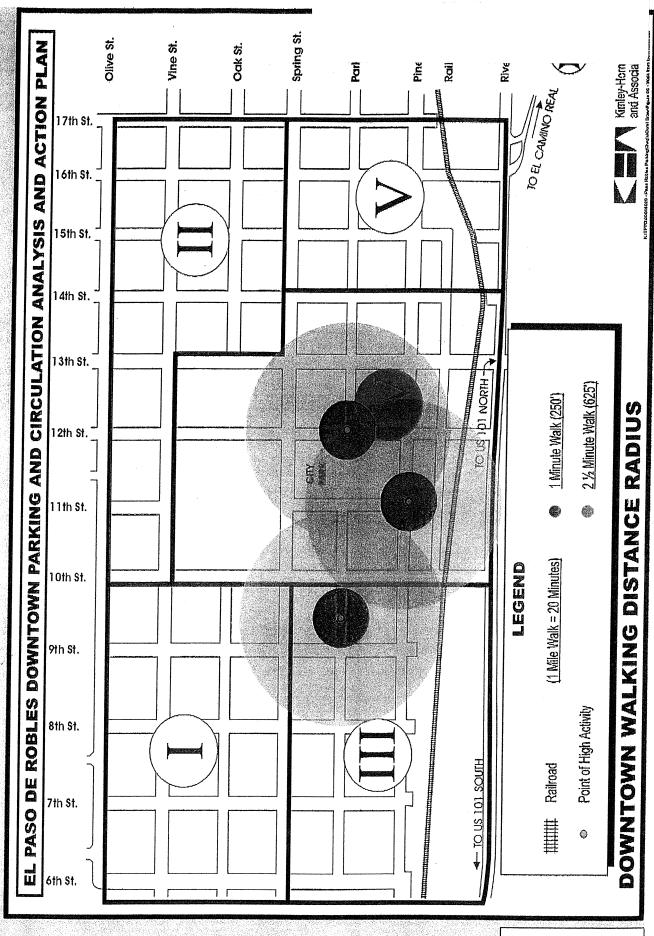


Figure 5
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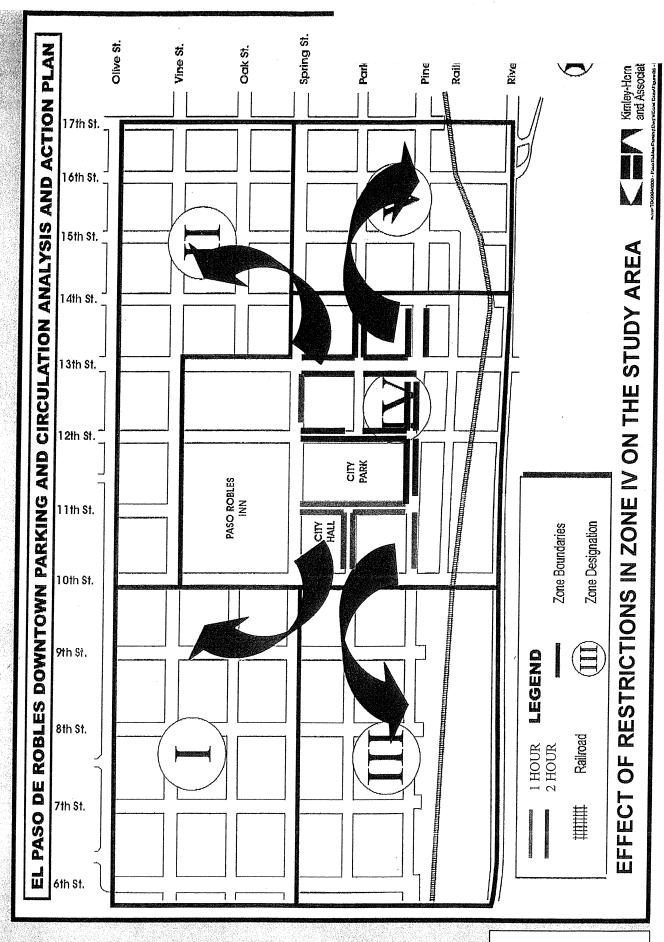


Figure 10

Paso Robles Downtown Parking Action Plan

(and Status Report as of December 2005)

Short-Term (2002-2005); current / projected demand for 100 spaces:

- Provide angled on-street parking where feasible. (**Done**; **created 115 spaces**)
- Propose a budget in FY 03-04 for new/additional signs for parking lots. (**Done**)
- In cooperation with Main Street, mark curb faces in selected blocks to designate on-street parking spaces "for customers". (Was concluded to be not feasible / effective)
- Allow loading zones to be established by the Streets & Utilities Committee. (**Done**)
- Establish a City Council ad hoc Committee to review options for ways to provide more off-street parking spaces (particularly in the form of parking lots that could later be used for parking structures). Considerations shall include potential locations and costs for the City to lease and improve vacant properties as interim locations for additional off-street parking. (Done; preparation of a financing study which is now underway)
- Direct staff to prepare the appropriate paperwork to extend the current favorable parking ratio that expires in December 2003 to December 2005. (**Done**)
- Encourage Main Street to work with downtown merchants to formulate and implement
 programs that provide incentives for employees to park outside of the downtown core
 area. (To the extent that these programs are successful, it may not be necessary to pursue
 less attractive and more expensive measures to free up customer parking in the downtown
 core area.) (City staff understands Main Street made efforts but with limited success)
- Do one of the following:
- a. Determine to rely on business owners to control the parking of their employees, thereby freeing up additional on and off-street parking spaces for customers, for a three-year period (ending December 31, 2005). Prior to the close of the three year period, review the potential need for time restricted parking; (**Done**; **little perceived success**) or
- b. Direct staff to prepare a FY 03-04 budget proposal to enforce parking time limits. The time limits would restrict parking between 10 AM and 2 PM weekdays and would apply to areas identified in the Kimley-Horn study:
- i. No time limits in public parking lots at 12th & Railroad, Spring between 12th and 13th, and south of City Hall, and along 11th Street and outside of the core area defined below in ii, iii, iv.
- ii. A time limit of 4 hours on Spring and Pine Streets south of 12th.
- iii. A time limit of 2 hours on Park & Pine Streets from 12th to 14th Street and in the parking lot east of Mary's Pizza.

Paso Robles Downtown Parking Options

- iv. A time limit of 4 hours on 12, 13, and 14th Streets.
 - When development occurs at the NE and SE corners of 4th and Spring Streets, propose a budget for modifying lane configurations to channel a lane of traffic east on 4th Street and north on Pine Street. (May be implemented with new Development plans)

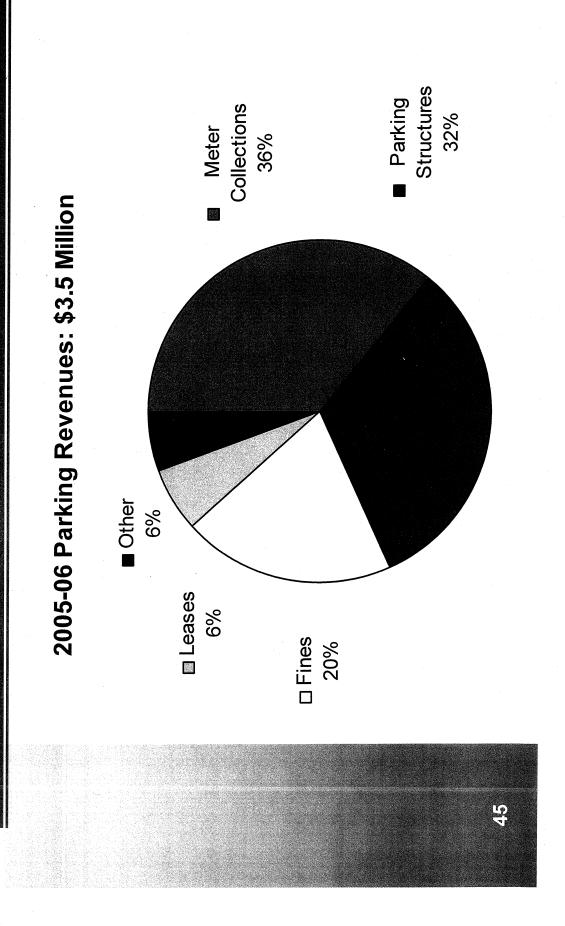
Mid-Term (2006-2009); projected demand for 350 additional spaces:

- Reevaluate the need for time-restricted parking (if not established in the short-term program or if there is a perceived need to consider expansion of either the time limits or geographic area to which they apply).
- Consider whether or not to further extend the favorable parking ratio for new development in the downtown area. (Will be considered before 12/31/05)
- Budget funds for acquisition and design of a facility to expand the number of off-street parking spaces within Area IV (as defined in the Kimley-Horn report). The location of the additional off-street parking would be based on opportunity for purchase of land. Property would be improved for surface level parking as an interim measure, with future structured parking as a long-range plan.
- Once the 13th Street bridge project is complete, as a trial measure, close off 13th Street for a two-week period in the block between Railroad and Park Streets, installing traffic counting devices elsewhere to determine the patterns of traffic that result from the change. This trial would include installing directional signs at 10th and 16th Streets, designed to channel traffic to Riverside and Creston Roads. Depending upon the outcome of the trial (measured in terms of reasonable success in redirecting traffic), consider the budget for a permanent barrier.

Long-Term (2010 and beyond); projected demand for 550 more spaces:

- Reevaluate the need for time-restricted parking (if not established in the short-term program or if there is a perceived need to consider expansion of either the time limits or geographic area to which they apply).
- Consider whether or not to further extend the favorable parking ratio for new development in the downtown area.
- Design and construct one or more multi-level parking lots to service Area IV as defined by the Kimley-Horn Report.
- Plan for and implement measures to direct Spring Street traffic east to the Riverside Avenue corridor, based on a new rail underpass or overpass being constructed at 4th and Pine / Riverside.

Parking Fund Revenues



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