City of Erie Investment Prospectus

Building Opportunity | Restoring Hope | Transforming Erie
Prepared by the City of Erie
In partnership with

The Erie Downtown Development Corporation
The Erie County Planning Data Center
"We don’t need to travel farther than Erie, Pennsylvania, to see that grand things are possible and that cities can leverage their distinctive advantages,” Bruce Katz and Jeremy Nowak, The New Localism

"Erie feels like a work in progress, but one that is clearly progressing,” James and Deb Fallows, The Atlantic

"Erie is on the cusp of greater things. To be sure, problems remain to be worked on, but something is happening here. There is a turn-the-corner feel in the air. A coming together.” Dean Barber, Barber Business Advisors

"The pie-men have long since departed, and the Governor has come. He recognizes the plight and, we hope, the promise of the region. Our future may not be predestined by the grace of God, but it’s in our humble, human hands. Perhaps it’s time we lay new track.”
Jim Wertz, Erie Reader

"Like other Rust Belt cities, Erie is reemerging in the 21st century, working to find its way in a post-industrial, post-manufacturing climate. With regional, city, and downtown plans drafted and the implementation process underway, Erie’s next generation of leaders are indeed helping to move the city forward.” Urban Land Institute

"As the city’s new mission statement conveys, Erie’s resurrection will be achieved via strong schools, tolerance and inclusion, vibrant culture and commerce.” Lisa Thompson, Erie Times News

"Erie is on the cusp of greater things. To be sure, problems remain to be worked on, but something is happening here. There is a turn-the-corner feel in the air. A coming together.” Dean Barber, Barber Business Advisors

"There is no doubt some in the community will want an easier, softer way. With all the earnestness at our command, we beg of you to be fearless in the face of resistance to change and be thorough from the very start. By holding onto old ideas the result for Erie will be nil. Half measures will avail Erie nothing because your city is at a turning point.” Charles Buki, czb Consulting
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1. Help Erie Market its Opportunity Zones to local, regional, and national investors

2. Help Erie organize its assets to have maximum economic and social impact

3. Help Erie organize stakeholders around a unified vision of inclusive growth
Pennsylvania’s only Great Lakes port city is at an inflection point.

A city in the throes of reinvention, characterized by renewed enthusiasm and optimism across broad segments of the community.

Highlighted by unprecedented collaboration, anchor investment, civic resurgence, and a convergence of stakeholders aimed at community renewal.

*What follows in this document is a story.*

A story of a city wrestling with renewed optimism and persistent challenges.

A story of a community poised to recreate itself so that all segments of society can usher in the next decade equitably.

This story will identify the unique sets of institutions, programs, and resources available to investors and developers.

It will identify shovel ready projects and high potential operating businesses.

And it will include a strategy to ensure that investment is aimed at inclusive and equitable growth and wealth generation for all segments of the community.
GEOGRAPHY OF OPPORTUNITY ZONES

<table>
<thead>
<tr>
<th></th>
<th>Population 2010</th>
<th>Population 2016</th>
<th>% Change</th>
<th>Square Miles</th>
</tr>
</thead>
<tbody>
<tr>
<td>Erie County MSA</td>
<td>280,564</td>
<td>274,541</td>
<td>-2.10%</td>
<td>1,558 sq. miles</td>
</tr>
<tr>
<td>Erie City</td>
<td>101,782</td>
<td>97,369</td>
<td>-4.30%</td>
<td>19.37 sq. miles</td>
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<tr>
<td>Opportunity Zones</td>
<td>23,615</td>
<td>22,561</td>
<td>-4.67%</td>
<td>5.31 sq. miles</td>
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</tbody>
</table>
EREIE OPPORTUNITY ZONE FOCUS

- **8** Opportunity Zone tracts
- **71** total tracts in Erie MSA
- **11%** of all tracts

- **22,561** Opportunity Zone Population
- **274,541** Erie MSA Population
- **8.22%** of the population

Source: US Census American Community Survey, US Census Planning Database (PDB)
MARKET MENTAL MAP

Central Business and Bayfront Development District
- Erie Downtown Development Corp
- Erie Innovation District
- Erie Technology Incubator
- Erie-Western Pennsylvania Port Authority
- Harbor Place Bayfront Development
- Bayfront Place Development
- Renaissance Center

Adjacent Commercial & Residential Development District West
- Our West Bayfront

Adjacent Commercial & Residential Development District East
- Bayfront Eastside Taskforce
- SERVErie

Industrial Development District East
- Greenfield Development Opportunity
- SB3
- Savocchio Business Park

Industrial Development District West
- Brownfield Development Opportunity
Incentive Zones

- Opportunity Zones
- Enterprise Zones
- Keystone Innovation Zones

Boundaries

- Erie County (MSA)
- Erie City

Enterprise Zones
An incentive program that provides tax credits to businesses or private companies investing in rehabilitating, expanding, or improving buildings or land.

Keystone Innovation Zones
An incentive program that provides tax credits to for-profit companies less than eight years old operating within specific targeted industries within the boundaries of a Keystone Innovation Zone.
# Social and Economic Overview

## Metro, City, Opportunity Zones

<table>
<thead>
<tr>
<th></th>
<th>Black</th>
<th>Hispanic</th>
<th>Foreign Born</th>
<th>Poverty</th>
<th>Median Household Income</th>
<th>BA Degree *</th>
<th>Some College*</th>
<th>No HS degree*</th>
<th>Under 18</th>
<th>Over 65</th>
<th>Unemployment</th>
</tr>
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<tbody>
<tr>
<td>MSA</td>
<td>7.8%</td>
<td>4.36%</td>
<td>4.5%</td>
<td>15.7%</td>
<td>$47,094</td>
<td>27%</td>
<td>15.9%</td>
<td>8.9%</td>
<td>21.9%</td>
<td>17.3%</td>
<td>4.3%</td>
</tr>
<tr>
<td>Erie City</td>
<td>16.4%</td>
<td>7.2%</td>
<td>7.3%</td>
<td>26.4%</td>
<td>$35,205</td>
<td>21.7%</td>
<td>16.2%</td>
<td>12.9%</td>
<td>23%</td>
<td>13.6%</td>
<td>5.6%</td>
</tr>
<tr>
<td>O-Zones</td>
<td>23.4%</td>
<td>10.4%</td>
<td>5.5%</td>
<td>43.4%</td>
<td>$23,787</td>
<td>10.2%</td>
<td>n/a</td>
<td>18.3%</td>
<td>24.7%</td>
<td>11.9%</td>
<td>6.4%</td>
</tr>
<tr>
<td>State (PA)</td>
<td>11.9%</td>
<td>7.3%</td>
<td>6.4%</td>
<td>12.9%</td>
<td>$54,895</td>
<td>29.3%</td>
<td>16.2%</td>
<td>10.4%</td>
<td>20.8%</td>
<td>17.8%</td>
<td>4.5%</td>
</tr>
<tr>
<td>US</td>
<td>13.4%</td>
<td>18.1%</td>
<td>13.2%</td>
<td>12.7%</td>
<td>$55,322</td>
<td>30.3%</td>
<td>21%</td>
<td>13%</td>
<td>22.6%</td>
<td>15.6%</td>
<td>3.9%</td>
</tr>
</tbody>
</table>

Source: Census Planning Database (PDB), American Community Survey (ACS)

* Age 25 years and over
MARKET STRENGTHS
SIGNIFICANT CAPITAL INVESTMENT FROM ANCHOR INSTITUTIONS

Over the last few years, collectively some of the largest anchor institutions in the region have invested nearly $600 million dollars in capital projects, including Fortune 500 company Erie Insurance, UPMC Hamot Hospital, Allegheny Health Network - Saint Vincent Hospital, Gannon University, Mercyhurst University, Scott Enterprises, and Velocity Network.

- Erie Insurance | $135 million
- UPMC Hamot | $111 million
- Saint Vincent Allegheny Health Network | $115 million
- Velocity Network | $8 million
- Gannon University | $16 million
- Mercyhurst University | $4 million
- Scott Enterprises | $160 million
ERIE’S DIVERSE ECONOMY

Erie is a diverse economy with a 2.0 manufacturing location quotient, and emerging strengths in education, medicine, advanced manufacturing and tourism. These industries are not only providing an abundance of employment opportunities, but also livable wages for the thousands of families living in the surrounding communities.

Erie’s nascent Innovation District, focusing on cybersecurity, data science, insurtech, fintech, and other emerging industries is poised to create jobs for the 21st century in Erie County. Radius CoWork and the Erie Technology Incubator hatch new startups everyday – and will continue to create a diverse mix of tech-enabled jobs in the region.
Erie Downtown Development Corporation ("EDDC")

- The EDDC is a newly formed and privately funded nonprofit corporation led by a group of business and community leaders. The mission of the EDDC is to fuel economic growth through real estate development in the Central Business District of the City of Erie.

- The EDDC works closely with the Erie Downtown Equity Fund ("EDEF"), a for-profit private equity fund raised to provide “gap-financing” to assist the EDDC’s real estate development activity.

- The EDEF has raised approximately $30 million to date, led by the efforts of community stakeholders, including, Erie Insurance and its chairman Tom Hagen, along with UPMC Hamot, Gannon University, Saint Vincent Hospital, Erie Community Foundation, Marquette Savings Bank, Erie Bank, and Northwest Bank.

- The EDDC is modeled after the Cincinnati Center City Development Corporation ("3CDC"), a successful initiative that has spearheaded revitalization efforts in the City of Cincinnati.
ENGAGED PHILANTHROPIC COMMUNITY FOCUSED ON TRANSFORMATIONAL CHANGE

Susan Hirt Hagen Center for Transformational Philanthropy

$10 million Community Investment

- Erie Innovation District $4 million investment
- Empower Erie | Community College $4 million investment
- Erie School District Community Schools $1.5 million investment
- Neighborhood Revitalization Investment $500 thousand investment

Erie Community Foundation

- The ECF made grants totaling $18.8 million in 2017. At year end, assets totaled $259 million with an increase in $77 million over the last decade.

Erie County Gaming Revenue Authority

- Created in 2008 in reaction to the 2004 PA Racehorse Development and Gaming Act, the Erie County Gaming Revenue Authority (ECGRA), an innovative local share gaming revenue model, has invested nearly $50 million across Erie County to support placemaking, neighborhoods, education, arts and culture, and entrepreneurship and innovation.
SIGNIFICANT INVESTMENTS FROM THE COMMONWEALTH

- Department of Agriculture (DOA)
  - $1,645,653
- Department of Environmental Protection (DEP)
  - $750,641
- Department of Conservation and Natural Resources (DCNR)
  - $120,000
- Department of Community and Economic Development (DCED)
  - $13,794,694
- Redevelopment Assistance Capital Program (RACP)
  - $16,000,000
- Pennsylvania Department of Transportations (PennDOT)
  - $21,761,303
Pennsylvania’s only port access to the Great Lakes and located at the nexus of two major interstate highways (I-90 & I-79) Erie boasts market proximity to major markets in Pittsburgh, Buffalo, Cleveland, and Toronto. And falls within one day’s drive to 80% of consumers in the continental United States. Erie has also been gaining visibility in recent years as a regional tourist destination by leveraging its natural resources.
Erie County MSA has nearly 51 miles of shoreline and a natural peninsula known as Presque Isle State Park.

5-year, 40% water discount for all new investments; 36 million gallons of excess water and sewer capacity; membrane filtration system provides highest quality water available.
RENEWED CONFIDENCE IN CIVIC AND PUBLIC LEADERSHIP

Energized leadership from City Hall; Mayor Joe Schember and his administration have embraced City comprehensive plan Erie Refocused to bring transformational change to the city and the region.

- Mayor Schember has added several new positions to his administration including a City Planner, Liaison to the African American Community, Liaison to the New American Community, Digital Media Coordinator, Business Development Officer, and Full-time Grant Writer.

- The Department of Economic & Community Development manages over $7 million in self-sustaining revolving loan funds and manages a $25 thousand small business micro-grant fund.
INSTITUTIONAL CAPACITY
The Erie Government, Business and Non-Profit Communities have coalesced around the common goal of promoting Erie’s Opportunity Zones, designated as Pennsylvania’s Flagship Opportunity Zone.

The Pennsylvania Flagship Opportunity Zone Development Corporation was created under the umbrella of the Erie Regional Chamber and Growth Partnership so economic development and promotion efforts can be focuses within the Opportunity Zones.

The Development Corporation will, on a non-fund proprietary basis,

- Quantify deal flow and availability of local capital
- Identify projects, local investors, funds, and partner investment
- Promote the Zone, eligible projects, entrepreneurs, investors, and funds

The Flagship Opportunity Zone includes the Erie Innovation District, the hospital district, the downtown, industrial parks, and residential areas that are often overlaid with other economic development zones, and are prime for investment.

For more information, visit www.FlagshipOpportunityZone.com
$7 million in Gap Financing Revolving Loan Funds

**Enterprise Zone Revolving Loan Fund**
- The Enterprise Zone Revolving Loan Fund (EZRLF) provides low interest financing to credit worthy businesses that contribute significantly to the area's economy.
- Land and building acquisition, construction and renovations, machinery and equipment purchases, and other expansion projects that result in the creation or retention of jobs qualify for funding.
- EZRLF funding fills the gap between bank financing and an organization’s equity.

**City of Erie Infrastructure Development Fund**
- Low interest gap financing for infrastructure projects including: Underground utilities; Paving; Lighting; Fencing; Water/sewer improvements; and Gas lines

**City of Erie Business Development Fund**
- Similar to Enterprise Zone RLF
- Can support projects outside of traditional manufacturing
- Interest generated from funds support Flagship Fund Micro-Grant program

**Flagship Fund Micro-Grant Program**
- The Flagship Fund is the City of Erie's first ever Micro-Grant program for small businesses
- It was established to provide financial assistance to support market-ready products and services that enhance the City of Erie's reputation for innovation and creativity; contribute to a thriving, sustainable business culture; and improve the quality of life for residents of the City of Erie.
ERIE COUNTY ECONOMIC DEVELOPMENT

Erie County Economic Development is a full service development team that provides low interest financing, real estate services and grant assistance to businesses and non-profit organizations with the ultimate goal of fostering investment and employment in the Erie Region.

- Revolving loan fund capitalized in 2003 by Erie County
- 144 companies assisted
- 2,592 jobs created/retained
- $34 million in total lending activity
- $146.5 million in new investment in Erie County
SBA LOAN ACTIVITY IN ERIE COUNTY MSA
2008 - 2017

- Number of Loans
- Total Amount of Loans
INSTITUTIONAL SEED STAGE FUNDING IN ERIE COUNTY MSA
2007-2017

- Number of Loans
- Total Amount of Loans
ECGRA's Ignite Erie™ program improves Erie's economic outlook through impact investments in three key areas:

- Inner-city small business development
- Industry & University collaborations for business acceleration
- Business financing
ERIE COUNTY GAMING REVENUE AUTHORITY
PLACEMAKING PROJECTS

RENAISSANCE BLOCK PROGRAM

- Part of the Neighborhood Impact Investing strategy through ECGRA, the Renaissance Block program was created in 2018 and designed to reinvigorate neighborhoods and main corridors, boost buy-local efforts and combat blight in Erie County.

- The Renaissance Block Program is a matching program that helps finance eligible exterior repairs, permanent improvements, and streetscapes. Funds can also be used to improve publicly owned property that is targeted to improve the block's visual appearance.

- The program in its first year awarded nearly $500,000 to eleven neighborhood groups in Erie County.

ANCHOR BUILDING PROGRAM

- The Anchor Building Grant Program, created in 2018, is an adaptive reuse funding program designed to strengthen a community, neighborhood, or commercial district by redeveloping, enhancing, and preserving an underutilized or vacant building that has the potential to serve as a catalyst for greater investment and commercial or social activity.

- ECGRA funding serves as a vital part of the financing structure to bridge the gap, boost the real estate market, assist in developing equity, and enhance quality of place.

- The program in its first year awarded nearly $500,000 for five catalytic projects in Erie County.
CONTINUUM OF LOCAL CAPITAL INVESTMENTS BY ERIE COUNTY GAMING REVENUE AUTHORITY

2011 – 2018

Local Investment | $10,975,000
Minimum Match | $13,975,000

Pre-Seed
International Institute $200,000

Seed
Ben Franklin $3,050,000

Growth Capital
1855 Capital $500,000

Debt Financing
Bridgeway Capital $2,600,000

Series A/B
Enterprise Development Fund $2,375,000

Mezzanine
Blue Highway Capital $250,000

Reinvention
Bridgeway Capital $1,000,000
Housing and Neighborhood Development Service (HANDS) is Northwestern Pennsylvania’s leader in the development and management of multifamily apartment homes for low-income families, elderly and adults living with a disability.

Over the course of 50 years, HANDS has completed 4 dozen housing developments resulting in the production of more than 1,000 units of affordable housing.

HANDS forms strategic partnerships with local municipalities, counties, social service agencies and community organizations to address their housing needs. Each development provides HANDS and the community at large with the opportunity to promote greater choice of housing and further reduces impediments to fair housing.

HANDS has worked with and secured funding through numerous federal, state, local and private agencies. A few of HANDS supporters include: the Department of Housing and Urban Development, Pennsylvania Housing Finance Agency, Federal Home Loan Bank, the Pennsylvania Department of Community and Economic Development, Crawford County, the City of Erie Department of Economic and Community Development, Erie County, the Erie Redevelopment Authority and the Erie Community Foundation.

HANDS is designated as a Community Housing Development Organization (CHDO) by the City of Erie and Commonwealth of Pennsylvania.
### REGIONAL UNIVERSITY PIPELINE

#### STEM Degrees Awarded

<table>
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<tr>
<th>Field</th>
<th>2016 - 2017</th>
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<tbody>
<tr>
<td>Biological And Biomedical Sciences</td>
<td>162</td>
</tr>
<tr>
<td>Computer and Information Sciences and Support Services</td>
<td>169</td>
</tr>
<tr>
<td>Engineering</td>
<td>447</td>
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<tr>
<td>Engineering Technology and Engineering-Related Fields</td>
<td>308</td>
</tr>
<tr>
<td>Mathematics and Statistics</td>
<td>22</td>
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<tr>
<td>Physical Sciences</td>
<td>65</td>
</tr>
<tr>
<td>Health Professions and Related Programs</td>
<td>2253</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>3426</strong></td>
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#### Universities and Students

- **5 Universities**
- **23,000+ Students**
- **10 Accredited Institutions**
- **15% STEM Concentration**

<table>
<thead>
<tr>
<th>School</th>
<th>Total</th>
<th>Undergrad</th>
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<tr>
<td>Mercyhurst</td>
<td>2,759</td>
<td>2,452</td>
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<tr>
<td>MNE</td>
<td>793</td>
<td>793</td>
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<tr>
<td>Behrend</td>
<td>4,502</td>
<td>4,345</td>
</tr>
<tr>
<td>Gannon</td>
<td>4,149</td>
<td>3,076</td>
</tr>
<tr>
<td>Edinboro</td>
<td>5,574</td>
<td>4,290</td>
</tr>
<tr>
<td>LECOM</td>
<td>4,163</td>
<td>0</td>
</tr>
<tr>
<td>FORTIS</td>
<td>391</td>
<td>391</td>
</tr>
<tr>
<td>Great Lakes</td>
<td>396</td>
<td>396</td>
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<tr>
<td>EIT</td>
<td>295</td>
<td>295</td>
</tr>
<tr>
<td>Triangle Tech</td>
<td>61</td>
<td>61</td>
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<tr>
<td><strong>TOTAL</strong></td>
<td><strong>23,083</strong></td>
<td><strong>16,099</strong></td>
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*Images of universities and partnerships are visible at the bottom of the page.*
INCLUSION STRATEGY
INCLUSION STRATEGY

The City of Erie is dedicated to facilitating equitable and inclusive growth for all segments of the community. Our inclusion strategy is informed by the work of Policy Link which aspires to these outcomes:

- **Equitable growth.** Opportunity Zones should leverage tax incentives to create good jobs, increase economic security and mobility, and eliminate the racial wealth gap. Projects in the zones should result in jobs that provide wages that support a dignified standard of living, full benefits and workers rights, and safe and healthy working conditions. Developers and investors of color should have access to contracting opportunities in the zones.

- **Development without displacement.** In addition to bringing economic opportunity and vitality to disinvested communities, development in Opportunity Zones should foster greater housing affordability and security for families most at risk of displacement, including low-income households and households of color.

- **Healthy communities of opportunity.** Investments should drive equitable growth and prosperity for current low-income residents and communities of color within the zones. Projects should increase services available to vulnerable populations such as affordable transportation options, health-care facilities, healthy food retail, and quality education services.*

*http://www.policylink.org/node/52161
Facts about Erie Public School's Tech After Hours

- Erie's Public Schools Adult Education Program Tech After Hours focus is to fulfill education, instructional, and support services for the Erie Community to earn industry credentials in the focused fields of training and high school diploma program.

- Training includes the fields of welding, machinist, construction trades and health careers. The programs are designed as a path to industry-recognized certifications in the health careers, construction trades, welding and machining fields.

- Tooling-U, OSHA 10, resume/portfolio and soft skill development are part of each program.

- Individualized training programs can be designed based on an employer’s needs related to a particular O-NET code or defined by the employer for their employment requirements.
EAGLE’S NEST LEADERSHIP CORPORATION

Facts about Eagle’s Nest

- The Eagle’s Nest Leadership Corporation, a recognized 501 (c)(3) non-profit organization, is a think tank of community leaders dedicated to the dynamics of vision, educational initiatives, career development, and community civility.

- The Eagle's Nest Leadership Corporation is a collaborative effort from a multitude of solutions. The program instills hope for a future by providing a concrete plan for a pathway to a career (not a job), it stimulates the economy, it transforms the mind for life-readiness instead of the “just getting by” mentality, it improves education and financial literacy, and partners with major corporate institutions who are investing in the lives of our youth because of the reality of their potential and the potential of the programs.

- **Boy’s Academy**
  - The assignment of the Eagle’s Nest African-American Boys Academy, an institution dedicated to the intellectual stimulation of elementary-age boys, is to introduce and reinforce the values of citizenship, self-esteem, self-determination, and honor by exploring African-American culture through historical and contemporary analysis.

- **School of Financial Literacy**
  - Provides a robust, multi-faceted program designed to give students the tools and resources needed to obtain personal financial success after high school. At the end of the program, each student will receive a monetary scholarship to invest in a savings account.
ERIE’S PUBLIC SCHOOLS: A POINT OF PRIDE


- 2018 – created game-changing, 5 year Strategic Plan that places an emphasis on student success at every level. Over 140 school and community leaders were actively involved in the process.

- 2017 completed largest reconfiguration in school district’s history that provided immediate and measurable relief to operational and maintenance costs of underutilized buildings

- Attracted an additional $14 million in annual funding from the State of Pennsylvania

- Spearheaded fair funding reform at the State level to ensure that future funding would be in place to help meet the aspirational benchmarks of the Strategic Plan

“We all know Erie is a great place to live. It boasts beautiful sunsets, a low cost of living and is a stable place to raise a family. But the real thing Erie has going for it—the thing I think we sometimes underestimate—is our sense of community. When there is a need, big or small, people in this community step up to help.” Brian Polito, Superintendent for Erie Public Schools, Superintendent’s Message – 2018 Strategic Plan
OPPORTUNITY ZONES IN ERIE
TYPOLOGY OF OPPORTUNITY ZONE BY CENSUS TRACT (Methodology)

Methodology

• Utilizing Longitudinal Employer-Household Dynamics (LEHD) data aggregated to the census tract level
  • Calculated the work area profile of the census tracts in Erie County (MSA) for Manufacturing job loss (NAICS 31-22)
  • Performed a longitudinal study observing Manufacturing job loss 2002-2015

• Utilizing Planning Database (PDB) data aggregated to the census tract level and census block group level
  • Analyzed block groups for concentration of renter occupied housing, mixed-use occupied housing, high density housing

• Utilizing government funding highlights via Pennsylvania Department of Community and Economic Development (DCED)
  • Performed density analysis based on points of investment in Erie County (MSA)

• Utilizing the Erie County Asset inventory via Erie County Data Center
  • Performed density analysis based on anchor institutions
  • Analyzed block groups for blighted housing

Typologies

Industrial Development Hub
• Areas identified as being the focus of local development organizations
• Greenfield development site concentration

Distressed Industrial Corridor
• Tracts identified as having experienced a loss of manufacturing employment greater than 350 jobs since 2002
• Brownfield development site concentration

Investment Core
• Areas identified as experiencing higher than average government funded projects via density analysis
• Areas identified as being the focus of local investment initiatives
• Areas containing anchor institution concentration, and subsequent employment density

Residential Development Opportunities
• Areas identified as high density renter-occupied housing, high mixed- and multi-use dwelling areas, and areas of city identified blighted property
TYPOLOGY VISUALIZATION BY CENSUS TRACTS

Zone Typologies
- Industrial Development Hub
- Distressed Industrial Corridor
- Investment Core
- Residential Development Opportunities

Boundaries
- Erie County (MSA)
- Erie City
- Opportunity Zones

Icons
- Anchor Institutions

Sources: Esri, HERE, DeLorme, Intermap, junctions, OSGeo, USGS, NASA, ISA, Getmapping, Aerogrid, IGN, IGP, swisstopo, MapmyIndia, GeoBasis-DE Digital@Earth, CNES (AIP), Maproom (contrasted), and the GIS User Community.
ILLUSTRATIVE INVESTMENT OPPORTUNITIES
(Market Mental Map)

Central Business and Bayfront Development District
- Erie Downtown Development Corp
- Erie Innovation District
- Erie Technology Incubator
- Erie-Western Pennsylvania Port Authority
- Harbor Place Bayfront Development
- Bayfront Place Development
- Renaissance Center

Adjacent Commercial & Residential Development District West
- Our West Bayfront

Adjacent Commercial & Residential Development District East
- Bayfront Eastside Taskforce
- SERVErie

Industrial Development District East
- Greenfield Development Opportunity
- SB3
- Savocchio Business Park

Industrial Development District West
- Brownfield Development Opportunity
1. To reinforce the growth of the Central Business District and adjacent Commercial and Residential districts by leveraging current investment from anchor institutions, philanthropic stakeholders, and public sector partners at state and local level.

2. To accelerate the rate of investment in the nascent and emerging entrepreneurial ecosystem centered around the Erie Innovation District, the Erie Technology Incubator, and legacy manufacturing companies in the urban core and adjacent urban industrial parks.
Facts about the Erie Downtown Development Corporation

- In its first operational year, the EDDC acquired more than 118,000 square feet of underutilized mixed use property. The EDDC is actively pursuing additional real estate in the Central Business District for revitalization.

- The EDDC is working with national investment funds, philanthropic organizations, and urban planning leaders to leverage investment through Opportunity Funds in the Central Business District.

- The EDDC engaged HR&A Advisors in 2017 to study the real estate market in the Central Business District. The market research found a current need for 750 market rate housing units.

- The EDDC hosted an Urban Land Institute (“ULI”) advisory panel in July 2018 to assess the EDDC’s revitalization efforts in the City of Erie. The advisory panel consisted of a group of nationally renowned land use and urban planning experts.

- The EDDC is leveraging existing community-developed plans, including Erie Refocused, Emerge 2040, and the Erie Downtown Master Plan.
Erie Downtown Development Corporation Strategy

1. Acquire & Redevelopment Commercial & Residential Real Estate
   - Concentrate investment in the Central Business District to maximize impact.
   - Restore, revitalize and construct mixed use property in the Central Business District to increase housing stock, dining, entertainment and retail options in the Central Business District.

2. Attract New Businesses, Residents & Investment
   - Market, attract and recruit new businesses and residents to the Central Business District.
   - Leverage the EDEF to attract additional investment, including Opportunity Zones, and financial institutions community reinvestment act (“CRA”) requirements in the Central Business District.

3. Support & Enhance the Public Spaces
   - Restore and revitalize public spaces through streetscaping activities, improved safety, and pedestrian and bicycle access in the Central Business District.

4. Create Programming
   - Activate and develop programming in the Central Business District to support existing businesses and residents, and incentives further commercial and residential investment.
Facts about the Erie Innovation District

- **Mission**: Lead a place-based urban development 501c3 initiative designed to transform the Erie region into a safety and security innovation hub that will become a destination for secure cyber and connected services.

- **Means**: Launched in 2017 by a $4M local grant and at the consultative advice of the Brookings Institution, EID brings together governmental leadership, regional universities, start ups and established Fortune 500s in a singular downtown footprint, which lies in the heart of the city’s historic business district and Qualified Opportunity Zone. This public/private partnership involves collaboration on business and technology investments across entities including the City of Erie, DellEMC, Erie Insurance, MCPc, Mercyhurst and Gannon Universities, Quantela, VelocityNet and others.

- **Place**: Collocated at 717 State Street with the city’s largest Fortune 500 employer, EID jointly operates a state-of-the-art Innovation Center of over 10,000 sqft, as part of a larger 4-block radius footprint including both coworking spaces and incubation. The center’s space offers both an open floor plan and break-out rooms for both small and large working events.
Strategy for the Erie Innovation District.

- **Transformational Strategy**: Establish a digital infrastructure and technology workforce that reimagines a historic test and manufacturing city into a "living laboratory" with field-testing of new security products and connected services on a community scale. In essence, build, test, and distribute to the globe out of the marketplace city of the future.

- To achieve this physical and economic transformation, EID has launched an integrated revitalization plan with two primary initiatives:

- **“Secure Smart City™”** – Deploying smart products across an integrated fiber and power network and managing secure city services through a single command and control center dashboard beginning with such features as smart lighting, free public access wi-fi, and safety and security cameras in high-traffic areas.

- **“Secure Erie Accelerator”** - Attracting, supporting and further equipping a series of startups through accelerator cohorts in partnership with Silicon Valley partner - Singularity University – in order to mentor and link promising companies with investors and partners within a multi-city, regional business ecosystem.
Secure Accelerator Fund Erie (SAFE)

Secure Accelerator Fund Erie (SAFE)
The SAFE program will organize and manage a venture investment fund dedicated to developing a regional technology workforce of talent and intellectual property through startups linked to the Erie’s secure smart city campaign. Specifically, late-stage start ups will be attracted to a companion acceleration program for this investment fund, based on proven acceleration processes of Singularly University, and will graduate with pilots, additional rounds, and/or partnerships with both local and multinational corporate sponsors.

- **Method**: The start ups selected to participate in the relevant accelerator will receive $100,000 (or more) in seed funding through SAFE, using a standard KISS agreement. SAFE attract and retain late-stage startups that demonstrate a minimum viable product along with prior revenue and/or angel investment. EID plans to support two (or more) cohorts/year.

- **Focus**: Candidate companies will map their existing businesses to security and/or connected services and field test them within Erie’s Qualified Opportunity Zone, squarely in the center of the secure smart city. Additionally, SAFE will run vertical cohorts for industrial topics such as: fintech, insurtech, medtech, and other regionally relevant industries.
Facts about EWPPA

- The Port Authority owns 471 acres of Bayfront property that stretch along Presque Isle Bay and Lake Erie.
- Of the 264 acres of dry land, approximate 176 acres is developable.
- Total square footage of existing buildings is over 535,000 with most leased to commercial tenant.
- Uses within the Port’s footprint include boat sales and repair. Manufacturing and lighting industrial, office/service, retail and restaurants, and open space/recreation including 42 campsites and Liberty Park outdoor amphitheater.
- One of the country’s largest ship building and repair facilities, Donjon Shipbuilding, is locate on Port property.
- There are 7 marinas and two canal basins for commercial and transient vessel. Combined they have capacity for nearly 1,200 vessels.
EWPPA Strategy

- The Port completed a Master Development and Facilities Plan in the fall of 2017 that identified 8 areas to capitalize on for future investment.
- The first will act to expand the area as a tourist destination by enhancing Dobbins Landing.
- Another aims to relocate boat storage to more suitable areas and enhance boater services.

- Liberty Park, a waterfront and outdoor amphitheater venue is planned for improvement to allow for big name entertainment opportunities.
- Future development potential include redevelopment of McAllister’s land to accommodate expanded and unique retail uses including artist gallery and fish market.
ADJACENT COMMERCIAL AND RESIDENTIAL DISTRICTS
Our West Bayfront: “Erie’s Greatest Residential Asset”

- The Our West Bayfront district is a dense residential community with pockets of neighborhood commercial uses and public parks. The east side of the district abuts Downtown Erie including the campuses of Gannon University and UPMC Hamot offices, while the southern edge has industrial/commercial focus (the West 12th Street Industrial Corridor), and an institutional/commercial/office focus on its western edge.

- Our West Bayfront district represents significant land area, and more importantly, a series of neighborhoods – each with their own history, residents and identity. These neighborhoods are shaped by their location and proximity to assets, whether those be the waterfront, beautiful views, public parks, or significant street and corridors.

  - Area: 843 acres
  - Population: 13,000 +/- (2010 census)
  - Number of structures – 4,459
  - Miles of roadway – 31.5 miles
  - Waterfront views and promenades
  - Public parks and gathering spaces
  - Historic buildings
  - Schools and campuses
  - Proximity to Central Business district and Waterfront
  - Easy access via Bayfront Connector to Route 79
OUR WEST BAYFRONT DISTRICT

Strategy for Our West Bayfront District

Residential
- A range of residential initiatives are required to help boost the existing housing stock that forms the foundation of this area. These include addressing blighted and vacant homes, supporting renovation and preservation initiatives, and identifying opportunities for new infill construction.

Parks and Public Spaces
- This can include the provision of new and upgraded facilities as well as the development of recreation-based programming for all ages in the community.

Infrastructure
- This includes the consideration of upgrades to sidewalks and spaces for pedestrian movement, the provision of facilities for bicycles and transit users, and changes to roadway and traffic patterns to improve how people within and outside of the community experience its neighborhoods, parks and businesses.

Social / Programming
- Neighborhood service strategies will focus on unmet needs within the neighborhood. These can be physical or programmatic in nature, and have the potential to incorporate a wide range of community needs. The ability to group multiple services in a specific area or building can support a more efficient use of resources.

Local Business
- The creation of a commercial corridor where investment can be focused, as well as programs to support small businesses (storefront programs, small business loans, etc.) can help the neighborhood to be a more complete and supportive place.
Facts about Bayfront Eastside Task Force District

- Erie’s East Bayfront is a 25-block neighborhood located directly east of Erie’s downtown improvement district between Holland and Wayne Streets from East Sixth to East Front Street.

- Approximately 2,340 people live in the neighborhood.

- The median household income is $19,514.

- 43% of residents living in the East Bayfront target area (Census Tract 4) live below the poverty level.

- There are approximately 1,194 housing units in the East Bayfront neighborhood. 88% of housing units are occupied, while 12% remain vacant.

- 39% of units are single-family units and 61% are multi-family units.

- The majority of housing is renter occupied at 75% compared to 25% owner-occupied units.
Strategy for Bayfront Eastside Task Force District

Provide quality neighborhood housing and home ownership:
- Through new owner-occupied home construction, home renovations, and blight removal

Create larger developments:
- By obtaining grants and financing, building financial partnerships, and working with investors

Increase safety and youth activities:
- By working with the East Bayfront Neighborhood Watch, law enforcement, and providers of youth services

Improve communication and cooperation with local government:
- By serving as the single point of contact on neighborhood issues with local government, agencies, and departments

Revive neighborhood image:
- Through signage, gateway gardens, streetscaping, care for parks, and other beautification efforts and events which create a positive image throughout the community

Consider the many and often competing needs of many different constituents:
- Residents, businesses, politicians, landlords, developers and many others
INDUSTRIAL DEVELOPMENT DISTRICTS
Facts about Savocchio Business Park

- The property, referred to as the former A-1 Auto Site, once contained hazardous wastes, including heavy metals, solvents, and other chemicals, from a business that had been there many years ago. The U.S. Environmental Protection Agency provided superfund cleanup finding to remove several thousand cubic yards of contaminated soil from the site. The Pennsylvania Department of Environmental Protection provided a grant to remove 60,000 waste tires from the area.

- The industrial park provides nine lots for light industrial use, ranging from plastic companies to tooling and assembly shops to fabrication shops.

- All utilities and storm water available.

- Approximately 11 acres of undeveloped land

- Keystone Opportunity Zone

- City of Erie Enterprise Zone
Facts about SB3 Industrial Park

- SB3 Industrial Park includes a premier office complex with over 35,000+ square feet of marketable commercial space as well as 100 acres of developable industrial land.

- Formerly the sites of the Hammermill Paper Company in the late 1800s and early 1900s, and later the International Paper Company, the SB3 Industrial Park borders the shores of Lake Erie and extends south to the industrial corridor of busy East 12th Street in the City of Erie.

- The Class A office building sits on a 9.5 acre curated campus, is ADA accessible, has parking for 275, complete access control system, onsite security 24/7, green space with arboretum, building receptionist & client waiting area, plus much more.

Developable brownfield acreage includes:

- South Yard – 21 acres remain undeveloped between East 10th and East Lake Road along Downing Avenue, Zoning M2 Heavy Manufacturing

- Dunn Brick Yard – 15 acre parcel at East 12th & Downing Ave, inactive/archived DEP SuperFund Site, Zoning M1 Light Manufacturing

- North Yard – 74 acre parcel located between the SB3 Office complex and Lake Erie along Hammermill Drive. 2017 $5m RACP award to Erie County General Authority for continued development at the site. Access to CSX rail line. Zoning M2 Heavy Manufacturing
CONTACT US

BRETT R. WILER
BUSINESS DEVELOPMENT OFFICER
CITY OF ERIE
814.870.1275
bwiler@erie.pa.us
@BrettWiler