

# A G E N D A



## Joint Meeting of the City of Salem Budget Committee and the Salem Urban Renewal Agency Budget Committee

DATE:	Wednesday, May 2, 2018	STAFF LIAISON:
TIME:	6:00 PM	Kelley Jacobs, Budget Officer
CHAIRPERSON:	Raquel Moore-Green	503•588•6049
		<a href="mailto:kjacobs@cityofsalem.net">kjacobs@cityofsalem.net</a>
PLACE:	Salem City Hall	Ryan Zink, Budget Analyst
	Council Chambers	503•588•6258
	555 Liberty Street SE	<a href="mailto:rzink@cityofsalem.net">rzink@cityofsalem.net</a>

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1. OPENING EXERCISES – Chairperson Raquel Moore-Green
2. PUBLIC TESTIMONY
  - a. Comment on agenda items other than public hearings and deliberations
3. MINUTES
  - a. Minutes from April 25, 2018 City of Salem and Urban Renewal Agency Budget Committee Meeting
4. ACTION ITEMS
  - a. Errata Sheet 2 – Scrivener Corrections
  - b. Errata Sheet 3 – Additional and Increased Capital Improvement Projects
  - c. Errata Sheet 4 – Equipment Replacement Reserve Revenue
5. INFORMATION ITEMS
  - a. Summary of Budget Committee Actions Through April 25, 2018
  - b. Correspondence from Chris Gower regarding funding for sidewalk replacement
  - c. Correspondence from Lynnette Yoder regarding funding for sidewalk replacement
  - d. Correspondence from Linda Ames regarding funding for sidewalk replacement
  - e. Urban Renewal Agency Tax Increment Revenues
  - f. Correspondence from LR Schellin regarding funding for sidewalk replacement
6. PUBLIC HEARINGS
  - a. State Revenue Sharing Funds  
Staff Report: Public Hearing on the Proposed Uses of State Revenue Sharing Funds; Kelley Jacobs, Budget Officer
7. SPECIAL ORDERS OF BUSINESS
  - a. Urban Renewal Agency Budget – Deputy City Manager Kacey Duncan
    - Overview by Deputy City Manager Kacey Duncan
  - b. Service Area Budget Review – Strong and Diverse Economy
    - Overview by Deputy City Manager Kacey Duncan
    - Questions of staff and committee discussion (for both the Proposed FY 2019 Urban Renewal Agency Budget and the Strong and Diverse Economy service area)

- c. Service Area Budget Review – Safe Community
    - Overview by Deputy City Manager Kacey Duncan
    - Questions of staff and committee discussion
  - d. Committee Discussion
    - Opportunity for the Budget Committee to discuss any issues or concerns regarding agenda items or items not on the agenda
8. PUBLIC TESTIMONY FOR FUTURE BUDGET ISSUES  
 The Budget Committee has set aside time for public comment to address items not on the agenda. Each individual testifying will be limited to no more than three (3) minutes.
9. ADJOURNMENT

*The next Budget Committee meeting will be Wednesday, May 9, 2018 at 6:00 pm in the City Council Chambers, 555 Liberty Street SE, Room 240. The following budgets are scheduled to be reviewed and actions to be taken:*

- *Service Area: Good Governance, pages 197 – 215*
- *Approval of Tax Levy*
- *Recommendation of Proposed FY 2019 City of Salem Budget and Proposed FY 2019 Urban Renewal Agency Budget*

*Budget staff is available for your convenience to discuss the budget document and process. Please call the staff listed above or 503-588-6231 if you have any questions.*

The City of Salem budget information can be accessed on the internet at: [www.cityofsalem.net/departments/budget](http://www.cityofsalem.net/departments/budget)

NOTE: Disability-related accommodations, including auxiliary aids or services, in order to participate in this meeting, are available upon request. Sign language and interpreters for languages other than English are also available upon request. To request such an accommodation or interpretation, contact Kali Leinenbach, (503) 588-6231 or [kleinenbach@cityofsalem.net](mailto:kleinenbach@cityofsalem.net) at least 2 business days before this meeting. TTD/TTY telephone (503) 588-6439 is also available 24/7.

The City of Salem values all persons without regard to race, color, religion, national origin, sex, age, marital status, domestic partnership, disability, familial status, sexual orientation, gender identity and source of income.

# MINUTES

Joint Meeting of the City of Salem Budget Committee and  
the Salem Urban Renewal Agency Budget Committee



DATE:	Wednesday, April 25, 2018	STAFF LIAISON:	
TIME:	6:00 PM	Kelley Jacobs, Budget Officer	
CHAIRPERSON:	Raquel Moore-Green	503-588-6049	
		<a href="mailto:kjacobs@cityofsalem.net">kjacobs@cityofsalem.net</a>	
PLACE:	Salem City Hall	Ryan Zink, Budget Analyst	
	Council Chambers	503-588-6258	
	555 Liberty Street SE	<a href="mailto:rzink@cityofsalem.net">rzink@cityofsalem.net</a>	

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1. OPENING EXERCISES – Chairperson Raquel Moore-Green called the meeting to order at 6:03 p.m.

Members present – Bennett, Kaser, Andersen, Nanke, McCoid, Ausec, Hoy, Cook, Lewis, Nordyke, Tigan, Mingo, Moore-Green, Bassett, Judy, Hazlett, and Bergmann

Member absent – Milton

2. PUBLIC TESTIMONY
  - a. Comment on agenda items other than public hearings and deliberations

**Public Appearance:**  
Jacqueline Schindele,  
Northeast Neighbors (NEN) Member

**Topic:**  
Increase funding for sidewalk repair

Leslie Polson, Leslie St. NE

Increase funding for sidewalk repair

Betsy Belshaw,  
Minto Island Park Patrol

Welcoming and Livable Community  
service area – additional park ranger

Questions or comments by: Members Lewis and Bennett

Laura Potter, Ward 2

Remove fines on children’s books instead  
of removing DVD rental fees

Questions or comments by: Members Bennett and Cook

Gary Obery, Highland Neighborhood

Support for the Winter-Maple Bicycle and  
Pedestrian Plan

Paul Conner, 1168 15<sup>th</sup> St NE

Increase funding for sidewalk repair

Questions or comments by: Members Hazlett and Cook

3. MINUTES

- a. Minutes from December 13, 2017 City of Salem and Urban Renewal Agency Budget Committee Meeting

**Motion:** Move to approve the meeting minutes from the December 13, 2017 City of Salem Budget Committee and Urban Renewal Agency Budget Committee Meeting.

Motion by: Member Nordyke  
Seconded by: Member Nanke

**Action:** Motion passes

Vote:  
Aye: 16  
Nay:  
Abstentions: 1

4. ACTION ITEMS

(See public hearing on Capital Improvements Plan)

- a. Errata Sheet 1 – Congestion Relief Task Force Study

RECOMMENDATION:

1. Accept a correction to the scrivener error in project 712 on page 49 of the Proposed FY 2019 – FY 2023 Capital Improvement Plan, *Congestion Relief Study*, to include an amount funded in prior years of \$175,000.
2. Accept a correction to the scrivener error in project 11 on page 330 of the Proposed FY 2019 Capital Improvements Budget, *Congestion Relief Task Force Study*, to move the funding source for the \$200,000 project from GO Bond to State Highway Revenue.

5. INFORMATION ITEMS

- a. FY 2019 Proposed Budget
- b. FY 2019 – FY 2023 Capital Improvement Plan
- c. Budget Committee Procedures – provided in member budget meeting notebooks
- d. Budget Review Meeting Schedule – provided in member budget meeting notebooks
- e. Correspondence from Alan Scott regarding funding for crosswalk enforcement
- f. Correspondence from Tom Wrosch regarding funding for sidewalk replacement
- g. Correspondence from Egon Bodtker regarding funding for sidewalk replacement
- h. Correspondence from Kasia Quillinan regarding park ranger services
- i. Correspondence from Marjorie Laux regarding sidewalk replacement
- j. Correspondence from Jeremy Parker regarding sidewalk replacement
- k. Correspondence from Angela Obery regarding funding for the Winter-Maple Bicycle and Pedestrian Plan
- l. Correspondence from Becky Gilliam regarding funding for the Winter-Maple Bicycle and Pedestrian Plan

6. PUBLIC HEARINGS

a. Capital Improvements Plan

Staff Report: Public Hearing on the Proposed Capital Improvement Plan for FY 2019 through FY 2023, Management Analyst Josh Eggleston

Questions or comments by: Members Bennett, Nordyke, Cook, Hoy, McCoid, Andersen, Kaser, Bassett, and Tigan

**Motion:** Move to recommend the Proposed Capital Improvement Plan for FY 2019 through FY 2023 to City Council, including the correction from Errata Sheet 1.

Motion by: Member Nanke  
Seconded by: Member McCoid

**Action:** Motion passes

Vote:

Aye: Unanimous

Nay:

Abstentions:

7. SPECIAL ORDERS OF BUSINESS

a. Presentation of Proposed FY 2019 Budget Message, City Manager Steve Powers

b. Service Area Budget Review – Safe, Reliable, and Efficient Infrastructure, pages 253 - 276 and Capital Improvements, pages 307 - 349

- Overview by Deputy City Manager Kacey Duncan
- Questions of staff and committee discussion

Questions or comments by: Members Tigan, Cook, Andersen, McCoid, and Kaser

c. Service Area Budget Review – Natural Environment Stewardship, pages 217 - 226

- Overview by Deputy City Manager Kacey Duncan
- Questions of staff and committee discussion

Questions or comments by: Member Andersen

d. Service Area Budget Review – Welcoming and Livable Community, pages 289 - 305

- Overview by Deputy City Manager Kacey Duncan
- Questions of staff and committee discussion

Questions or comments by: Members Bennett, Nordyke, Cook, Andersen, Judy, Mingo, Tigan, and Kaser

e. Committee Discussion

- Opportunity for the Budget Committee to discuss any issues or concerns regarding agenda items or items not on the agenda

Questions or comments by: Members Nanke, Bennett, Andersen, Bassett, Cook, and Hazlett

8. PUBLIC TESTIMONY FOR FUTURE BUDGET ISSUES

The Budget Committee has set aside time for public comment to address items not on the agenda. Each individual testifying will be limited to no more than three (3) minutes.

9. ADJOURNMENT

The meeting was adjourned at 9:11 p.m.

Respectfully Submitted,

Kali Leinenbach

*The next Budget Committee meeting will be Wednesday, May 2, 2018 at 6:00 pm in the City Council Chambers, 555 Liberty Street SE, Room 240. The following budgets are scheduled to be reviewed:*

*Service Area: Safe Community, pages 227 – 252*

*Service Area: Strong and Diverse Economy, pages 277 - 287*


*Urban Renewal Agency, book 2*

*Budget staff is available for your convenience to discuss the budget document and process. Please call the staff listed above or 503-588-6231 if you have any questions.*

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**TO:** Budget Committee Members  
**FROM:** Steve Powers, City Manager   
**SUBJECT:** Errata Sheet 2 – Corrections to Scrivener Errors

**ISSUE:**

To inform the Budget Committee about errors and corrections, or updated information regarding the Proposed FY 2019 City of Salem Budget and the Proposed FY 2019 Urban Renewal Agency Budget.

**RECOMMENDATION:**

1. Accept a correction to the scrivener error in the description for *Account 32365 / Security Service* on page 103 of the Proposed FY 2019 City of Salem Budget.
2. Accept a correction to the scrivener error in the pie chart and legend titled, *Safe Community Service Area Expenditures by Program / Department*, on page 232 of the Proposed FY 2019 City of Salem Budget.
3. Accept a correction to the scrivener error in the McGilchrist Urban Renewal Area capital project display related to the *Sources of Funding* column for the SKATS grant on page 31 of the Proposed FY 2019 Urban Renewal Agency Budget.

**SUMMARY AND BACKGROUND:**

Errata sheets are used in the budget process to identify and correct errors to the proposed budget or provide updated information. Small errors in formatting, spelling, and grammar may not be included in an errata sheet, but instead will be corrected prior to publication of the adopted budget. When an error or updated information has a budgetary impact or could affect comprehension, an errata sheet is prepared.

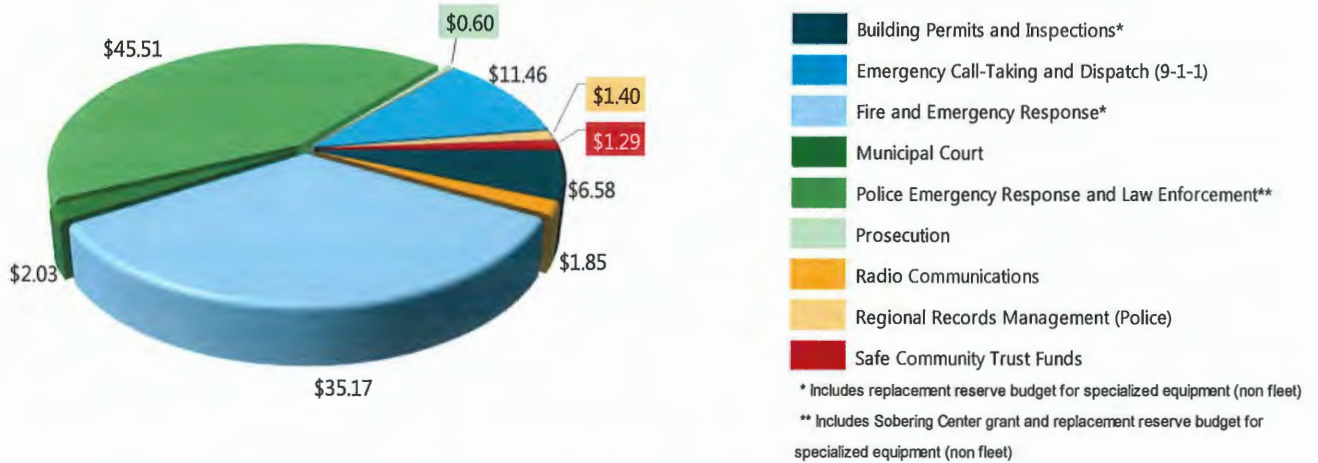
**FACTS AND FINDINGS:**

Several scrivener errors were identified in the proposed FY 2019 budgets for the City of Salem and the Urban Renewal Agency.

1. On page 103 of the Proposed FY 2019 City of Salem Budget, the description for *Account 32365 / Security Service* needs to be corrected as follows:  
  
Security Service: payments received for the provision of Salem police services for protective details and other security requests
2. On page 232 of the Proposed FY 2019 City of Salem Budget, the chart and legend display for *Safe Community Service Area Expenditures by Program / Department* had the Emergency Call-Taking and Dispatch (9-1-1) and Radio Communications

colors reversed. In addition, the chart was missing the text noted by asterisks. The corrected chart appears below.


Service Area Expenditures by Program / Department



- On page 31 of the Proposed FY 2019 Urban Renewal Agency Budget, in the *Sources of Funding* column, the state SKATS grant should be allocated in its entirety to the McGilchrist Right-of-Way Purchases project with working capital used for the balance of the project as well as the other two projects incorrectly assigned grant funding in the published display. The corrected display appears below.

McGilchrist Capital Improvements								
				Sources of Funding				
Project	Neighborhood Association	Ward	Short-term Borrowing	State Grant (SKATS)	All Other Revenues	Working Capital	Total Project	
McGilchrist capital projects include street improvements, funds held in reserve for future redevelopment investments, and administrative costs. Projects are funded with short-term borrowings, state grants, and working capital from previous borrowings and grants.								
FY 2019 New Projects								
TBD	Committed to Future Projects	SESNA	2	\$ 561,730	\$ -	\$ -	\$ 2,563,630	\$ 3,125,360
Funds held in reserve for future projects specified in the approved urban renewal plan for the McGilchrist Urban Renewal Area.								
FY 2019 Carryover Projects								
TBD	McGilchrist Design Road Improvements	SESNA	2	\$ -	\$ -	\$ -	\$ 250,000	\$ 250,000
Complete roadway design and permitting for improvements from 12th Street to 25th Street, including intersection improvements at 12th Street (rebudgeted).								
TBD	McGilchrist Right-of-Way Purchases	SESNA	2	\$ -	\$ 4,575,280	\$ -	\$ 524,720	\$ 5,100,000
Complete right-of-way purchases for road improvements from 12th Street to 25th Street, including intersection improvements at 12th Street (rebudgeted).								

There are no budget appropriation impacts with the noted corrections.

  
 Kelley Jacobs  
 Budget Officer



For the Budget Committee Meeting of: May 2, 2018  
Agenda Item Number: 4.b.

**TO:** Budget Committee Members

**FROM:** Steve Powers, City Manager 

**SUBJECT:** Errata Sheet 3 – Additional and Increased Capital Projects

**ISSUE:**

To inform the Budget Committee about errors and corrections, or updated information regarding the Recommended FY 2019 – FY 2023 Capital Improvements Plan and the Proposed FY 2019 City of Salem Budget.

**RECOMMENDATION:**

1. Amend the Recommended FY 2019 – FY 2023 Capital Improvement Plan, Stormwater project section to include an additional project and increased appropriation for an existing project as follows:
  - a. Add the project, *Mill Race Culvert Replacement at Fire Station 1*, for \$150,000 (design); and
  - b. Add the project, *12<sup>th</sup> Street SE Stormwater Improvements – Hoyt Street to Fairview Avenue*, due to the new, additional funding amount of \$800,000.
2. Decrease Utility Fund (Fund 310) unappropriated ending working capital by \$950,000 and increase appropriation authority in the transfer category in cost center 310-58104000 by the same amount to move funding for the projects to the Capital Improvements Fund (Fund 255) in the Proposed FY 2019 City of Salem Budget.
3. Increase expenditure authority and revenue by \$950,000 in cost center 255-58903005 of the Stormwater section of the Capital Improvements Fund (Fund 255) in the Proposed FY 2019 City of Salem Budget.

**SUMMARY AND BACKGROUND:**

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**FACTS AND FINDINGS:**

Amend the Recommended FY 2019 – FY 2023 Capital Improvement Plan –  
Errata Recommendation 1

- *Mill Race Culvert Replacement at Fire Station No. 1, Project 718205*

Design for the replacement of approximately 120 feet of failing storm drain pipe beneath the landscaped area behind Fire Station 1. Following design work the construction costs, which are not able to be estimated at this time, will be included in the FY 2020 – FY 2024 Capital Improvement Plan.

- *12<sup>th</sup> Street SE Stormwater Improvements – Hoyt Street to Fairview Avenue, Project 715200*

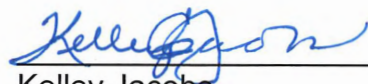
Add the 12<sup>th</sup> Street SE Stormwater Improvements project to the Capital Improvements Plan to account for the new, additional funding in the amount of \$800,000. The increase is needed to adequately fund the stormwater-related portions of the project.

Competitive bids received for the project on April 17, 2018, included stormwater-related bid item prices being much higher than originally budgeted. The increased cost could not have been included in the Recommended FY 2019 – FY 2023 Capital Improvement Plan or the Proposed FY 2019 City of Salem Budget due to the timing of the bid opening. (Note: The project appears on page 335 of the budget document with an appropriation of \$235,000. The errata will increase the project in the budget to \$1,035,000.)


### Budget Actions – Errata Recommendations 2 and 3

Approval of the below recommended actions facilitates the inclusion of the project addition and project increase in the Proposed FY 2019 City of Salem Budget:

- Reduce unappropriated ending working capital in the Utility Fund (Fund 310) by \$950,000 and appropriate it in the transfer category of cost center 310-58104000; and
- Increase both expenditure authority and revenue by \$950,000 in cost center 255-58903005 in the Capital Improvements Fund (Fund 255).



Kelley Jacobs  
Budget Officer

**TO:** Budget Committee Members  
**FROM:** Steve Powers, City Manager   
**SUBJECT:** Errata Sheet 4 – Equipment Replacement Reserve Revenue  
**ISSUE:**

To inform the Budget Committee about errors and corrections, or updated information regarding the Proposed FY 2019 City of Salem Budget.

**RECOMMENDATION:**

Increase both *Sale of Assets / Account 38755* revenue and unappropriated ending fund balance in the Equipment Replacement Reserve Fund by a total of \$139,670.


**SUMMARY AND BACKGROUND:**


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**FACTS AND FINDINGS:**

An estimate of possible revenue to be derived from the sale of de-commissioned City vehicles was omitted from the Equipment Replacement Reserve Fund. As each City department and fund combination with a vehicle inventory in the City's fleet has an individual cost center in the Equipment Replacement Reserve Fund, the recommended action related to *Sale of Assets / Account 38755* is segregated as follows:

Cost Center	Department / Fund Designation	Amount
388-88151021	Public Works Parks / General Fund	\$ 10,440
388-88151025	Community Development / General Fund	1,000
388-88151035	Police / General Fund	29,470
388-88151064	Urban Development / General Fund	1,360
388-88151558	Public Works / Transportation Services Fund	23,800
388-88151825	Community Development / Building and Safety Fund	1,000
388-88153158	Public Works / Utility Fund	72,600
Total:		\$139,670

  
Kelley Jacobs, Budget Officer

**TO:** Budget Committee Members  
**FROM:** Steve Powers, City Manager   
**SUBJECT:** Summary of Budget Committee Actions Through April 25, 2018

**RECOMMENDATION:**

Information only.

**FACTS AND FINDINGS:**

The purpose of this staff report is to provide a summary of the actions of the Budget Committee during the FY 2019 proposed budget review process, which includes weekly meetings from April 25, 2018 through May 9, 2018. The list of potential attachments, which appears below, will form the content of the report. A check mark adjacent to an item on the list indicates its inclusion in the weekly report.

Attachment 1: Lists actions, deletions, or changes with a budgetary impact made by the Budget Committee.

Attachment 2: Lists additional appropriations for the FY 2019 budget proposed by the Budget Committee, which the committee may wish to consider for inclusion in the balanced budget.

- ✓ Attachment 3: Lists information and reports requested by the Budget Committee and the date the reports are scheduled to be presented.
- ✓ Attachment 4: Lists the correspondence received by the Budget Committee and the meeting it addresses.

  
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Kelley Jacobs  
Budget Officer

Information and Reports  
Requested by the Budget Committee  
As of April 25, 2018

	Estimated Agenda Date	Requestor	Department Responsible
1. Blight to Bright initiative	May 9, 2018	Member Nordyke	Community Development
2. General Fund tax loss from urban renewal areas	May 2, 2018	Member Bassett	Budget Office
3. General Fund working capital re-forecast	May 9, 2018	Member Bennett	Budget Office
4. Library DVD fee elimination Overdue fines data and specifically, children's library fines; Food for Fines	May 9, 2018	Member Bennett Member Cook	Community Development
5. Safety in Salem Parks	May 9, 2018	Member Andersen	Community Development, Police, Public Works

Correspondence Received by the Budget Committee  
As of April 25, 2018

Subject	From	Agenda
1. Crosswalk enforcement	Alan Scott	4/25/2018
2. Sidewalk replacement	Tom Wrosch	4/25/2018
3. Sidewalk replacement	Egon Bodtker	4/25/2018
4. Park ranger services	Kasia Quillinan	4/25/2018
5. Sidewalk replacement	Marjorie Laux	4/25/2018
6. Sidewalk replacement	Jeremy Parker	4/25/2018
7. Winter-Maple Bicycle and Pedestrian Plan funding	Angela Obery	4/25/2018
8. Winter-Maple Bicycle and Pedestrian Plan funding	Becky Gilliam	4/25/2018

**Kali Leinenbach**

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**From:** Chris Gower <gowercr@hotmail.com>  
**Sent:** Wednesday, April 25, 2018 2:57 PM  
**To:** budgetoffice  
**Cc:** Info  
**Subject:** PUBLIC COMMENT: VOTE YES on NEN SIDEWALK REPAIRS

April 25, 2018

Dear Committee Members:

I urge you to vote YES on funds to repair our crumbling sidewalks on 15th ST NE.

I made a complaint in 2013; the sidewalks have yet to be repaired five (5) years later.

Our sidewalks are 100 years old, and are dangerously cracked and heaved.

Please vote YES to fix our sidewalks.

Sincerely,  
Chris Gower  
1135 15th ST NE

Sent from my iPad

**Kali Leinenbach**

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**From:** yodlynn@aol.com  
**Sent:** Wednesday, April 25, 2018 8:13 PM  
**To:** budgetoffice  
**Subject:** 15th St Sidewalks

Dear Ms. Jacobs,

I am sorry that this email is coming to you late.

I am writing in regards to the condition of the sidewalks in our neighborhood and on our street.

My son is in a wheelchair and the large cracks in the sidewalk make it difficult for him to maneuver around without going into the street.

I myself have had a very serious fall because of a crack in the neighborhood sidewalks. I injured my wrist and hand. As a working commercial artist it was very difficult to fulfill my work commitments.

I am hoping that the city will fix our sidewalks to make them truly accessible for all.

Lynnette Yoder

Thank you for your time.

Sent from my iPhone



**Kali Leinenbach**

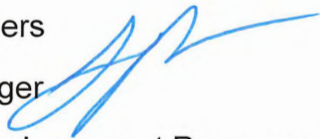
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**From:** Linda Ames <millerames@comcast.net>  
**Sent:** Friday, April 27, 2018 5:37 PM  
**To:** budgetoffice  
**Subject:** Support Resources for Sidewalks

I am writing in support of additional city resources dedicated to improving the neighborhood sidewalks. I live next door to Englewood School, and walk to and from work at the State Capitol. There are many sidewalks both on the east side of 17th where I live, as well as the west side of 17th that are in dire need of fixing. It is especially dangerous during the winter when my walk home is in the dark. This is a neighborhood full of walkers including the children that go to Englewood, Parrish, and North Salem HS, as well as the parents that walk with the younger children.

Thank you very much for your consideration.

Linda Ames  
1115 19th Street NE  
Salem OR 97301

**TO:** Budget Committee Members  
**FROM:** Steve Powers, City Manager   
**SUBJECT:** Urban Renewal Areas Tax Increment Revenues

**ISSUE:**

Budget Committee question about tax increment used by Salem’s urban renewal areas.

**RECOMMENDATION:**

Information only.

**SUMMARY AND BACKGROUND:**


Salem has six active urban renewal areas that currently levy taxes each fiscal year. Taxes are levied based on the difference between the current assessed valuation in the individual urban renewal area and the frozen base, which was established when the urban renewal area was created. This difference is called the “increment value.” The tax revenue derived from applying the taxing jurisdictions permanent rate to the increment value is called “tax increment,” which is received by the urban renewal areas.

**FACTS AND FINDINGS:**

The table shows levied tax increment revenues for the City of Salem’s urban renewal areas – a total of \$9.5 million. This display of the division of taxes separates revenues that would be received by the City of Salem and by all other taxing jurisdictions if the tax increment was not being collected by the urban renewal areas.

Urban Renewal Area	Salem	All Others	Total
McGilchrist	\$ 281,920	\$ 454,993	\$ 736,913
Mill Creek	313,907	506,617	820,524
North Gateway	1,117,014	1,802,756	2,919,770
Riverfront Downtown	1,452,422	2,344,074	3,796,496
South Waterfront	107,268	173,120	280,387
West Salem	461,839	497,858	959,697
	<u>\$3,734,369</u>	<u>\$5,779,418</u>	<u>\$9,513,787</u>

In addition, the Riverfront Downtown Urban Renewal Area is allowed a special levy due to its status as an “option one” urban renewal plan. The special levy amount, which was \$2,951,099 for FY 2018, is levied on tax payers in addition to the amount levied through the division of taxes as noted above. If the Urban Renewal Agency were to decide to close the Riverfront Downtown Urban Renewal Area, tax payers would no longer be obligated to pay the additional amount for the special levy.

  
Kelley Jacobs, Budget Officer

**Kali Leinenbach**

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**From:** Laurelyn Schellin <laurelynschellin@hotmail.com>  
**Sent:** Monday, April 30, 2018 4:29 PM  
**To:** budgetoffice  
**Cc:** Cara Kaser; Chuck Bennett  
**Subject:** WARD 1 MUCH NEEDED SIDEWALK REPAIRS


Ward 1 and the Northeast Neighborhood (NEN) is in direr need of sidewalk repairs.

It simply is NOT SAFE to walk on these OLDEST of Salem's inner-city broken sidewalks. Some are so impassible, one has to go out into street traffic. This is neither safe or handicapped accessible! At night one has to carry a flashlight to avoid tripping and falling.

Please make safety repair of these oldest of Salem's sidewalk's a budget priority.

Thank you,  
L.R. Schellin  
606 14th Street NE  
Ward 1 NEN

For the Budget Committee Meeting of: May 2, 2018  
Agenda Item Number: 6.a.

**TO:** Budget Committee Members  
**FROM:** Steve Powers, City Manager   
**SUBJECT:** Public Hearing on State Revenue Sharing Funds

**ISSUE:**

A public hearing before the Budget Committee on the possible uses of State Revenue Sharing funds is required in order to receive these funds in FY 2019.

**RECOMMENDATION:**

1. Conduct the public hearing.
2. Recommend a proposed use for State Revenue Sharing to the City Council.

**SUMMARY AND BACKGROUND:**

The State Revenue Sharing program allocates 14 percent of state liquor revenues to cities. These funds are general purpose. This means that local governments have almost complete discretion on how they spend State Revenue Sharing funds.

The purpose of the public hearing this evening is to allow citizens an opportunity to propose uses of State Revenue Sharing funds in the FY 2019 budget, including as an offset to the City's property tax levy. The hearing has been announced in the Budget Committee's schedule and agenda packets, and published April 2, 2018 in the *Statesman Journal*.

To receive State Revenue Sharing funds in FY 2019, State Revenue Sharing Law (ORS 221.770) requires the City to certify to the State of Oregon that two public hearings have been held on the uses of State Revenue Sharing funds. The first hearing must cover the possible uses of State Revenue Sharing funds (the matter before you tonight). After the hearing the Budget Committee will be asked to recommend the proposed uses of State Revenue Sharing to the City Council.

The second public hearing is to address the proposed uses of State Revenue Sharing funds and will be held during a regular City Council meeting. Following the second hearing, the City Council will be asked to approve the proposed uses of the funds.

**FACTS AND FINDINGS:**

The City Manager's Proposed FY 2019 Budget estimates the City of Salem will receive \$1,650,370 in State Revenue Sharing funds. The State Revenue Sharing funds are fully allocated in the General Fund and have been recommended to offset the costs of police patrol. This is consistent with how these funds have been historically budgeted.



Kelley Jacobs  
Budget Officer