



## Staff Report

**File #:** 16-389

**Version:** 1

**Date:** 12/5/2016

**Item #:** 4.3b.

**TO:** Urban Renewal Agency Board  
**THROUGH:** Steve Powers, Executive Director  
**FROM:** Kacey Duncan, Deputy City Manager

### **SUBJECT:**

Urban Renewal Agency Financial Report

Ward(s): All Wards

Board Member(s): All Members

Neighborhood(s): All Neighborhoods

### **ISSUE:**

Shall the Urban Renewal Agency Board approve and forward to the City Council the Urban Renewal Agency Financial Report for FY 2015-16 as required under Oregon Revised Statutes (ORS) 457.460?

### **RECOMMENDATION:**

Approve and forward to City Council the Urban Renewal Agency Financial Report for FY 2015-16.

### **SUMMARY AND BACKGROUND:**

As required by ORS 457.460, each year an urban renewal agency must prepare a statement on its finances and file that statement with the governing body of the municipality in which the urban renewal agency is located not later than January 31 of each year. This statement for the Urban Renewal Agency of the City of Salem was prepared on November 16, 2016, well in advance of the January 31, 2017 deadline. If approved by the Urban Renewal Agency Board, the statement will be forwarded to the City Council for its December 5, 2016 meeting.

### **FACTS AND FINDINGS:**

ORS 457.460 requires an urban renewal agency to report on the five items summarized below. These five items are subsequently shown in a table format.

1. The tax increment revenue received in FY 2015-16, and budgeted in FY 2016-17.
2. The debt service payments made in FY 2015-16, and budgeted in FY 2016-17.

3. The amount of debt issued in FY 2015-16, and budgeted in FY 2016-17.
4. The amount and purpose of actual expenditures in FY 2015-16, and budgeted expenditures in FY 2016-17. The subsequent table shows the amounts and the budget authority in accordance with the Urban Renewal Plan.
5. An analysis of the impact, if any, of the urban renewal plan on the tax collections for FY 2015-16 for all taxing districts included under ORS 457.430.

ORS 457.460 also requires the publication of notice that the statement has been prepared and is on file. The City's Finance Division will ensure that notice be published as set forth in the statute. The statement is on file with the City Recorder, 555 Liberty Street SE, Room 205, Salem, OR 97301, and is available to all interested persons.

Requirements 1-4 are displayed in the table below and expenditures by project can be found on pages 72-73 in the Annual Financial Report of the Urban Renewal Agency located on the City of Salem's website at:

<http://www.cityofsalem.net/Departments/AdministrativeServices/Pages/FinancialReports.aspx>  
<<http://www.cityofsalem.net/Departments/AdministrativeServices/Pages/FinancialReportsDisclaimer.aspx>>

	ORS 457 Requirement	Actual 2015-16	Budget 2016-17
<b>Debt Service Fund</b>			
Beginning balance		\$ 15,609,74\$	16,128,6
Tax increment revenue received		11,744,983	12,528,7
Debt service expenditures		(17,592,294)	(9,715,1
Refunding debt		6,130,000	
Other revenue sources		136,894	101,22
Other expenditures		(18,373)	-
Ending balance		\$ 16,010,95\$	19,043,4
<b>Improvements Fund</b>			
Beginning balance		\$ 18,216,38\$	20,015,9
Debt issuance proceeds received		5,075,000	6,927,92
Improvement expenditures		(5,644,552)	(27,589,9
Other revenue sources		2,560,646	646,13
Ending balance		\$ 20,207,48\$	-

The table set forth below meets requirement 5 and shows FY 2015-16 tax increment revenue that would have gone to the taxing districts if the Agency's urban renewal areas had not been in place.

<b>Taxing District</b>	<b>Total</b>
Chemeketa Community College	360,510
Chemeketa CC bonds after 2001	17,690
Chemeketa Regional Library	47,110
City of Salem	3,358,890
City of Salem bonds after 2001	60,830
Marion County	1,559,850
Marion 4-H Extension Service District	25,780
Marion Soil & Water	25,780
Polk County	103,600
Polk County bonds after 2001	31,330
Polk 4-H/M Garden/Ag/Forest Extension District	528
Polk Soil/Water CD	3,019
Salem Area Mass Transit	438,270
Salem-Keizer SD	2,604,060
Salem-Keizer SD bonds prior to 2001	10,110
Salem-Keizer SD bonds after 2001	87,530
Willamette Regional ESD	170,890
<b>Grand Total</b>	<b>\$9,218,810</b>

Anthony Turley  
Chief Accountant

Attachments: None

11/21/2016