



## Staff Report

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**File #:** 18-3

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**TO:** Mayor and City Council

**THROUGH:** Steve Powers, City Manager

**FROM:** Kacey Duncan, Deputy City Manager

**SUBJECT:**

Urban Renewal Agency Financial Report

Ward(s): All Wards

Councilor(s): All Councilors

Neighborhood(s): All Neighborhoods

**ISSUE:**

Receive the Fiscal Year 2016-17 Urban Renewal Agency Financial Report as submitted by the Urban Renewal Agency Board.

**RECOMMENDATION:**

Information Only

**SUMMARY AND BACKGROUND:**

Under ORS 457.460, each year an urban renewal agency must prepare a report on its finances and file that report with the governing body of the municipality where the agency is located. The report was approved by the Urban Renewal Agency Board at its meeting held on January 8, 2018.

**FACTS AND FINDINGS:**

ORS 457.460 requires an urban renewal agency to report:

1. The tax increment revenue received in FY 2016-17 and budgeted in FY 2017-18.
2. The debt service payments made in FY 2016-17 and budgeted in FY 2017-18.
3. The amount of debt issued in FY 2016-17 and budgeted in FY 2017-18.

4. The amount and purpose of actual expenditures in FY 2016-17, and budgeted expenditures in FY 2017-18.
5. An analysis of the the impact, if any, of the urban renewal plan on the tax collections for FY 2016-17 for all taxing districts included under ORS 457.430.

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:

<https://www.cityofsalem.net/citydocuments/ura-annual-financial-report-fy-2017.pdf>

	<b>ORS 457 Requirement</b>	<b>Actual 2016-17</b>	<b>Budget 2017-18</b>
<b>Debt Service Fund</b>			
Beginning balance		\$ 16,010,953	\$ 18,877,09
Tax increment revenue received <sup>1</sup>		12,084,850	12,094,07
Debt service expenditures <sup>2</sup>		(9,706,707)	(23,986,66
Refunding debt		-	
Other revenue sources		223,992	139,310
Other expenditures		-	-
Ending balance		\$ 18,613,088	\$ 7,123,81
<b>Improvements Fund</b>			
Beginning balance		\$ 20,207,482	\$ 20,462,29
Debt issuance proceeds received <sup>3</sup>		5,700,000	23,206,16
Improvement expenditures <sup>4</sup>		(6,683,502)	(48,273,65
Other revenue sources		2,266,186	4,605,20
Ending balance		\$ 21,490,166	\$ -

The table below meets requirement 5 and shows FY 2016-17 tax increment revenue that would have gone to the taxing districts if the urban renewal areas had not been in place.

Taxing District	Total
Chemeketa Community College	\$ 377,70
Chemeketa CC bonds after 2001	19,47
Chemeketa Regional Library	49,36
City of Salem	3,519,09
City of Salem bonds after 2001	70,84
Marion County	1,612,03
Marion 4-H Extension Service District	26,64
Marion Soil & Water	26,64
Polk County	121,13
Polk County Bonds after 2001	35,60
Polk 4-H/M Garden/Ag/Forest Ext Dist	5,29
Polk Soil/Water Conservation Dist	3,53
Salem Area Mass Transit	459,17
Salem-Keizer School Dist	2,728,25
Salem-Keizer SD bonds prior to 2001	291,77
Salem-Keizer SD bonds after 2001	61,27
Willamette Regional ESD	179,04
Grand Total	\$ 9,586,89

The City's Finance Division will ensure that the notice is published as required by ORS 457.460. 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.

Anthony Turley  
Financial Reporting Manager

Attachments:  
1. None