



Staff Report

File #: 18-278
Version: 1

Date: 6/25/2018
Item #: 3.2c.

TO: Mayor and City Council
THROUGH: Steve Powers, City Manager
FROM: Kristin Retherford, Urban Development Director

SUBJECT:

Adopting the FY 2018-19 budget and setting the parking tax for the Downtown Parking District.

Ward(s): Ward 1
Councilor(s): Kaser
Neighborhood(s): CANDO

ISSUE:

Shall City Council adopt Resolution No. 2018-29 adopting the FY 2018-19 budget and setting the business-paid parking tax for the Downtown Parking District?

RECOMMENDATION:

Adopt Resolution No. 2018-29 adopting the FY 2018-19 budget and setting the business-paid parking tax for the Downtown Parking District.

SUMMARY AND BACKGROUND:

The Budget Committee recommended a FY 2018-19 operating budget for the Downtown Parking Fund of \$1,447,710, which includes rates of \$153.10 per space and a \$424.99 minimum tax rate. The proposed operating budget is shown in Exhibit A of Resolution No. 2018-29 (Attachment 1)

Salem Revised Code 7.110 requires City Council to adopt, by resolution, a budget for the Downtown Parking District (District) and set the tax for each fiscal year. The District was established in 1976 to provide funding for economic promotion and public parking within the downtown core.

FACTS AND FINDINGS:

For FY 2018-19, annual parking tax rates proposed:

Current Rate Minimum Tax: \$416.99
Proposed Rate Minimum Tax: \$424.99

Current Per Space Rate: \$150.10
Proposed Per Space Rate: \$153.10

In October 2013, Council adopted Initiative Petition 001-2013-IP, which capped annual increases to the downtown parking rate at the lesser of 2% or the general consumer price index (CPI) for Portland, Oregon. Portland's CPI for the last twelve months has been 3.9%. The maximum amount parking tax rates can increase is 2.0%.

Based on the current list of downtown businesses, the current total parking demand is 3,680 spaces.

Renee K. Frazier
Financial Services Supervisor

Attachments:

1. Resolution 2018-29
2. Exhibit A