

State Revenue Sharing Public Hearing

FY 2025

1

State Revenue Sharing

- Oregon's State Shared Revenue program for alcohol is funded by the sale of distilled spirits; liquor licensing fees; and taxes on beer, wine, and cider.
- 34% allocated to cities.
 - 20% distributed based on population "State Alcoholic Beverage"
 - 14% allocated to cities as "State Revenue Sharing"
- 14% portion distributed to cities using a formula that factors in property taxes, population, and income.



2

State Revenue Sharing FY 2025 Projection \$2,330,270

- 6.6% increase in FY 2025: State Shared Revenue Report published by the League of Oregon Cities (2024)
- Cities will receive less to fund Legislative approved expansion of OLCC warehouse.
- Revenues from the State Shared program are anticipated to decrease from the current year budget \$44,110, or 1.9%.



3

Revenue Uses

- First of two Public Hearings.
 - First for possible uses
 - Second for proposed uses
- State Revenue Sharing funds are unrestricted.
- Can be used as an offset to property tax levy for General Fund operating budget.
- Historically used to offset the costs of Police Patrol in the General Fund.



4

Next Steps & Recommendation

- Receive testimony on possible uses of State Revenue Sharing funds.
- Staff Recommendation:
 - Recommend to City Council that revenue received from the State Revenue Sharing program be used to offset costs in the General Fund associated with Police Patrol




5




6

Good Governance CITY OF *Salem*
AT YOUR SERVICE



The enterprise is managed to be fiscally sustainable, provide quality services, proactively engage residents, be forward thinking, and build capacity and partnerships to prepare for the future





7

Good Governance CITY OF *Salem*
AT YOUR SERVICE

Total for Result Area: \$129,193,810

- City Manager’s Office
- Enterprise Services:
 - Customer Service Center
 - Document Services
 - Facilities Services / Shops
 - Fleet Services
 - Human Resources / Self Insurance
 - Information Technology
- Equipment Replacement Reserve
- Finance
- Legal
- Mayor and Council
- Pension Obligation Bond Debt Service
- Shared Governance Services





8

Good Governance CITY OF *Salem*
AT YOUR SERVICE


Workforce Change Highlights

General Fund

- 1 Management Analyst II transferred from Fleet to support department-wide analysis for Enterprise Services
- 1 HR Business Partner (mid-year addition during FY 2024)

Self Insurance Fund

- 1 Management Analyst I (mid-year addition during FY 2024)



9

Good Governance CITY OF *Salem*
AT YOUR SERVICE

Service Enhancements / Highlights

- Internal Loan for Parks Operations
- Electric Vehicle Charging Infrastructure
- Process Improvements
- Software and Security Upgrades
- Clean financial audit




10

Good Governance



Questions of Staff and Committee Deliberations



11

Safe and Healthy Community



Provide emergency services while proactively addressing the impact of crime, fire, natural disasters, and health emergencies to residents, businesses, and property owners.




12

Safe and Healthy Community CITY OF *Salem*
AT YOUR SERVICE

Total for Result Area: \$172,079,450

- Building and Safety
- Emergency Medical Services (EMS)
- Fire and Emergency Response
- Municipal Court
- Police Emergency Response and Law Enforcement
- Radio Communications
- Willamette Valley Communications Center (9-1-1 call center)



13

Safe and Healthy Community CITY OF *Salem*
AT YOUR SERVICE


Workforce Change Highlights

General Fund

- 3.0 FTE addition: Firefighter / Medics
- 1.0 FTE addition: Police Records Technician (offsetting revenue)
- 1.0 FTE elimination: vacant Graffiti Abatement

Willamette Valley Communications Center (WVCC) Fund

- 0.40 FTE Administrative Analyst (mid-year addition during FY 2024)



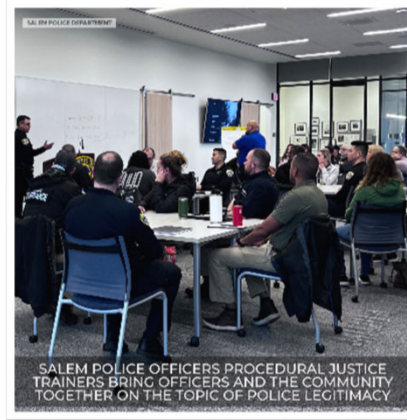
14

Safe and Healthy Community



Service Enhancements or Changes / Highlights

- Emergency Medical Services
- Police Department outreach
- Body Worn Cameras
- Liberty Road and St. Joseph's Parish fires
- Medic 16
- Elimination of Behavioral Health Unit



15

Safe and Healthy Community



Questions of Staff and Committee Discussion



16