

CITY OF COOS BAY CITY COUNCIL
Agenda Staff Report

MEETING DATE June 2, 2015	AGENDA ITEM NUMBER
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TO: Mayor Shoji and City Councilors

FROM: Susanne Baker, Finance Director

THROUGH: Rodger Craddock, City Manager

ISSUE Public Hearing on the Use of State Revenue Sharing and Adoption of Resolution

BACKGROUND

The State of Oregon allocates 14 percent of state liquor receipts quarterly to Oregon cities based on a formula as outlined in ORS 221.770, better known as “state revenue sharing”. The state distribution is in addition to the 20 percent of the state’s liquor receipts allocated on a monthly basis. The 14 percent state revenue sharing is allocated on a formula basis that compares the city’s consolidated property tax rate, per capita income and population against statewide averages. The City of Coos Bay received \$145,299 in state revenue sharing in fiscal year 2013 – 2014, budgeted to receive \$138,000 in 2014 – 2015, and budgeted to receive \$142,000 in 2015 – 2016. The following is a ten year history of actual disbursements to all Oregon cities.

State Shared Liquor Revenue (14%) Actual Disbursements: All Cities

<u>Year</u>	<u>Disbursement</u>	<u>Year</u>	<u>Disbursement</u>
2004-05	\$16,300,237	2009-10	\$21,024,998
2005-06	\$18,503,121	2010-11	\$21,894,531
2006-07	\$18,770,221	2011-12	\$23,965,892
2007-08	\$20,665,640	2012-13	\$25,109,271
2008-09	\$22,204,500	2013-14	\$26,556,889

In order to participate in the State Revenue Sharing Funds program a public hearing is required to be held before the Budget Committee and the City Council. A public hearing before the Budget Committee was held April 14, 2015. In accordance with ORS 221.770, a public hearing before the City Council has been scheduled and published for the purpose of taking public input on the use of State Revenue Sharing funds for June 2, 2015.

ADVANTAGES

By holding a hearing and adopting the resolution, it ensures the City is in compliance with ORS 221.770 and is eligible to receive State Revenue Sharing Funds for Fiscal Year 2015-16.

DISADVANTAGES

None.

RELATED CITY GOAL

Finance: Ongoing Activities Aimed at Achieving Goal Priorities - Exercise fiscal responsibility and keep the City Council actively involved in monitoring the financial health of the City.

BUDGET

Adoption of the resolution provides notice to the state of the City's intent to participate in the State Revenue Sharing program.

RECOMMENDATION

It is staff's recommendation the City Council

- 1) Hold the public hearing and accept input in the use of State Revenue Sharing Funds,
and
- 2) Adopt Resolution 15-11 to accept State Revenue Sharing funds.

City of Coos Bay

Resolution 15-11

**A RESOLUTION OF THE CITY OF COOS BAY, COOS COUNTY, OREGON
APPROVING PARTICIPATION IN THE STATE REVENUE SHARING PROGRAM**

WHEREAS, State Revenue Sharing Law, ORS 221.770, requires cities to pass an ordinance or resolution each year stating that they elect to receive state revenue sharing money; and

WHEREAS, the required hearing was held on April 14, 2015.

NOW THEREFORE, BE IT RESOLVED, the City of Coos Bay elects to receive state revenues for Fiscal Year 2015-2016.

The foregoing resolution was duly adopted by the City Council of the City of Coos Bay, Coos County, Oregon this 2nd day of June 2015.

Crystal Shoji, Mayor

ATTEST:

Susanne Baker, City Recorder

I certify that a public hearing before the Budget Committee was held April 14, 2015 and a public hearing before the City Council was held on June 2, 2015 giving citizens an opportunity to comment on use of State Revenue Sharing.

Susanne Baker, City Recorder