

Financial Update & Revenue Options



City Council
April 22, 2024



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Main Agenda



- Rewind
- Focus
- Solutions
- Feedback

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Current Structural Gap



City of Eugene
2023-2025
Adopted Biennial Budget




Sarah Medary, City Manager





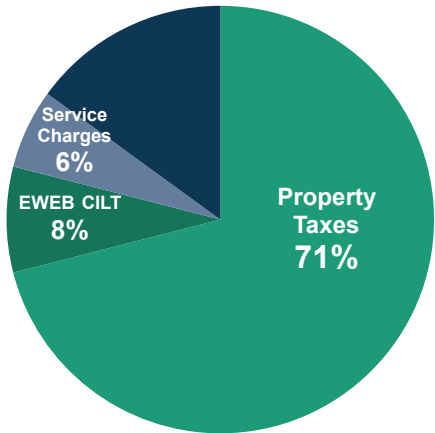
- Gap Begins July 2024 (FY25)
- FY25 Gap = \$8.3 million
- FY26 Gap = \$5.6 million

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General Fund Revenues

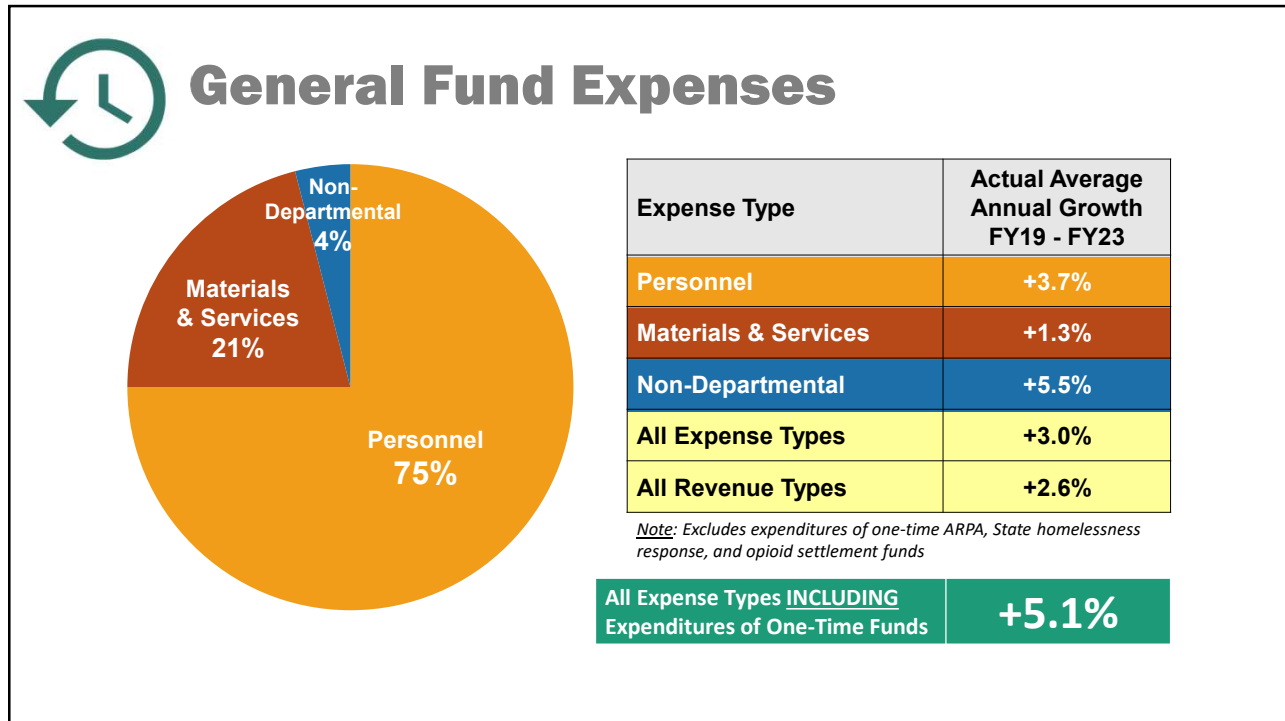
Top 3 revenue types represent 85% of General Fund revenues



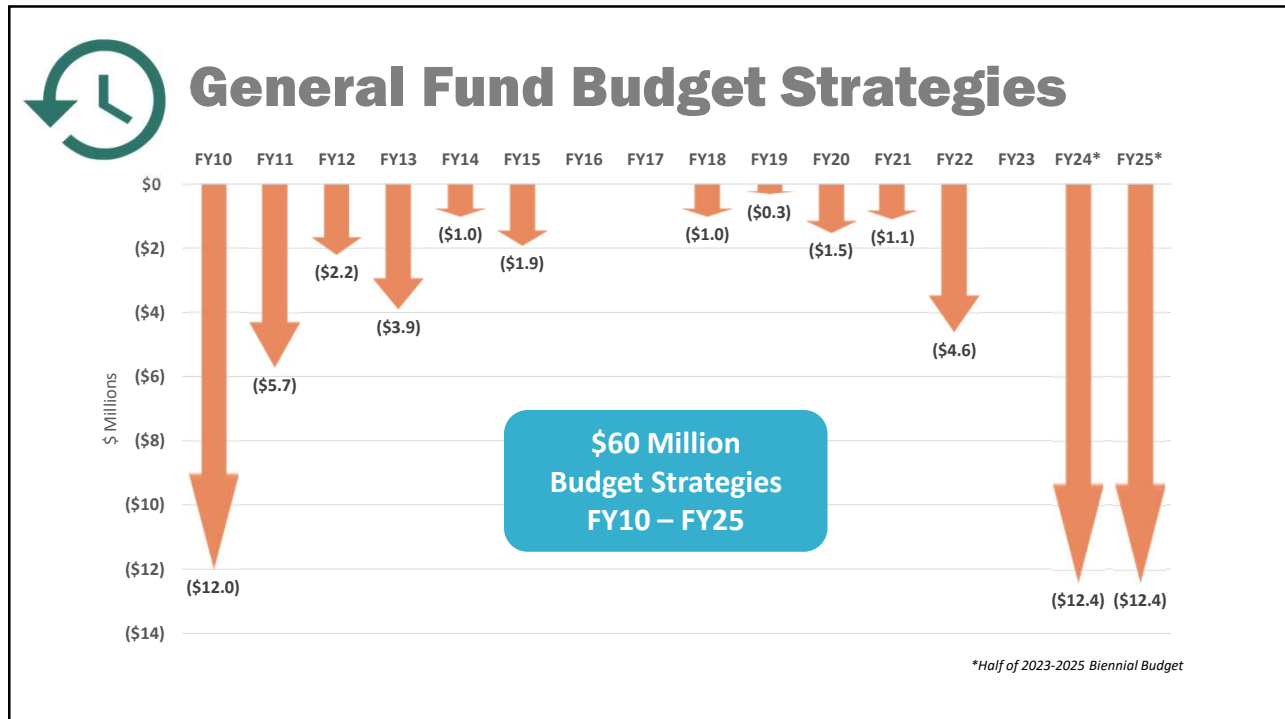
Revenue Type	Actual Average Annual Growth FY19 - FY23
Property Taxes	+4.0%
EWEB CILT	0.0%
Service Charges	-0.6%
All Revenue Types	+2.6%

Note: Excludes one-time ARPA, State homelessness response, and opioid settlement funds

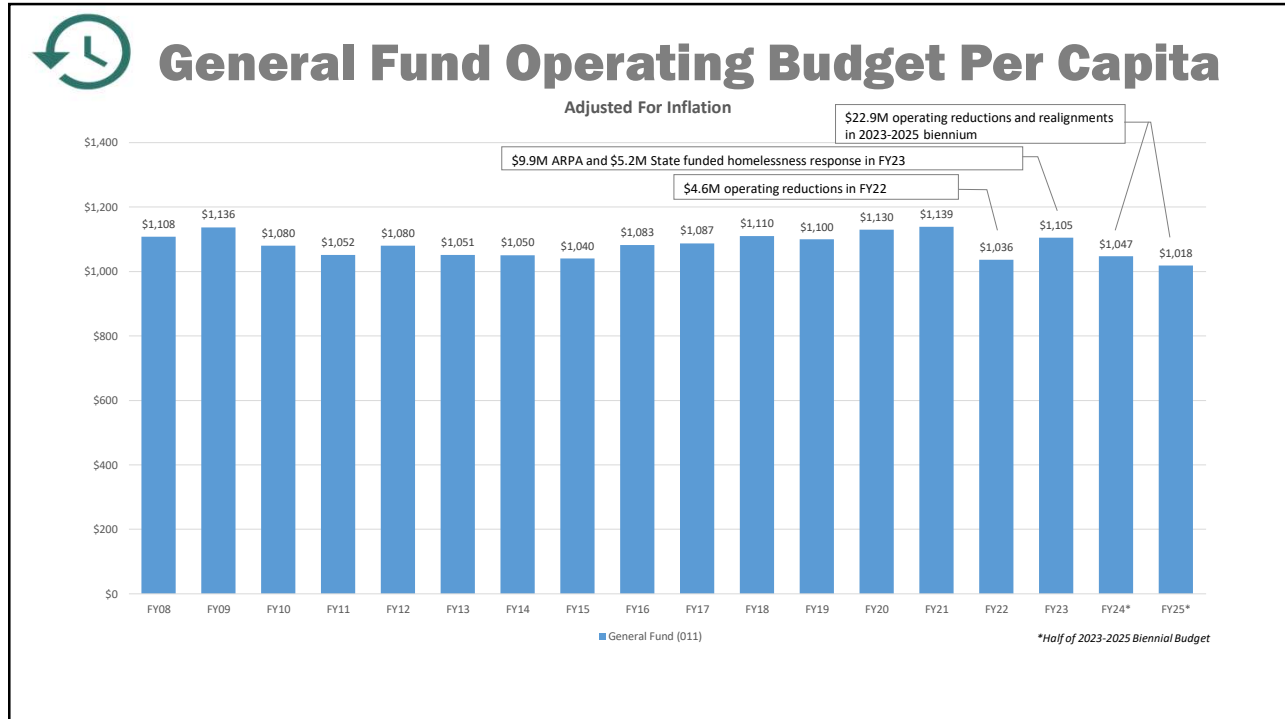
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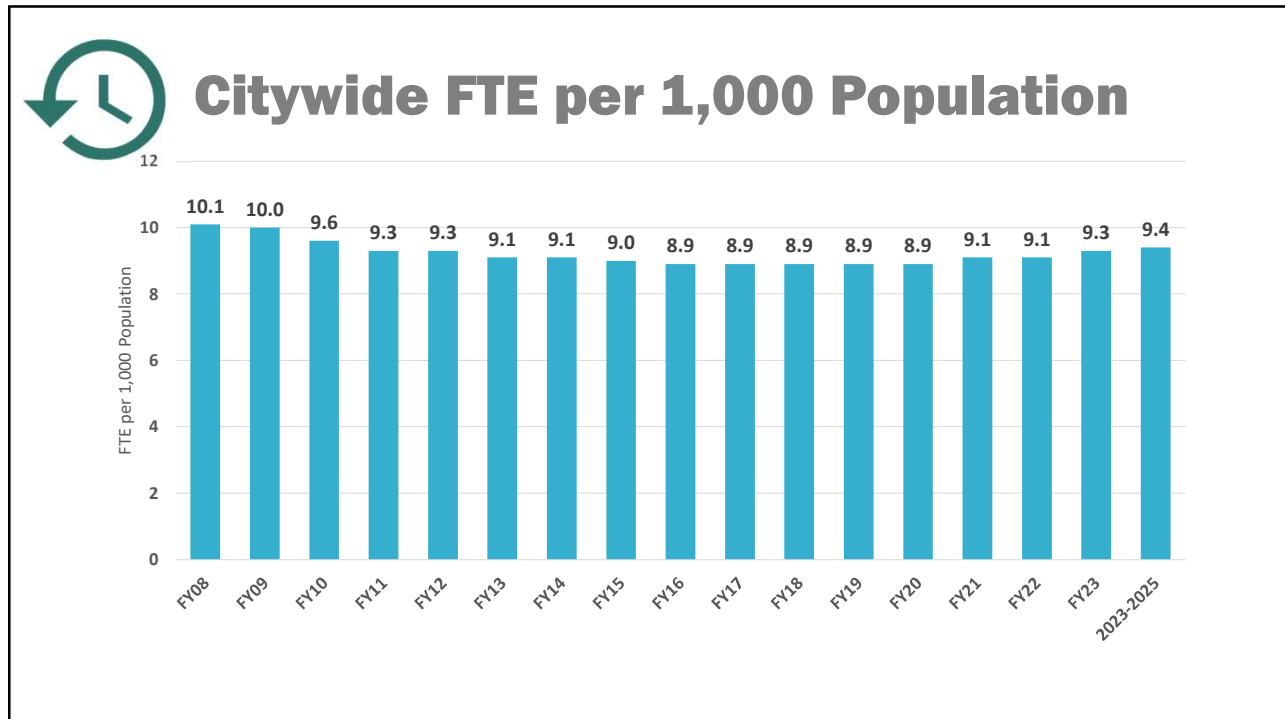
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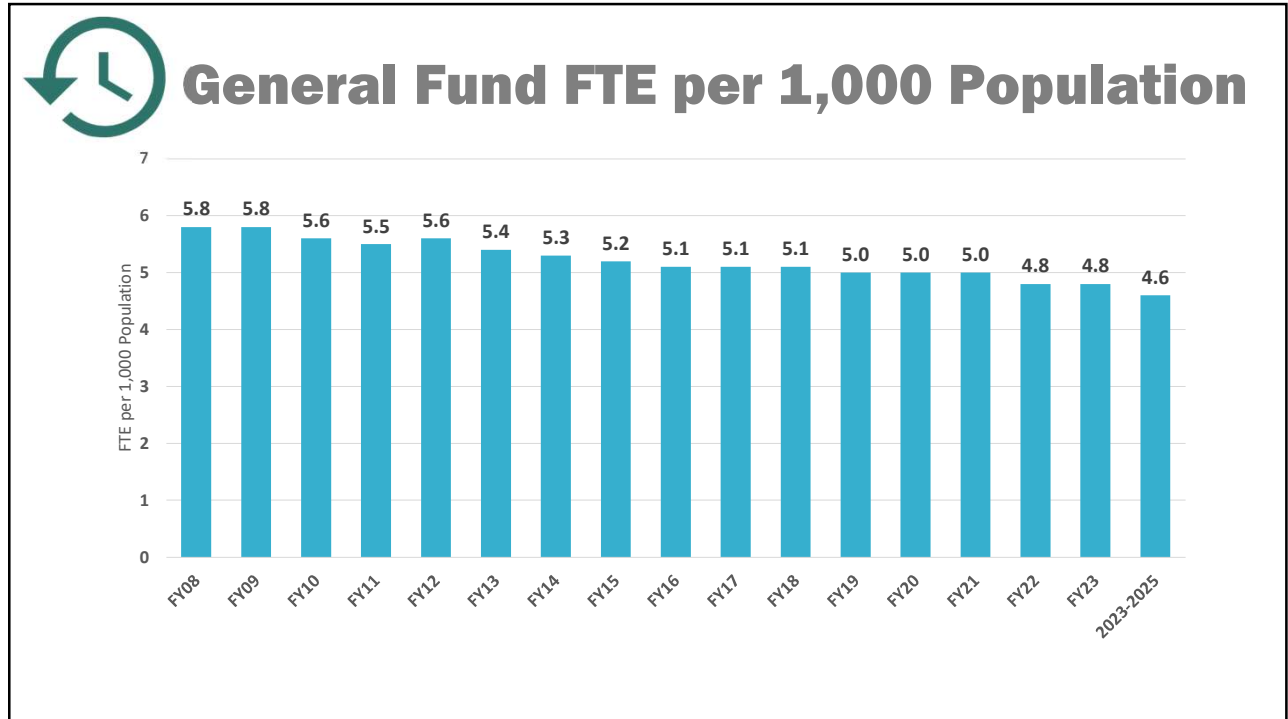
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Problems

-  **Critical Funding Gap**
-  **Areas At Risk**
-  **New and/or Expanded**
-  **Tools and Mechanics**

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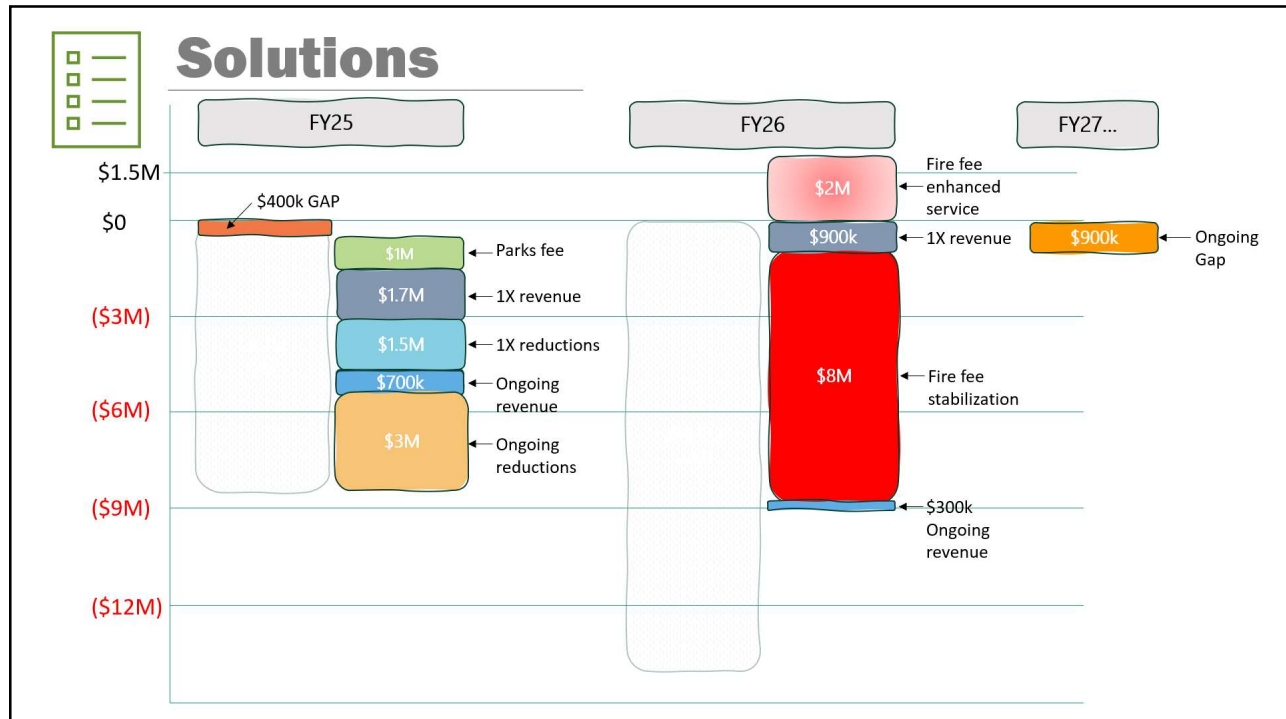


Tools for Long Term Funding Gap



- Property Tax Reform
- Economic Development
- Long-Term Growth/Policies

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Parks Service Fee

- Option: Make Parks Stormwater eligible
 - \$1M \approx \$0.80/mo. for the avg. residence

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Fire Service Fee

- Option: Building square footage tiered
 - \$10M \approx \$10 to \$12/mo. for the avg. residence

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Service Fee

Jurisdiction	Service Fee	Services Funded	Rate Per Month
Salem	City Operations Fee	Existing Services	\$7 to \$74 (varies by type)
Medford	Parks Utility Fee	Parks	\$5.35
Medford	Public Safety Fee	Fire and Police	\$4.12/Fire \$8.37/ Police
Corvallis	Fire Services Fee	Existing/Enhanced Fire	\$14.84
Corvallis	Police Services Fee	Existing Police Services	\$13.55
Gresham	Police, Fire, & Parks	Existing Service Levels	\$15.00
Grants Pass*	Public Safety Utility Fee	Existing Police & Fire Svcs	\$7.92 to \$12 per unit
Albany	City Service Fee	Existing Services	\$7.20 to \$9 per unit +
Veneta	Public Safety Fee	Public Safety Services	\$4.00
Oregon City	Community Safety Advancement Fee	Police and Fire Services	\$6.50
Jacksonville	Fire Surcharge	Fire Services	\$43.00
Jacksonville	Police Surcharge	Police Services	\$35.00

* Proposed, but not yet adopted

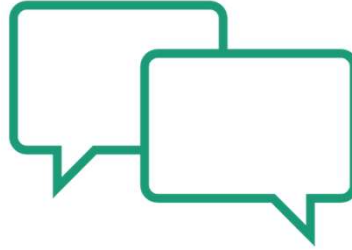
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Next Steps

- City Council Work Session – May 13
- Budget Committee Meeting – May 22
- City Council Supplemental Budget Action – June 24
- City Council Work Sessions – Fall 2024

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Discussion & Feedback