



Milwaukie Revenues

Current Status and
Opportunities

Overview

- Property Taxes – Structure and Opportunities
- State Shared Revenues
- City Set Fees and Charges
- Additional Revenue Options

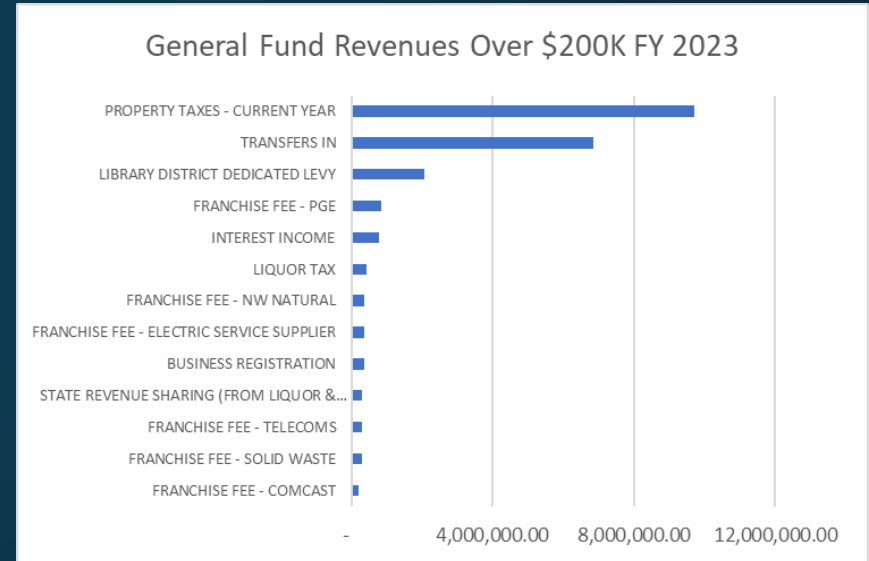


Primary Revenues

All City Revenues over \$1M



General Fund Revenues over \$200K



Property Tax - History

- Measures 5 & 50 – Set current system of charging permanent tax rate of \$6.5379/\$1,000 on assessed value.
- Assessed value can grow 3% annually.
- Local Measure 3-166 dedicated \$2.4012 of permanent tax rate to fire district and left city with \$4.1367.



Property Tax – Additional Operating Levy

- Local option levy:
 - Requires vote to establish
 - Requires vote to renew every five years
 - Additional Levy over current \$4.1367 and under permanent levy of \$6.5379:
 - Requires vote to access
 - No renewal vote required
- Due to limit on assessed value growth, property tax revenues do not keep up with growth in cost of service.



Property Tax – GO Bond

- General Obligation Bond – Voter approved bond that is paid through additional property tax levy (2014 Light Rail Refinance & 2016 Library).
- Full Faith and Credit Bond – Council approved bond that is paid from designated funding source and secured by City's general revenues. (2018 & 2022 Transportation Bonds)
- Revenue Bond – Council approved bond that is paid and secured by a specific revenue source.



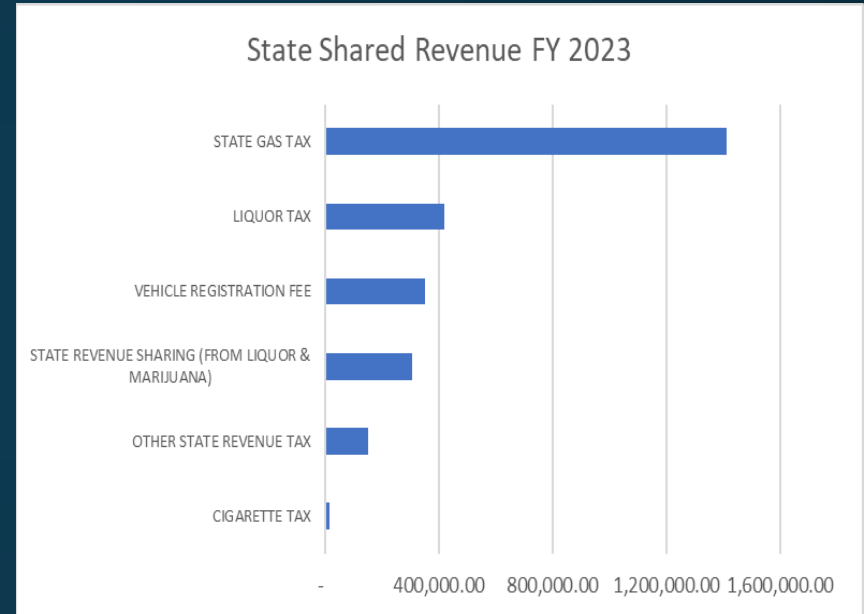
Clackamas County Property Tax Rates (Rate/\$1,000 AV)

City	Permanent Rate	Rate Charged	Local Option Rate	Bond/Other Rate	Total Charged
Portland	4.5770	4.5770	1.2026	3.0379	8.8175
Gladstone	4.8174	4.8174	0.9900		5.8074
Molalla	5.3058	5.3058			5.3058
Lake Oswego I/LO School	5.0353	4.9703		0.2140	5.1843
Lake Oswego O/LO School	4.5884	4.5884		0.2140	4.8024
Milwaukie	6.5379	4.1367		0.3302	4.4669
Oregon City	5.0571	4.4090			4.4090
Sandy	4.1152	4.1152			4.1152
Canby	3.4886	3.4886	0.4900		3.9786
Tualatin	2.2665	2.2665		0.8420	3.1085
Estacada	2.6749	2.6749		0.1399	2.8148
Happy Valley	0.6710	0.6710	1.9200		2.5910
Wilsonville	2.5206	2.5206			2.5206
West Linn	2.1200	2.1200		0.3837	2.5037
Barlow	0.5894	0.5894			0.5894



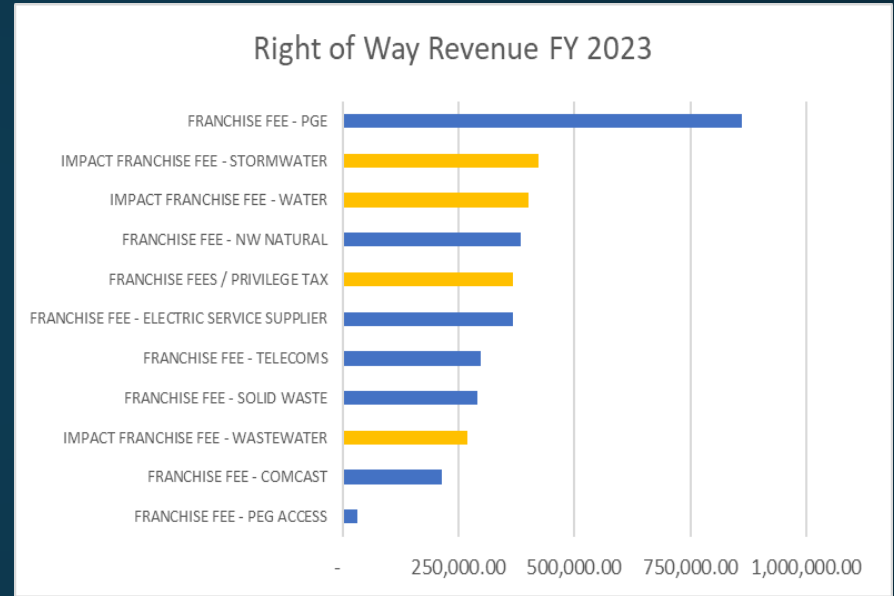
State Revenues

- Important Source of Transportation funding.
- Smaller share of GF
- Liquor Tax is the only revenue growing per capita



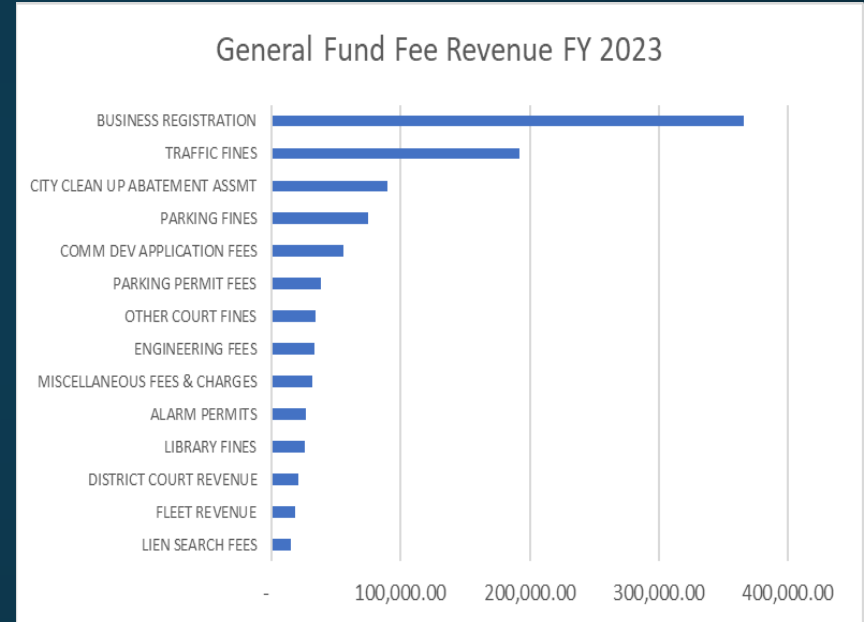
ROW Revenues

- Fee paid by utilities for the right to use city's right-of-way to transmit service.
- 8% for water, sewer, stormwater.
- 5% on all other utilities.
- \$2.4M to General Fund (blue bars).
- \$1.5M to Transportation Fund (orange bars).



Fees and Charges

- Set by Council
- Business Registration is primary fee revenue
- Planning, Engineering, Alarm permit fees appear to be low.



Revenue Opportunities

- Potential for ROW fees.
- Addition of Transient Lodging Tax (TLT) & Transportation Network Companies (TNC)
- Review smaller dollar fees and charges such as Planning, Engineering, and Alarm permits
- Future Property Tax Levy / Bond discussion.



Property Tax Operating Levy

- Milwaukie can go to voters for a 5-year local option levy or to use the capacity between rate charged and permanent rate.
- Generally operating levies pay for additional services
- As property tax collections grow slower than operational costs, an adjustment to the rate is needed periodically.



ROW Fee Potential

- Milwaukie currently charges 8% to our utilities and 5% to all others.
- Gresham charges:
 - 10% to Gas, Electric, and its own utilities;
 - 7% to telecommunications; and
 - 5% to others.
 - Portion of revenues dedicated to streetlight and transportation programs.



TLT & TNC

- Transient Lodging Tax (TLT):
 - tax that can be applied to short-term rentals and hotel/motels within city limits.
 - 70% goes to tourism, 30% unrestricted.
- Transportation Network Company (TNC): Fee on rides for hire (Uber/Lyft)



Smaller Fees

- Milwaukie has several smaller fees: Planning, Engineering, Alarm permits are examples.
- Many do not cover the cost of service.
- Individually reviewing these will not significantly help.
- Reviewing at a high level as a package could make a difference to General Fund sustainability.



Questions



Contact Us

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