



City of Merced Budget 2024-25

FY 2024/25 Budget

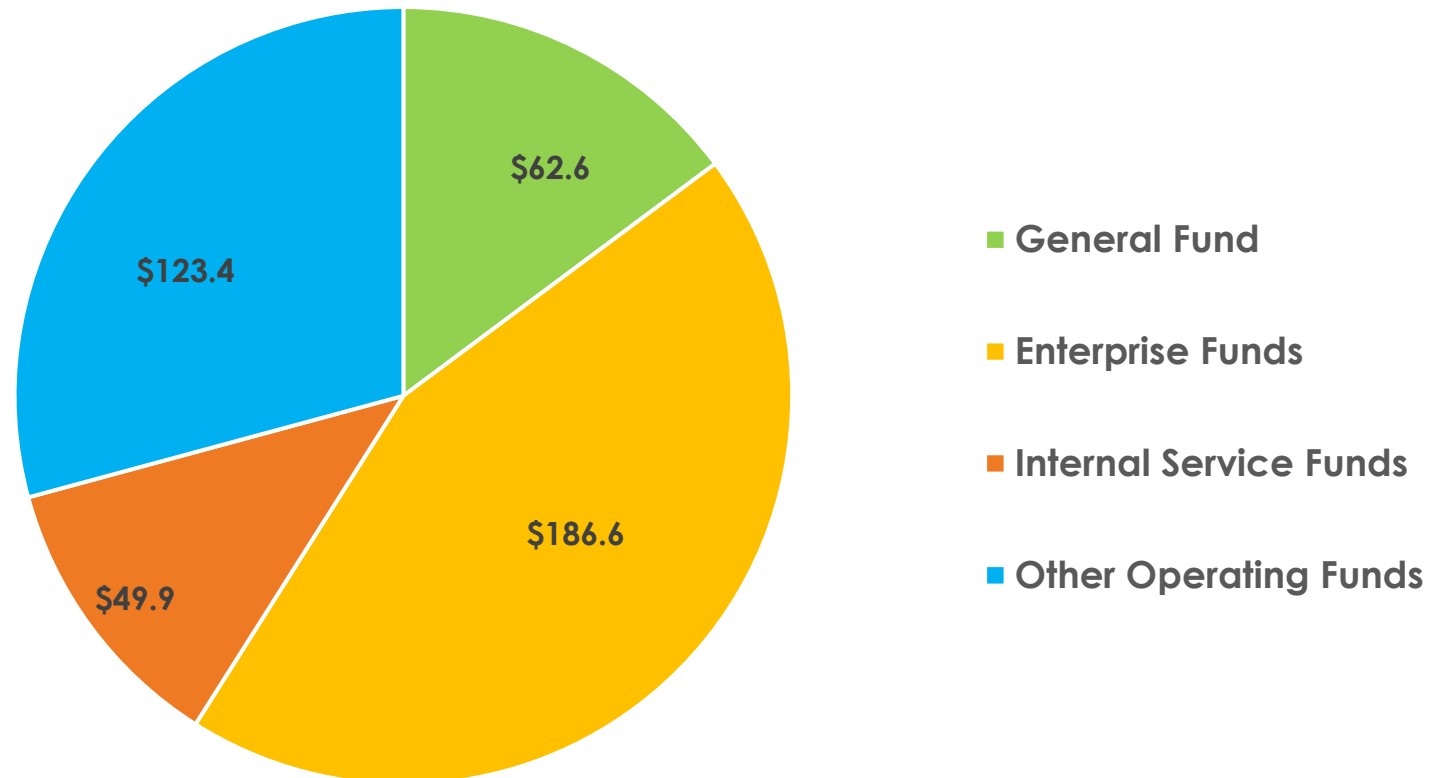
- ▶ City Budget Overview
- ▶ General Fund
- ▶ Measure C
- ▶ Measure Y
- ▶ Parks & Community Services
- ▶ Other Departments
- ▶ Streets & Roads
- ▶ Errata

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FY 2024-25 Budget Overview

Total City Budget \$422.5 million



Overview

Labor Negotiation
Increases **NOT**
included-TBD

Maintenance,
Supplies, and Services
at a 2% increase

Maintenance and
One-Time Acquisitions
included in General
Fund, Measure Y and
Measure C

Parks and Community
Services –creating a
Sustainable Budget

PC and Fleet Replacement

- Not included in the General Fund
- Included in Enterprise Funds

FY 2024/25 General Fund

Estimated Beginning Balance – July 1, 2024	\$11,526,743
Budgeted Revenue	\$63,479,348
Operating Expenses	\$59,422,897
Operating Transfers	\$1,793,278
Total Operating Expenditures	\$61,216,175
Revenue over/under Expense	\$2,263,173
Below the Line (Non-operating)	\$656,635
Future Planning	\$2,051,477
Prior Year Projects	\$744,161
Recommended Ending Balance – June 30, 2025	\$10,337,643
Less Committed Funds-5% Contingency Reserve	\$3,060,809
Total Available Funds – June 30, 2024	\$7,276,834

General Fund Transfers



\$'s in Millions

Below the Line Expenses (Non-Operating)

Enterprise Resource Planning (ERP) System	\$ 281,635
Community Funding	\$ 50,000
Elections	\$ 100,000
Civic Center HVAC Chiller Repair	\$ 100,000
Civic Center HVAC Boiler Repair	\$ 50,000
Shannon Parcade HVAC Chiller Repair	\$ 75,000
Economic Development Opportunity Fund	\$ 77,400
Affordable Housing Fund	\$ 116,100
Trust 115-Pension	\$ 193,500
General Fund Reserve – 30% set aside	\$1,664,477

Total

\$2,708,112

Measure C

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	Fund 2001-Old Measure C	Fund 2030-Public Safety	Fund 2031- Roads	Total
Beginning Balance 7/1/24	\$9,989,209	\$0	\$0	\$9,989,209
Sales and Use Tax	0	8,645,000	455,000	9,100,000
Other Revenue	136,050	131,035	0	267,085
Total Budgeted Revenue	136,050	8,776,035	455,000	9,367,085
Transfers	179,792	557	0	180,349
Operating Expenses	2,328	7,399,016	0	7,401,344
Acquisitions	1,435,069	0	0	1,435,069
Capital Improvements	2,993,192	0	0	2,993,192
Total Budgeted Expense	4,610,381	7,399,573	0	12,009,954
Ending Balance 6/30/25	\$5,514,878	\$1,376,462	\$455,000	\$7,346,340

*Meets GFOA Recommended Minimum

Measure C -

► Police

- AXON/Taser Agreement \$212k
 - Replaces 98 devices
- Vehicle Replacements
 - 10 Patrol \$875k
 - 2 Code Enforcement \$169k
 - 3 Community Service Officer \$178k

► Fire

- Station 53 Renovation \$235k
 - Plumbing Repairs
 - Bathroom Remodel
 - Window Replacement
- Apparatus Replacement
 - 4-5 Truck/Engine Needed
 - 4-5 year delivery times
 - Debt Options

Measure C- Roads

- ▶ Project Carryovers
 - ▶ R St (Olive to Northwood)
 - ▶ Quiet Zones
 - ▶ Highway 59
 - ▶ Glen Ave
 - ▶ M St
 - ▶ Canal St
 - ▶ Safe Streets lighting



Measure Y

	Police-20%	Fire-20%	Parks & Rec-20%	Discretionary-40%	Total
Beginning Balance 7/1/24	\$165,704	\$92,620	\$88,900	\$81,554	\$428,778
Estimated Tax Revenue	376,000	376,000	376,000	752,000	1,880,000
Estimated Other Revenue	7,800	11,870	5,350	25,770	50,820
Estimated Transfers-In			446,764	(446,764)	0
Estimated Transfers-Out			399,984	376,000	775,984
Estimated Expenses	478,712	346,585	447,299	0	1,272,596
Ending Balance 6/30/25	\$70,822	\$133,905	\$69,731	\$36,560	\$311,018

Measure Y - Police/Fire

INCIDENTS

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► Police 20%

- Reserve Officer Program \$66k
- Temp Dispatcher \$31k
- Temp Sergeant \$54k
- Replace HVAC Boiler \$45k
- Real Time Info Center Cameras and Drones \$58k
- K-9 Police Dog \$12k
- Fleet Repairs (unanticipated) \$75k

► Fire 20%

- HVAC Replacement \$20k
- Station 51 Renovation \$90k
 - Kitchen Remodel
 - Carpet Removal
 - Interior Painting
- Station 52 Renovation \$235k
 - Plumbing Repairs
 - Bathroom Remodel
 - Window Replacement
 - Interior Paint

Measure Y – Parks & Recreation

► Parks & Recreation Programs

- Summer Tennis HITS
- Junior Giants
- Teal Top Street Hockey
- Pickleball
- Movies in the Park
- Block Party Trailer
- Community Program Scholarships
- Applegate Zoo Supplement

► Discretionary

- Recreation Programs \$376k
- Bike Path Maintenance \$60k
- Tree Trimming \$100k
- Ada Givens Pool Restoration \$71.7K
- Park Improvements
 - Applegate-Basketball Renovation \$50k (50%)
 - Rahilly-Playground \$50k
 - Dennis Chavez-Playground \$25k
 - Diego Rivera-Playground \$40k

Parks & Community Services- Balancing the Operating Budget

- ▶ Measure Y
 - ▶ 20% Allocation \$376,000
 - ▶ 50% of 40% Discretionary \$376,000 (ongoing)
- ▶ General Fund Transfer
 - ▶ \$28,811=2% annual increase (\$1.46M)
 - ▶ \$150,000 =10% additional
 - ▶ \$1,619,353 (12%) Total GF Transfer (new base)
- ▶ Budget Revisions \$160,000
 - ▶ Sponsorship and Ballfield revenue increases
 - ▶ Extra Help Expense reductions
 - ▶ Reduce Boys & Girls Contract \$10,000

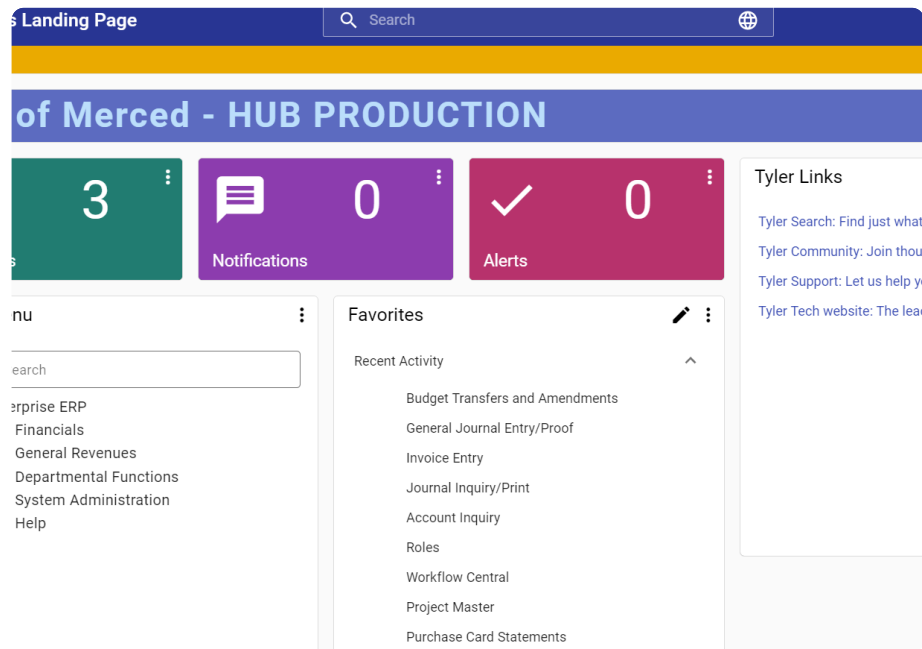


General Fund Staffing/Admin



- ▶ City Manager
 - ▶ Delete 1 Records Clerk I/II
 - ▶ Add 1 Administrative Asst I/II
 - ▶ Unfund 1 Peer Support Specialist (CalVip)
 - ▶ Recreation Coordinator (Prop64)
- ▶ Police
 - ▶ Unfund 3 Police Officers
 - ▶ Add 1 Community Service Officer
 - ▶ Add 1 Crime Analyst
 - ▶ Add 1 Administrative Asst I/II
 - ▶ Delete 1 Police Records Supervisor
 - ▶ Add 1 Management Analyst

Administration



► Info Technology

- Replacement of Storage Area Network \$550k
- PC Replacements \$120k
- Microsoft Software Licenses \$400k

► ERP Allocation \$670k

- GF Allocation \$280k

Downtown/Economic Dev/Airport

- ▶ Property Based Improvement District (PBID)
- ▶ ARPA
 - ▶ Bob Hart Square Expansion \$800k
 - ▶ Main St one-way redesign \$750k
- ▶ South Merced Employment Center Study
- ▶ Small Business Grant
- ▶ MCE Terminal Construction
- ▶ Art Projects

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Development Services/Housing

- ▶ Remove Senior Engineer for Management Analyst
- ▶ Remove Building Inspector I/II and Development Services Tech I/II for Assistant Building Official
- ▶ Housing Element Update \$125k
- ▶ Local Road Safety Plan \$50k
- ▶ Carryover of \$1M for General Plan Update
- ▶ ARPA Allocation \$7.5M



Parks

- ▶ Park Reserve
 - ▶ Fahrens Park Disc Golf Course parking lot \$100k
 - ▶ Joe Herb Sports Field Renovation \$300k
 - ▶ Applegate Park Basketball Court Renovation \$50k (50%)
- ▶ Public Facilities Financing Plan (impact fees)
 - ▶ General Vang/Aletha June Park Construction \$450k
 - ▶ Community Park 42 \$200k
 - ▶ Final funding through Phase 2



Public Works

► Staffing

- Delete 1 Park Worker I/II- Downtown Maintenance District
- Add 2 Maintenance Worker I/II-Streets
- Add 3 Maintenance Worker I/II-Refuse
- Add 1 Mechanic-Fleet
- Delete Custodian I/II and add 1 Lead Custodian-Facilities



Public Works

- ▶ Wastewater /Water/Refuse Rate Studies in process
- ▶ Motor Control Centers Replacement \$1M
- ▶ WWTP Roof Replacement \$150K
- ▶ Drive on Scale \$120k
- ▶ Shannon Parcade Elevator Repairs \$350k



Public Works



► Streets (new)

- Replace School Flashing Beacons
- APS Polara-Push Buttons @ Schools
- Traffic Signal Assessment
- Controllers 2070 Replacement

Public Works-Street Maintenance

- ▶ Maintenance Budget \$5.2 million
 - ▶ Gas Tax \$2.3m
 - ▶ SBI \$1.5m
 - ▶ Measure V \$766k
 - ▶ Measure C \$145k
 - ▶ Charges for Services/Other \$195k
- ▶ Staffing
 - ▶ 8 Maintenance Workers (adding 2 FY 24/25)
 - ▶ 2 Traffic Signal/Lighting Technicians
 - ▶ 1 Lead Worker
 - ▶ .80 Streets Supervisor
 - ▶ .20 Tax Services Manager



FY 24-25 Street and Road Funding

Street and Road Funding	Maintenance	Capital	Unappropriated	Total
Gas Tax	\$ 2,377,921			\$ 2,377,921
Gas Tax-SB1	1,524,354	1,062,668		2,587,022
Measure V-Alternative Modes	143,746	256,254		400,000
Measure V-Local Transportation	622,682	977,318		1,600,000
Measure C-Roads	145,000		455,000	600,000
Surface Transportation Program (STP)		1,248,748		1,248,748
Local Transportation				-
Facilities-Transportation			1,061,086	1,061,086
CFD-Street Maintenance/Lights	301,158			301,158
Total	\$5,114,861	\$3,544,988	\$1,516,086	\$10,175,935

Costs	Roadway-Full Reconstruction	Roadway Full Depth Reclamation	Grind and Overlay	Cape Seal	Potholes
Arterial (per mile)	\$2,662,000	\$2,044,416	\$1,635,920	\$568,700	
Collector (per mile)	\$1,331,000	\$1,124,429	\$995,900	\$390,830	
Local Street (per mile)	\$847,000	\$736,890	\$665,500	\$284,350	
Pothole (each)					\$7.68
Overlay (sq ft)					\$9.08

How do we choose projects?

- ▶ Many factors affect how and when projects are chosen. Some of these factors include:
 - ▶ Grant Opportunities
 - ▶ Available Funding & Cost of Road Treatment
 - ▶ Pavement Management System & PCI Rating
 - ▶ Council Direction and Priorities
 - ▶ Immediate Needs, including Safety Concerns

Errata

Council Direction-None at this time

Staff-Add Hincapie Funding
CDBG and HOME
allocation true-up

Questions?

Council Budget Direction