

City of Merced Budget 2022-23



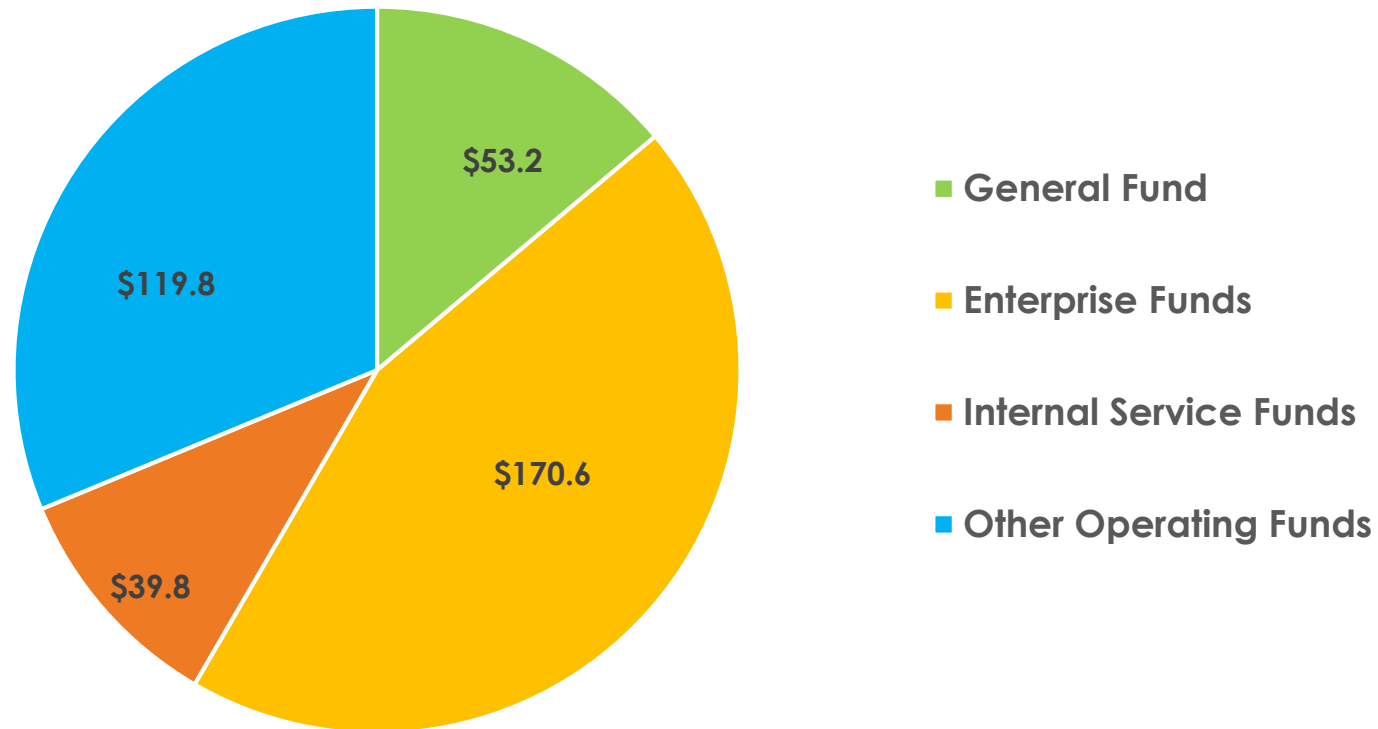
FY 2022/23 Budget

- ▶ City Budget Overview
- ▶ General Fund
- ▶ Measure C
- ▶ Measure Y
- ▶ Other Funds
- ▶ Errata
- ▶ Pending Direction



FY 2022-23 Budget Overview

Total City Budget \$383.4 million



Expense Overview

Labor Negotiated
Increases

Maintenance,
Supplies, and Services
at a 3% increase

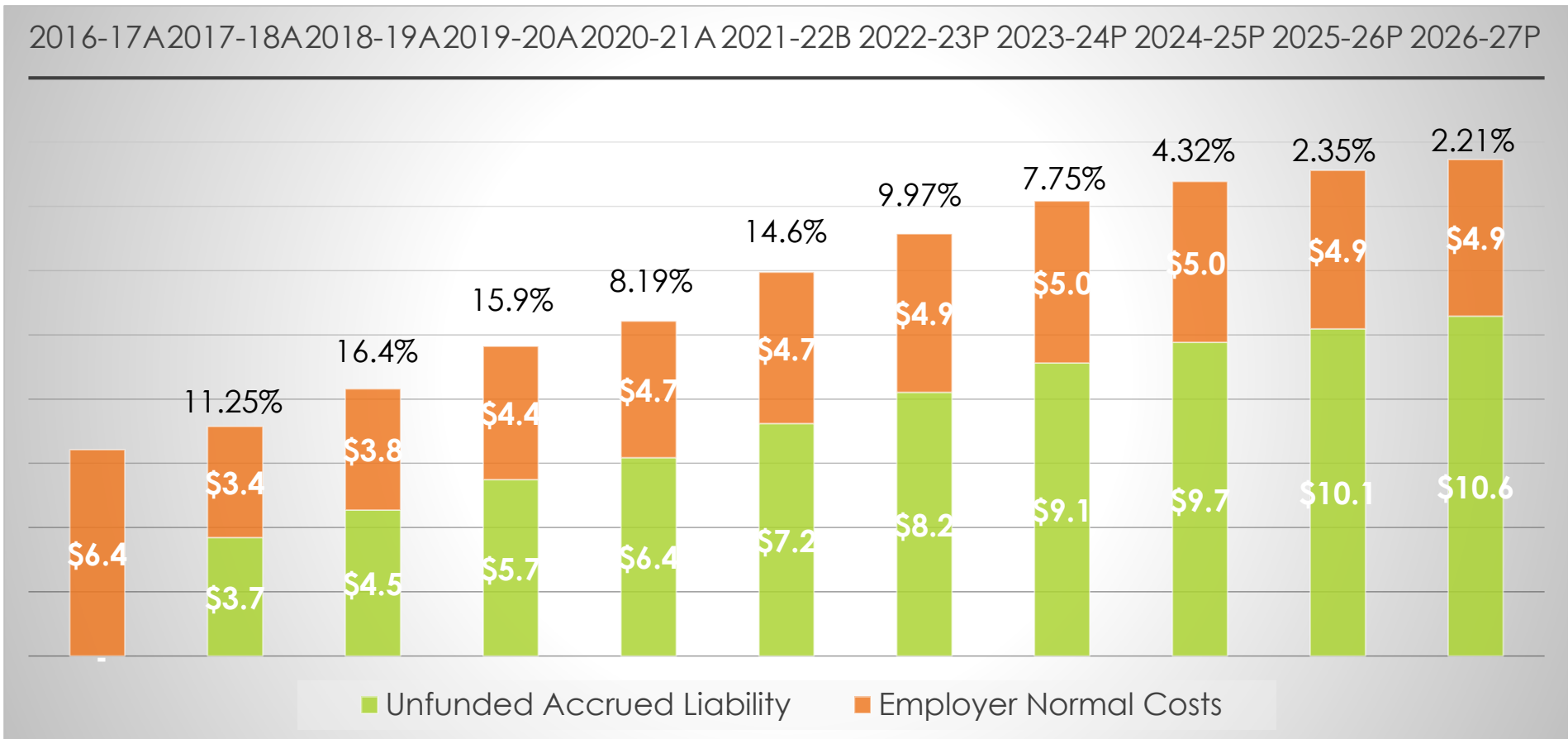
Maintenance and
Replacements
included in Measure Y
and Measure C

Fund 087-ARPA per
Council Direction

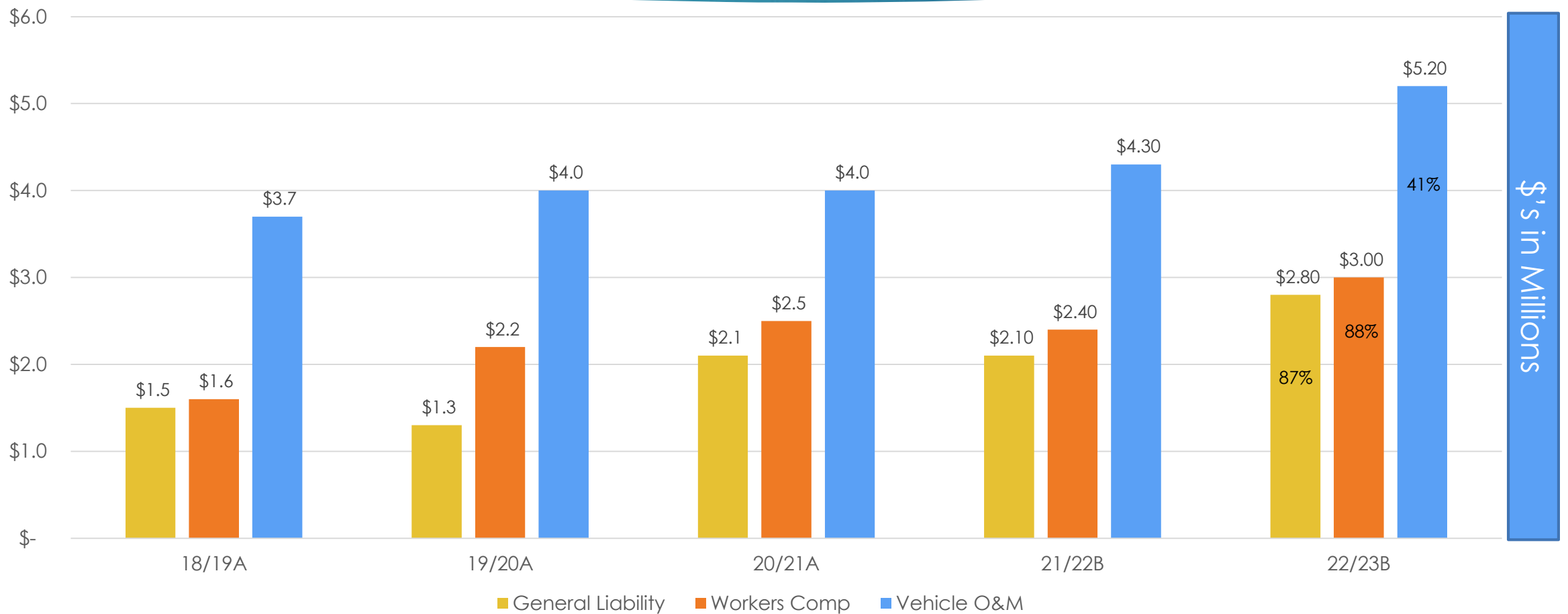
PC and Fleet
Replacement

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

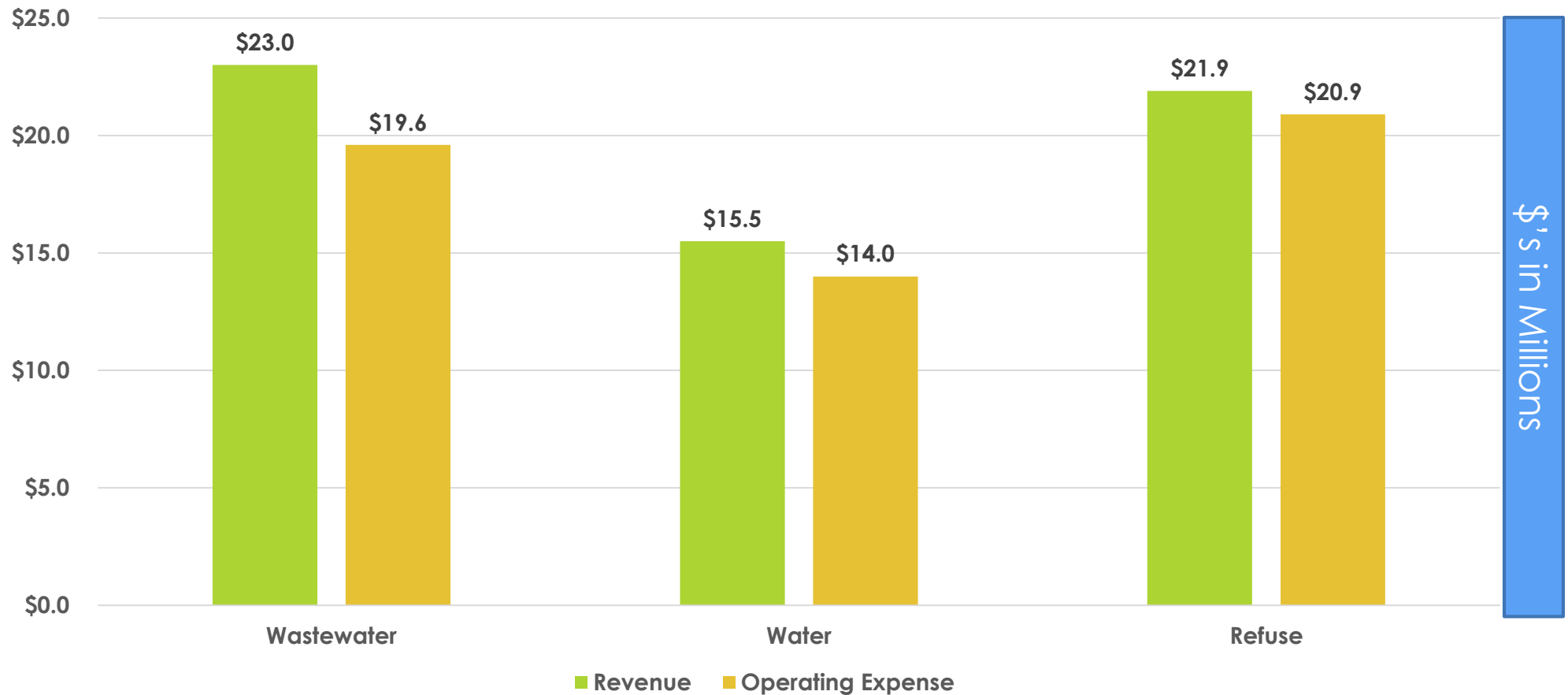
CalPERS



Citywide-Largest Cost Drivers



Enterprise Fund Summary



Recommended Staffing

Functional Area	Add	Delete	Total
Fire	1	(3)	(2)
Police	4	(2)	2
Parks and Recreation	1		1
Planning	3	(1)	2
Streets	1		1
Trees	1		1
Fleet	1		1
Total	12	(6)	6

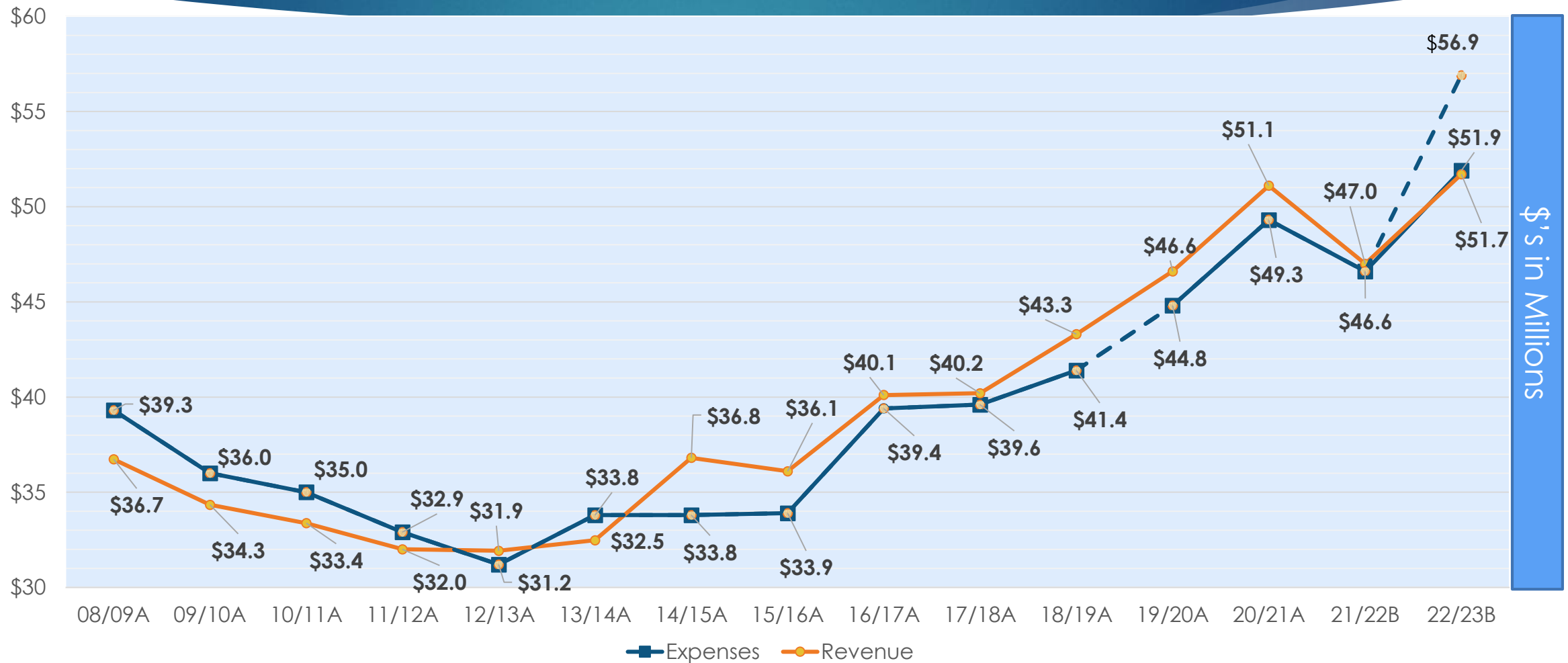
FY 2022/23 General Fund

Estimated Beginning Balance – July 1, 2022	\$9,690,161
Budgeted Revenue	\$51,720,161
Operating Expenses	\$50,486,234
Operating Transfers	\$1,454,158
Total Operating Expenditures	\$51,940,392
Revenue over/under Expense	(\$220,231)
Below the Line (Non-operating)	\$654,039
Future Planning	\$3,768,035
Prior Year Projects	\$562,782
Recommended Ending Balance – June 30, 2023	\$4,485,074
Less Committed Funds-5% Contingency Reserve	\$2,597,020
Total Available Funds – June 30, 2023	\$1,888,054

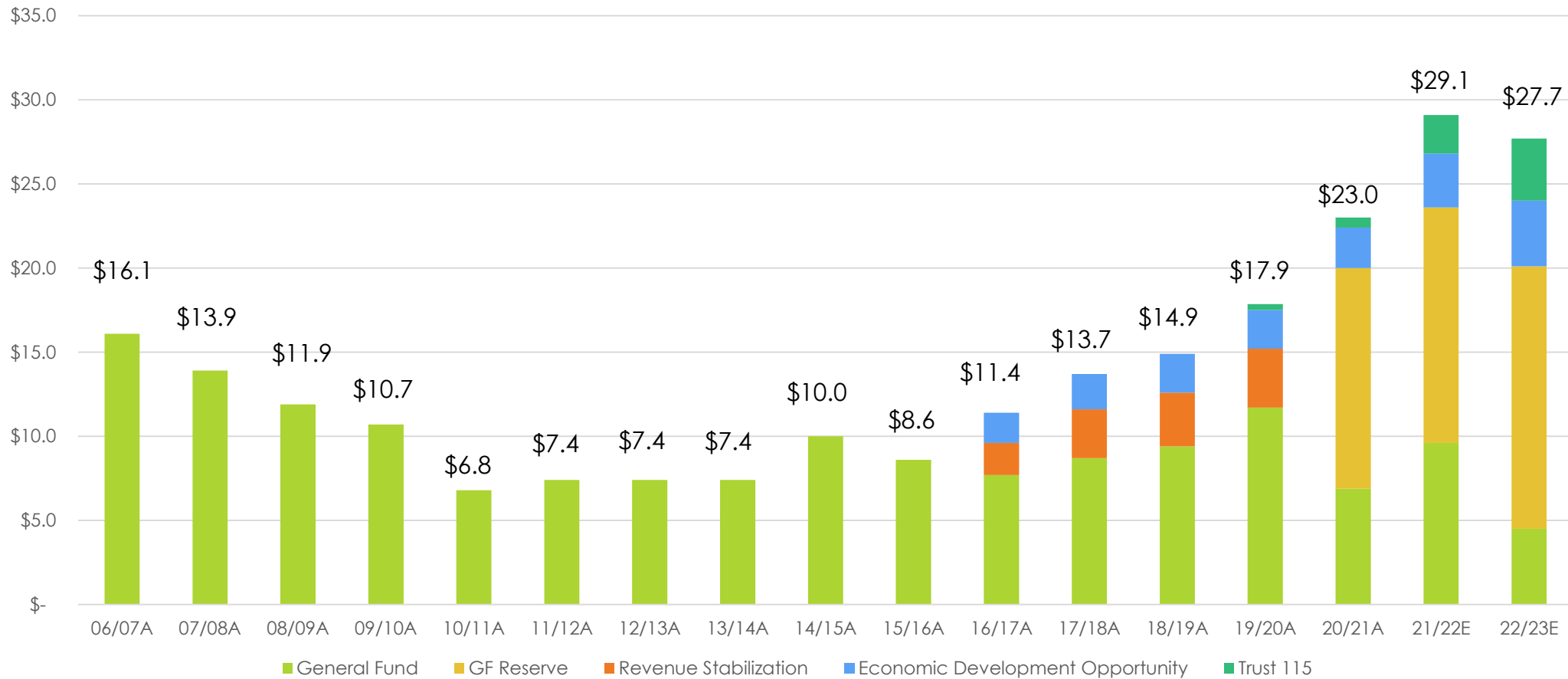
FY 2022/23 General Fund

General Fund	2021-22 Mid-Year	2022-23 CM Budget	Difference
<i>6/30/2022 Estimated Ending Balance</i>	\$7,609,144	\$9,690,161	\$2,081,017
Operating Expense over Revenue		(220,231)	<u>(220,231)</u>
Non-operating Costs		(654,039)	<u>(654,039)</u>
Project Carryover		(562,782)	<u>(562,782)</u>
Future Planning		(3,768,035)	<u>(3,768,035)</u>
General Fund Reserve-5% Contingency	<u>(2,329,014)</u>	<u>(2,597,020)</u>	<u>(268,006)</u>
Unreserved, Unencumbered General Fund Balance	\$5,280,130	\$1,888,054	(\$3,392,076)

General Fund Summary



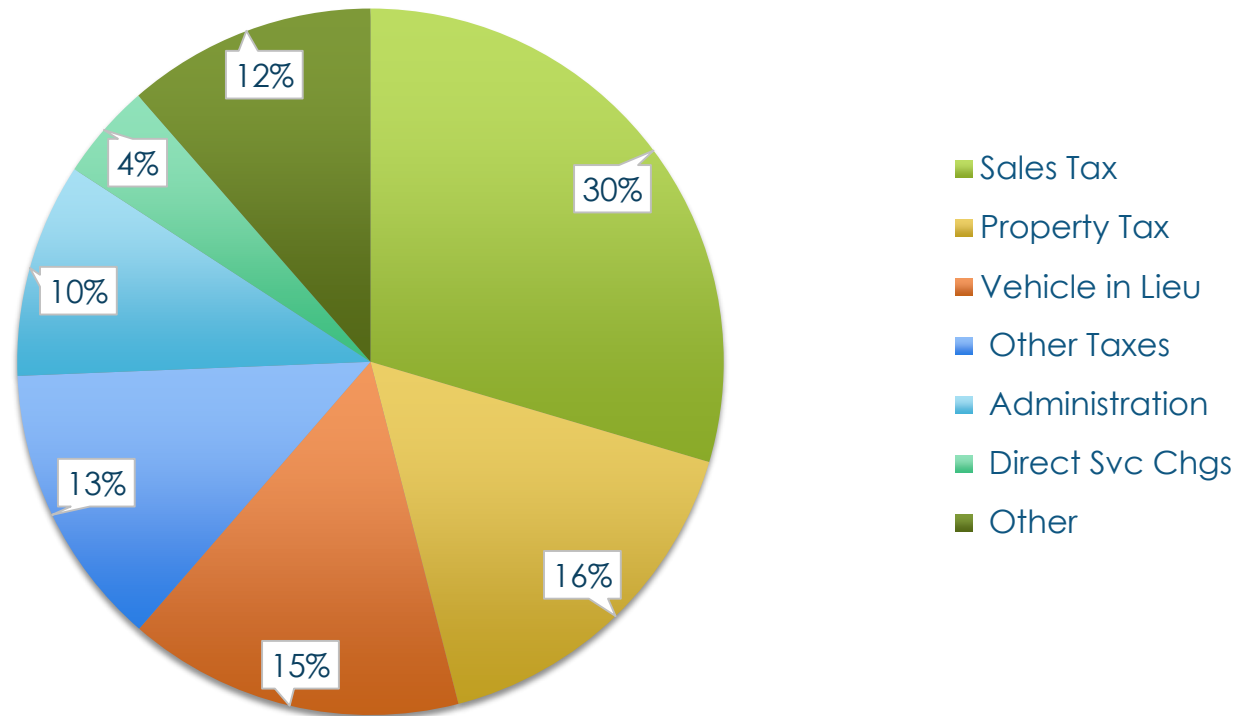
General Fund Balance



\$'s in Millions

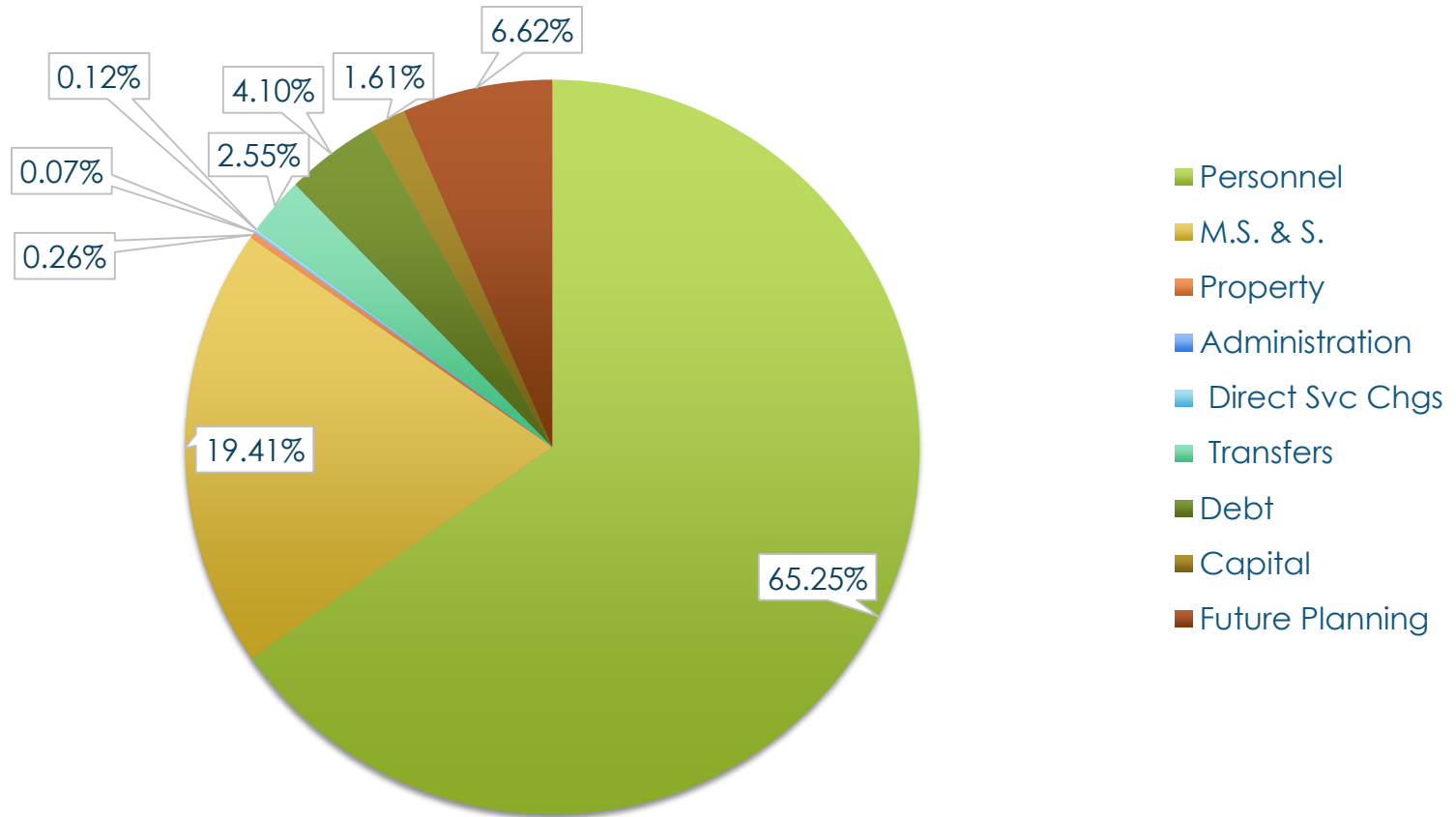
General Fund Revenues

Total Revenues of \$51.7 million

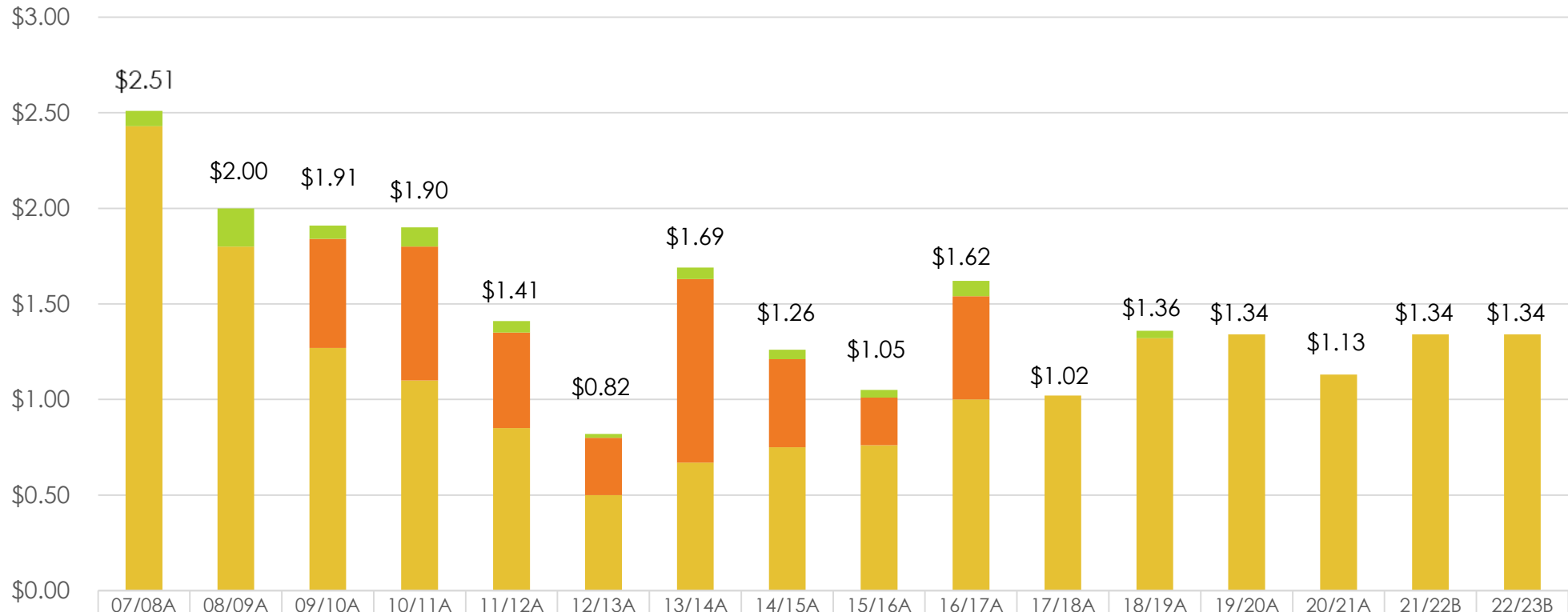


General Fund Expenses

Total Expenses \$56.9 million



General Fund Transfers



	07/08A	08/09A	09/10A	10/11A	11/12A	12/13A	13/14A	14/15A	15/16A	16/17A	17/18A	18/19A	19/20A	20/21A	21/22B	22/23B
Airport	\$0.08	\$0.20	\$0.07	\$0.10	\$0.06	\$0.02	\$0.06	\$0.05	\$0.04	\$0.08	\$0.00	\$0.04	\$0.00	\$0.00	\$0.00	\$0.00
Development Services	\$0.00	\$0.00	\$0.57	\$0.70	\$0.50	\$0.30	\$0.96	\$0.46	\$0.25	\$0.54	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Parks and Recreation	\$2.43	\$1.80	\$1.27	\$1.10	\$0.85	\$0.50	\$0.67	\$0.75	\$0.76	\$1.00	\$1.02	\$1.32	\$1.34	\$1.13	\$1.34	\$1.34

■ Parks and Recreation ■ Development Services ■ Airport

\$'s in Millions

Below the Line Expenses (Non-Operating)

Enterprise Resource Planning (ERP) System	\$ 422,385
General Election Ballot	\$ 80,000
Parks Vehicle Replacements (3)	\$ 135,000
Civic Center HVAC upgrade (Phase 3)	\$ 16,654
Trust 115-Pension	\$1,404,000
Economic Development Opportunity Fund	\$ 756,000
General Fund Reserve – 30% set aside	\$1,608,035
Total	\$4,422,074

General Fund Staffing/Admin



- ▶ Fire
 - ▶ Added 1 Administrative Analyst
 - ▶ Deleted 3 Rental Inspections personnel

- ▶ Police
 - ▶ Added 1 Deputy Police Chief
 - ▶ Deleted 1 Police Captain
 - ▶ Added 1 Community Services Officer
 - ▶ Deleted 1 Community Liaison
 - ▶ Added 2 Dispatchers

- ▶ Outside City Attorney
 - ▶ Unfunded 1 in-house City Attorney
 - ▶ Unfunded 1 in-house Senior Deputy City Attorney

Measure C Funding

▶ Staffing

- Transferred 2 Fire Personnel to CFD – 10.30 FTE
- Transferred 2 Police Officers to CFD – 18.49 FTE

▶ Streets

- \$1 million set aside for Safe Streets Phase 1 (streetlight upgrade)

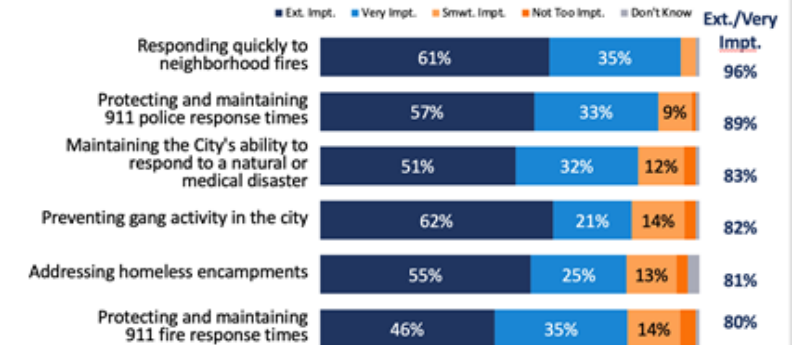
▶ Fire Engine \$875K

▶ Police Vehicle Replacements (11) \$750K

Community Priorities

- ▶ Initial Survey Top Scores:
 - ▶ Responding quickly to neighborhood fires
 - ▶ Protecting and maintaining 911 police response times
 - ▶ Maintaining the city's ability to respond to a natural or medical disaster
 - ▶ Preventing gang activity in the city
 - ▶ Addressing homeless encampments
 - ▶ Supporting after school activities and youth programs that prevent crime and drug use
 - ▶ Creating jobs and job training programs for young people
 - ▶ Fixing Potholes
- ▶ Continued Community Outreach:
 - ▶ Includes focus groups, text and mail outreach
 - ▶ Top response from focus groups: Affordable Housing

Responding to fires quickly, maintaining emergency response times, and disaster response were the top priorities.



I am going to read you a list of ways in which the funds generated by this measure could be spent and provisions that could be included. Please tell me how important that provision or use of funds is to you personally: is it extremely important, very important, somewhat important, or not too important?
Split Sample

FM3 RESEARCH
City of Merced California



Featured Projects

April 8, 2022

Keeping Merced Working, Healthy and Safe - A community conversation.

Join the conversation about our local service priorities. Merced is working hard to...

[View Project](#)

May 2, 2022

City of Merced Resident Stimulus Program

The City of Merced is offering \$500 one-time payment to households.

[View Project](#)

Measure Y

	Police-20%	Fire-20%	Parks & Rec- 20%	Discretionary- 40%	Total
Beginning Balance 7/1/22	\$409,839	\$259,378	\$289,107	\$2,201,296	\$3,159,620
Estimated Tax Revenue	492,800	492,800	492,800	985,600	2,464,000
Estimated Other Revenue	12,660	13,860	10,450	25,310	62,280
Estimated Transfers			3,124,569	(3,124,569)	0
Estimated Expenses	692,371	352,500	3,898,955	0	4,943,826
Ending Balance 6/30/23	\$222,928	\$413,538	\$17,971	\$87,637	\$742,074

Measure Y - Police/Fire

▶ Fire 20%

- Hawk Training Facility
- Mobile Radio Replacements
- Equipment Maintenance
- Facilities Maintenance
- Safety Gear

▶ Police 20%

- Reserve Officer Program
- New Lidar Units
- Replace Range Shed/Fence
- Speed Enforcement Equipment
- Dispatch Serve Upgrade
- Software Upgrades

Measure Y – Parks & Recreation

► Parks & Recreation – 20%

- Teal Top Hockey
- Swim Lessons at Ada Givens
- Baseball Field upgrades and maintenance
- New Truck for ZOO
- Voucher Program
- Enhanced Programs
- Added 1 Administrative Analyst (operating funds)

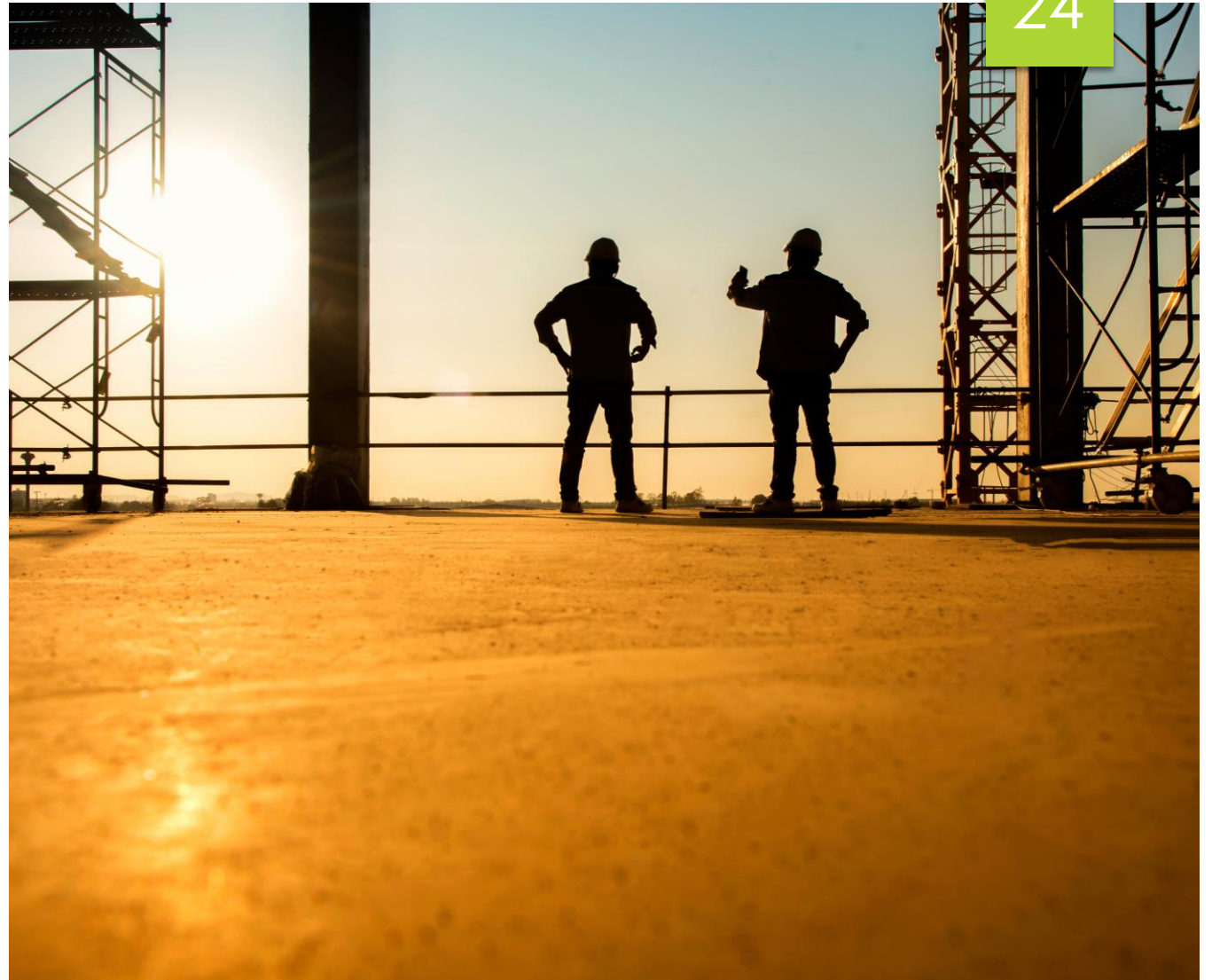


Measure Y – 40% Discretionary

- ▶ Discretionary-40%
 - Charles Richard Drew Improvements
 - Dennis Chavez Memorial Park Improvements
 - Diego Rivera Park Improvements
 - Playground Maintenance
 - Bike Path Maintenance
 - Tree Trimming

Development Services/Economic Dev

- ▶ Traffic Study for Loughborough \$75k
- ▶ General Plan Update \$1M
- ▶ Added 1 Associate Planner
- ▶ Added 1 Assistant Planner
- ▶ Added 1 Development Svcs Tech I/II
- ▶ Removed 1 Planning Tech I/II
- ▶ Industrial Park Study \$50k



Public Works Department

- ▶ Staffing
 - ▶ Added 1 Lead-Streets
 - ▶ Added 1 Lead-Trees
 - ▶ Added 1 Mechanic



Public Works Department

- ▶ Wastewater /Water
 - ▶ Wastewater Rate Study
 - ▶ Wastewater Treatment Plant Phase IV
 - ▶ Water Recharge Study
 - ▶ Water Master Plan
 - ▶ Water Rate Increase (July 2022)
 - ▶ 7% Increase
 - ▶ Staff recommend no increase
 - ▶ Council Direction



Errata (not included)

- ▶ City Attorney \$66,000
- ▶ Arts Project \$100,000
- ▶ Bicycle Race \$26,000
- ▶ Community Funding (TBD)



Community Funding



Historically, the City Council has awarded an average of \$23,000 to community groups for one-time projects, last year \$60,000 was awarded



Council direction was to establish a transparent process to evaluate proposals from the Community



Proposals were received April 1st through April 28th



Applications were reviewed by the Budget Sub-Committee

Summary of Proposals

	Organization Name	Project Description	Timeframe	Requested Amount
1	Bear Creek Yacht Club	Outdoor recreational activities in and along Bear Creek	1 year	\$ 15,000.00
2	Boys & Girls Club	Literacy: "Learn to Read"	1 year	\$ 45,319.00
3	Merced County Hispanic Chamber of Commerce	Mercado Entrepreneurial Challenges	1 year	\$ 7,730.00
4	League of United African American Citizens	Youth Bullying Program	1 year	\$ 35,000.00
5	LifeLine	New Neighborhood Community Center	1 year	\$ 50,000.00
6	Merced County Nut Festival	Festival Sponsorship	1 year	\$ 10,000.00
7	Merced Youth Soccer Association	Merced United Leadership Academy	1 year	\$ 12,100.00
8	Students With Aspiring Goals	After School Program - McNamara Park	1 year	\$ 26,800.00
9	Symple Equazion	Various Programs	1 year	\$ 24,577.00
10	United Way of Merced County	People's Promise	1 year	\$ 25,000.00
	Total of All Responses			\$ 251,526.00

Council Direction



WATER RATE
INCREASE



COMMUNITY
FUNDING



COUNCIL BUDGET
DIRECTION