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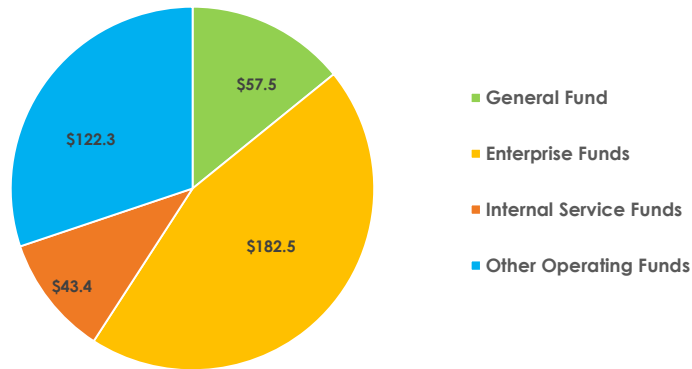


2

## FY 2023-24 Budget Overview

3

Total City Budget \$405.7 million



3

## Expense Overview

4

Labor Negotiated  
Increases

Maintenance,  
Supplies, and Services  
at a 4% increase

Maintenance and  
One-Time Acquisitions  
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

4

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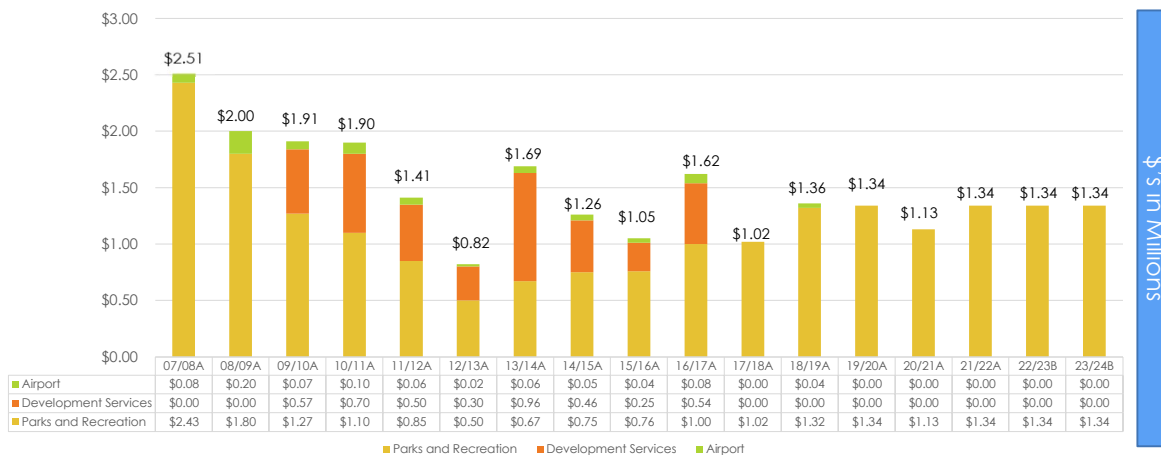
## FY 2023/24 General Fund

<b>Estimated Beginning Balance – July 1, 2023</b>	<b>\$11,488,571</b>
<b>Budgeted Revenue</b>	<b>\$55,667,921</b>
Operating Expenses	\$54,100,004
Operating Transfers	\$1,462,975
<b>Total Operating Expenditures</b>	<b>\$55,562,979</b>
<b>Revenue over/under Expense</b>	<b>\$104,942</b>
Below the Line (Non-operating)	\$1,529,807
Future Planning	\$2,271,567
Prior Year Projects	\$440,493
<b>Recommended Ending Balance – June 30, 2024</b>	<b>\$7,351,646</b>
Less Committed Funds-5% Contingency Reserve	\$2,778,149
<b>Total Available Funds – June 30, 2024</b>	<b>\$4,573,497</b>

5

6

## General Fund Transfers



6

7

## Below the Line Expenses (Non-Operating)

Enterprise Resource Planning (ERP) System	\$ 428,589
Community Funding	\$ 30,000
Parks Vehicles	\$ 110,000
Art Projects	\$ 100,000
Dash Cams Hardware & Body Cam Storage	\$ 77,410
South Merced Improvements	\$ 350,000
City Attorney Contract	\$ 165,766
IT Replacement Generator	\$ 121,567
IT Cyber Security Upgrade	\$ 40,162
IT Website Update	\$ 106,313
Trust 115-Pension (Errata change)	\$ 789,750
Economic Development Opportunity Fund (Errata change)	\$ 425,250
General Fund Reserve – 30% set aside (Errata change)	\$1,056,567
<b>Total</b>	<b>\$3,801,374</b>

7

8

## Measure Y

	Police-20%	Fire-20%	Parks & Rec-20%	Discretionary-40%	Total
Beginning Balance 7/1/23	\$141,143	\$434,025	\$0	\$0	\$575,168
Estimated Tax Revenue	373,760	373,760	373,760	747,520	1,868,800
Estimated Other Revenue	4,600	7,080	8,850	11,730	32,260
Estimated Transfers			385,957	(385,957)	0
Estimated Expenses	506,463	750,000	768,485	0	2,024,948
Ending Balance 6/30/24	\$13,040	\$64,865	\$82	\$373,293	\$451,280

8

9

INCIDENTS

## Measure Y - Police/Fire

► Fire 20%

- Refurbish One Fire Reserve Engine \$300k
- Ambulance Purchases \$300k

► Police 20%

- Reserve Officer Program \$130k
- New K-9, Equipment & Training \$53k
- Parade Office Utilities \$56k
- Real Time Crime Center Room \$17k
- Vests \$32k
- Quick Deploy Cameras (LPR's) \$17k
- Rifles and Scopes \$49k
- Laser Shot (Training Simulator) \$19k

9


10

## FY 2023/24 Measure C

<b>Estimated Beginning Balance – July 1, 2023</b>	<b>\$6,553,187</b>
<b>Budgeted Revenue</b>	<b>\$9,063,791</b>
Operating Expenses	\$7,476,560
Operating Transfers	\$202,471
<b>Total Operating Expenditures</b>	<b>\$7,679,031</b>
<b>Revenue over/under Expense</b>	<b>\$1,384,750</b>
Prior Year Projects	\$1,798,240
Current Year Projects	\$1,210,000
<b>Recommended Ending Balance – June 30, 2024</b>	<b>\$4,929,707</b>
GFOA Recommended Minimum	\$1,395,235
<b>Total Available Funds – June 30, 2024</b>	<b>\$3,534,472</b>

10

11



## Measure C -

► Police

- Moved 1 Police Officer to CFD
- Ballistic & Night Vision Helmets \$49.5k
- Record Management System Upgrade \$99k
- Server Software \$32k

► Other

- Ballot Measure \$70k

► Fire

- Female Academy \$10k
- Paint Fire Station 51 \$25k

► Streets

- GPS Opticom \$210k
- Phase 2 Safe Streets Project – \$1 mill

11

12

## Parks & Community Services-CM Recommended

	Parks & Community Services	Parks & Rec- 20%	Total
Beginning Balance 7/1/23	\$161,803	\$0	\$161,803
Cannabis Tax	0	759,717	759,717
Program Revenues	340,792	8,850	349,642
General Fund Transfer	1,335,600	0	1,335,600
Prop 64 Grant	336,043	0	336,043
CFD Revenues	<u>175,556</u>	<u>0</u>	<u>175,556</u>
Total Revenues	2,187,991	768,567	2,956,558
Total Expenses	<u>2,861,414</u>	<u>768,485</u>	<u>3,629,899</u>
Ending Balance 6/30/24	(\$511,620)	\$82	(\$511,538)

12

13

## Parks & Community Services-Options

- ▶ General Fund Transfer
  - ▶ Base increase \$1,335,600
  - ▶ Base with CPI \$1,430,695
  - ▶ Other amount?
- ▶ Measure Y-Discretionary 40%
  - ▶ Available \$373,293
- ▶ Program Revenue Increases
  - ▶ Estimated \$110,000
- ▶ Budget Cuts
  - ▶ Parks and Community Services
  - ▶ Other General Fund Expenses



13

14

## Parks & Community Services- City Council Direction

### Filling the \$511,538 Shortfall

Additional General Fund  
Transfer of \$104,942 (GF  
surplus) Totaling \$1,440,542

Transfer of Measure Y-40%  
Discretionary funding of  
\$373,293

Increase Program Revenues –  
Estimated \$110,000  
• Requires a Public Hearing and  
Resolution

Add \$5,000 for Voucher Program  
(total \$13,000)

Funding over what is needed by \$71,697

14



15

## Measure Y – Parks & Recreation

### ► Discretionary-40%

- Tree Trimming
- Bike Path Maintenance
- Available funding to Parks and Community Services Programs



15

16

## General Fund Staffing/Admin



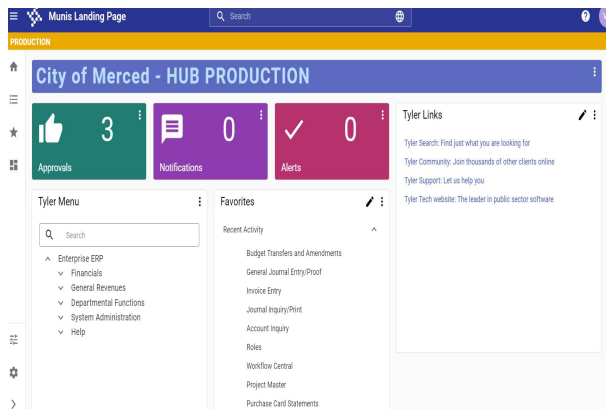
- Police
  - Added 1 Police Lieutenant
  - Deleted 1 Police Captain
  - Added 1 Community Services Officer
  - Deleted 1 Police Records Clerk
- Outside City Attorney
  - Positions and Contract Attorney \$1M

16



## Administration

17



- ▶ Info Technology
  - ▶ Replacement Generator \$300k
  - ▶ Cyber Security Enhancements \$180k
  - ▶ Website Update \$225k
- ▶ ERP Allocation \$1M

17

## Downtown/Economic Dev/Airport

18

- ▶ Property Based Improvement District (PBID)
- ▶ ARPA
  - ▶ Bob Hart Square Expansion \$800k
  - ▶ Streetscaping \$200k
  - ▶ Main St one-way redesign \$750k
- ▶ South Merced Industrial Park Study
- ▶ Small Business Grant
- ▶ Remove 1 Economic Development Manager
- ▶ Remove 1 Airport Manager
- ▶ Add 1 Business & Aviation Manager



18

## Development Services/Housing

- ▶ Remove Engineering Project Manager for Senior Engineer
- ▶ Remove Planning Manager and Associate Planner for Deputy Development Services Director
- ▶ Additional \$1M for General Plan Update
- ▶ First Time Homebuyers Program \$2.5M
- ▶ 67 unit Affordable Housing Project \$1.3M
- ▶ 95 unit motel conversion \$24M
- ▶ 21 unit container housing \$4.2M.
- ▶ ARPA Allocation \$7.5M



19

19

## Public Works/Beautification

- ▶ Staffing
  - ▶ Added 1 Maintenance Worker-Streets
  - ▶ Remove 1 Tree Trimmer for Maintenance Worker-Trees
  - ▶ Added 1 Custodian-Facilities



20

20

21

## Public Works/Beautification

- ▶ Wastewater /Water
  - ▶ Wastewater Rate Study
  - ▶ Water Rate Study
  - ▶ Water Rate Increase (July 2023)
    - ▶ Council Directed no increase
    - ▶ Resolution 6/20/23



21

22

## Public Works/Beautification

- ▶ Streets
  - ▶ Over \$2.3M new Measure V and SB1 Project Funding
    - ▶ Collins Dr Rehab
    - ▶ M St/Buena Vista intersection Design
    - ▶ Fiber Slurry various arterials
  - ▶ Public Art \$100k
  - ▶ Murals on CalTrans Facilities \$350k
  - ▶ South Merced Improvements \$350k



22

23

## Summary of Proposals

Organization Name	Project Description	Requested Amount	Recommended Amount
League of United African American Citizens (LUAAC)	anti-bullying / fentanyl awareness	\$35,000.00	\$0.00
Merced Youth Soccer Association (MYSA)	help high school students prepare for college/career	\$25,650.00	\$10,000.00
Merced Lao Family Community	Hmong traditional music & cultural instruction	\$15,000.00	\$10,000.00
Calvary Assembly	Isaiah Project	\$5,200.00	\$5,000.00
Robert Rojas Foundation	opiate education & training	\$119,481.60	\$0.00
Merced County Nut Festival	2023 Merced County Nut Festival	\$7,000.00	\$5,000.00
<b>Total</b>		<b>\$207,331.60</b>	<b>\$30,000.00</b>

23

24

## Errata- Council Direction



General Fund  
ARPA-Administration \$57,134



ARPA Adjustments  
 -Affordable Housing \$1M  
 -Job Training \$1.175M  
 -Applegate Restroom \$425k  
 -Community Park 42 \$3.35M  
 -Stimulus Payments (\$230K)  
 -Water Infrastructure (\$2.5M)  
 -Broadband Infrastructure (\$1.5M)  
 -Administration (\$288K)

24



## Errata-Council Direction

- ▶ Financial Policies Re-allocation
  - ▶ 50%-Trust 115-Pension
  - ▶ 30%-Affordable Housing Fund
  - ▶ 20%-Economic Dev Opportunity Fund

25

25

## Council Direction

Community Funding

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Council Budget Direction

26

26