



DATE: May 14, 2020

TO: Members of the Measure X Citizens Oversight Committee

FROM: City Manager's Office

SUBJECT: **REVISED FY 2020-21 (YEAR 2) MEASURE X SPENDING PLAN AND
UPDATED SEVEN YEAR PRELIMINARY EXPENDITURE PLAN**

SYNOPSIS

Staff recommends that the Measure X Citizens Oversight Committee (COC) endorse the Revised FY 2020-21 (Year 2) Spending Plan (Attachment 1) and recommend approval to the City Council.

BACKGROUND

The role of the Measure X COC is to provide public review and comment on the City Manager's Measure X Spending Plan prior to City Council consideration of the City's annual budget. The Measure X Ordinance approved by the voters, codified as Chapter 34 of the Oceanside City Code, states:

"It is the intent that the Measure X funds be used to improve infrastructure and the delivery of public safety services and the plan (the "Measure X Spending Plan") shall reflect these priorities and include specific proposals for near term expenditures as well as a plan for expenditures throughout the seven (7) year term of the tax, and finance options for larger-scale projects that may require the pledge of Measure X revenues. After review and recommendation by the COC, the Measure X Spending Plan shall be presented to the City Council for its consideration and final decision, in its discretion, as part of the City's annual budget process." (34.6.16 B.)

Staff presented the FY 2020-21 (Year 2) Spending Plan to the Measure X COC on March 12, 2020. After questions and discussion, the COC voted unanimously (6-0, Gleisberg absent) to endorse the Year 2 Spending Plan and recommend approval to the City Council. Shortly after this meeting the Governor and the County Public Health Officer issued health orders requiring people to stay at home except to perform essential activities in order to prevent the spread of COVID-19. This order also closed or curtailed most business operations in the City and has had a significant impact on both actualized and projected sales tax revenues. Therefore, it was necessary to revise the Year 2 Spending Plan and bring it back to this committee before seeking budget approval from City Council.

The Year 2 Spending Plan (Plan) previously brought included the following components:

Improved Public Safety Services including Addressing Homelessness and providing for a new Fire Deployment Model	\$4,141,916
Improved Infrastructure	
Public Safety Infrastructure Projects	2,125,000
Street & Road Repairs/Improvements	3,500,000
Beaches/Beachfront/Pier/Parks	<u>3,000,000</u>
TOTAL SPENDING PLAN FOR YEAR TWO	\$12,766,916
REVENUE AVAILABLE FOR YEAR TWO	\$15,933,187
BALANCE TO BE CARRIED FORWARD TO YEAR THREE	\$3,166,271

Preliminary Plan for Expenditures for Years 2-7. The Spending Plan also included a preliminary plan for expenditures for the seven-year duration of Measure X (through March 2026). This plan anticipates continuance of the public safety and homelessness programs throughout the duration of the measure, including cost escalators where appropriate, and completion of the infrastructure improvements initiated during Year 1. The total cost to continue/complete these items was estimated at \$86,536,955.

ANALYSIS

The City Manager developed the Year 1 Spending Plan in consultation with staff based on the priorities outlined in Measure X to improve public safety and infrastructure. To that end, the Year 1 Measure X Spending Plan focused on improved public safety services including programs to address homelessness, and infrastructure improvements focused on roads, public safety and beachfront improvements. These priorities ranked highly in the initial survey and citizen feedback during the Measure X process. The Measure X ballot question also specifically listed “police patrols, crime, drug, and gang prevention, fire, paramedic and 9-1-1 response, pothole repair, street maintenance, improved infrastructure, maintain safe, clean parks and beaches, and address homelessness” as examples of general city services that could be funded by Measure X.

Proposed Revised Year 2 Spending Plan for FY 2020-21. The Revised Year 2 Spending Plan (Plan) continues the programs and infrastructure projects initiated in Year 1 with the following adjustments:

Revenue. Measure X half-cent sale tax revenue in Year 2 is now forecasted at \$11,455,777 (\$755,144 less than originally forecasted). Year 1 Revenues are projected to exceed original projections by \$519,722, but this is less than the originally projected surplus of \$910,424.

Additionally, \$3,331,564 in unspent funds from Year 1 are being rolled over for reallocation in Year 2. This amount includes \$100,000 from the Homeless Hiring Program which was not enacted due to non-response to the RFP, \$77,000 for the Homeless Social Worker for which the City received grant funds, and \$690,000 in unspent funds from the Enhanced Homeless Diversion & Prevention Program and Contract Sobering Services, both of which got off to a slow start and did not expend their full allocation. Additionally, \$1,944,842 in Year 1 funds allocated to the Beachfront Improvement Project are not needed due to receipt of State funding and is included in the unspent balance available for allocation in Year 2.

Lastly, Year 1 revenue was \$519,722 more than projected and is available for budgeting in Year 2. As a result of these changes, the total amount available for budgeting in Year 2 is \$14,787,341.

Expenses from Ongoing Projects and Programs. The Revised Year 2 Spending Plan continues most of the programs and projects initiated in Year 1 which are discussed below. Items that significantly changed in this revised spending plan from the original Year 2 spending plan are the Homeless Hiring Program, South Strand Rehabilitation Project, Buccaneer Beach Park Facilities Study, and the Pier View Bridge Project; those modifications from the original Year 2 Spending Plan are also discussed in detail below:

1. Homeless Outreach Team (HOT). The Spending Plan continues to fund two additional police officers serving as the City's second HOT team. The Year 2 budget is increased to \$396,234 based on actual costs for the personnel on this team. These are positions that can be moved into other police programs after seven years when the Measure X revenues end since retirements will create new vacancies in the department.
2. Contract Sobering Services. In December staff reported to the COC that bids for Contract Sobering Services, budgeted at \$500,000, came in higher than the budgeted amount and additional funds might be necessary to implement this program. Recently, staff was notified that the County will provide funding for the overage such that the budget allocation of \$500,000 can be continued in Year 2.
3. Homeless Hiring Program. This Program is removed and no funding allocated for the duration of Measure X. As previously shared, staff did a Request for Proposals (RFP) and did not receive any responses.
4. Enhanced Emergency Service Delivery Model (EMT Program). This program successfully launched in September 2019. The Year 2 budget is increased to \$1,218,682 to account for increases in minimum wage and actual costs for the EMT training academy. This program can be scaled back after seven years when the Measure X revenues end since the additional staff will be hired on limited contracts and other positions will open up through retirements
5. Fire Station 1 Construction. A contract was awarded and design is underway. Staff anticipates awarding a construction contract in the first quarter of 2021 for an 18-month construction period. Based on this time frame, \$2,125,000 will be needed in Year 2, \$9,500,000 in Year 3, and \$1,475,000 in Year 4 for a total Measure X project cost of \$14,700,000. It should be noted that these costs are

estimates and construction project costs have been escalating, primarily due to increases in materials and labor costs, and most projects are coming in over the construction cost estimate. Actual costs will be known once the project is bid.

6. An additional \$1,000,000 is recommended for road repairs – overlays/slurry seal. This is a high priority for the community and will allow key projects to proceed in FY 20-21.
7. South Strand Rehab Project. Construction funding for the South Strand Rehabilitation Project is postponed to FY 2021-22, reducing the Year 2 budget by \$1M. The Study that was funded in Year 1 is behind schedule so funding will not be needed next year.
8. Beachfront Improvement Project. The City received a \$7.8M State grant for this project. A construction contract was awarded by City Council on February 26, 2020, including \$2,555,185 in Measure X funding. The anticipated Measure X funding of \$2 Million that was allocated to this project in Year 2 can be used on other projects.
9. Pier View Bridge Rehab with Lifeguard Headquarters. Total funding for the Pier View Bridge project is reduced by \$2.5M while recognizing that outside funding will likely be needed to complete the project. While the total funding is within the range identified by staff, not enough information is available to develop a realistic construction budget.
10. Buccaneer Beach Park Facilities Study. Construction funding for the Buccaneer Beach Park Facilities Study is postponed to FY 2021-22, reducing the Year 2 budget by \$1.5M. The Study that was funded in Year 1 is behind schedule so funding will not be needed next year. Staff will continue to provide community outreach and encourage participation in the Study to ensure that the Study reflects community input.

Proposed New Projects for Year 2. At the March 12 COC meeting, staff recommended and the COC endorsed two new projects that were recommended due to a projected surplus of \$972,461. With the revised forecast, staff is still recommending the following projects to meet ongoing needs for the Police and Fire Departments as expressed at the December 19, 2019 COC Meeting. These projects constitute a one-time allocation of \$800,000 for specific police and fire priorities and the Seven-Year Projection retains a positive balance of \$146,050 (down from \$172,461 in March).

1. Downtown IT Enhancements. This project would provide for a combination of cameras and storage systems around the downtown area to help prevent crime and give the police department the ability to monitor and/or identify persons committing crime. Equipment would be accompanied by signage indicating the area is under surveillance in order to dissuade potential criminal activity and enhance safety. A one-time allocation of \$500,000 is included in the Year 2 Spending Plan for this purpose.
2. Fire Equipment to Enhance Emergency Response. The Fire Department has identified specific equipment needs to enhance emergency response for lifeguards and firefighter/paramedics, and to address security issues at Fire Station 5. This includes items such as Underwater Handheld Sonar, CMC

Arizona Vortex 2 Rescue System, Lucas CPR Automatic Compression Device, Spare ZOL Monitor, trauma training devices for the Smart Manikins, a staff vehicle for the EMT Manager/Captain, a drone for ocean rescues, fire overview, hazard identification and other operational needs, equipment for the new drafting pit at the training center, and fencing and an automatic gate for Fire Station 5. A one-time allocation of \$300,000 is included in the Year 2 Spending Plan for this purpose.

Attachment 2 provides a snapshot comparison of the anticipated Year 2 budget from the Seven Year Preliminary Expenditure Plan and the Proposed Budget in the Year 2 Spending Plan.

Preliminary Seven Year Expenditure Plan. The Spending Plan also includes a preliminary plan for expenditures for the seven-year duration of Measure X (through March 2026). This plan anticipates continuance of the public safety and homelessness programs throughout the duration of the Measure, including cost escalators where appropriate, and completion of the infrastructure improvements initiated during Year 1. The total cost to continue/complete these items is estimated to be \$84,436,955 which is fully covered by the anticipated revenue leaving a positive balance of \$146,050. This is a change from the initial Seven Year Expenditure Plan presented in 2019, where revenues were not projected to cover expenses. Attachment 3 is a detailed spreadsheet illustrating the preliminary plan for the full seven years of Measure X.

Construction costs for infrastructure improvements are based on current projections and will not be fully known until projects are bid. Staff will continue to look for State and Federal grant opportunities and local funds generated from developer fees and CIP funds to complete infrastructure projects. As Measure X funds are budgeted in the latter years, project funding will need to be adjusted to match projected revenues. For example, some of the projects are scalable, such as the funding for road and street repairs, which means that a larger amount could be allocated in the final year to match the available revenue. Staff has also identified additional high priority capital projects that could be funded in whole or part from Measure X funds, should projects come in under estimates such that additional capacity becomes available.

Finance Options. Due to the seven-year duration of the Measure, bond financing is not planned since it is not generally cost effective to issue bonds for such a short period. To the extent that an infrastructure project may require funds in advance of receipt, the City will consider internal borrowing to be repaid with future Measure X revenues.

Revised Year 2 Spending Plan with Comparison to Original Year 2 Plan

	Original Year 2 Plan	Revised Year 2 Plan	Difference
Improved Public Safety Services including Addressing Homelessness and providing for a new Fire Deployment Model	\$ 4,141,916	\$ 4,041,916	\$ (100,000)
Improved Infrastructure			
Public Safety Infrastructure Projects	2,125,000	2,125,000	-
Street & Road Repairs/Improvements	3,500,000	3,500,000	-
Beaches/Beachfront/Pier/Parks	3,000,000	1,500,000	(1,500,000)
Total Spending Plan for Year Two	\$ 12,766,916	\$11,166,916	\$(1,600,000)
Revenue Available for Year Two	\$ 15,933,187	\$14,787,341	\$(1,145,846)
Balance to be Carried Over to Year Three	\$ 3,166,271	\$ 3,620,425	\$ 454,154

The net result of these changes is to reduce the Year 2 Measure X proposed expenditures by \$454,154 and to increase the surplus for Year 2 to \$3,620,425. While this surplus is planned for capital improvements in future years those projects can be suspended if funds are needed to address additional budget impacts due to COVID. The Measure X Ordinance specifies that the intent of the measure is to improve infrastructure and public safety services, but in extenuating circumstances funds could be spent for any lawful purpose.

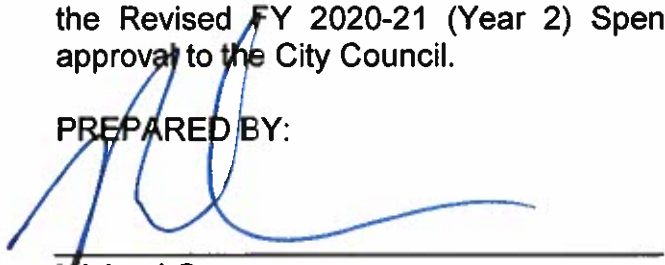
Staff believes that this is a conservative budget that funds the priorities identified in the ballot measure and provides measurable positive benefits to the community while preserving flexibility due to unknown economic conditions.

Next Steps. After review by the Citizens Oversight Committee, the Spending Plan will be presented to the City Council at the June 3, 2020, City Council meeting for review and approval of the FY 2020-21 budget, including Measure X.

RECOMMENDATION

Staff recommends that the Measure X Citizens Oversight Committee (COC) endorse the Revised FY 2020-21 (Year 2) Spending Plan (Attachment 1) and recommend approval to the City Council.

PREPARED BY:



Michael Gossman
Assistant City Manager

SUBMITTED BY:



Deanna Lorson
City Manager

REVIEWED BY:

Jane M. McPherson, Financial Services Director



ATTACHMENTS

1. FY 2020-21 Revised Year 2 Measure X Spending Plan
2. Budget Comparison
3. Detailed Seven Year Preliminary Plan of Expenditures

05/07/2020**Measure X Draft Spending Plan****Revenue Assumptions:**

The FY 2020-21 revenue budget from the Measure is estimated at **\$14,787,341**
 Total revenue for seven-year period is estimated at **\$84,436,955**

Proposed Spending Plan for FY 2020-21 Only**Police**

1. Additional Homeless Outreach Team (2 officers & vehicle) (<i>vehicle is one-time cost</i>)	\$396,234	Ongoing
2. Crime Suppression Team OT (downtown/homeless)	650,000	Ongoing
3. Downtown IT Enhancements	500,000	One Time
4. One additional contract social worker for HOT	77,000	Ongoing

Police Subtotal **\$1,623,234**

Homeless - General

1. Homeless Diversion/Prevention Program & Homeless Reunification Program	\$400,000	Ongoing
2. Contract Sobering Services	500,000	Ongoing
3. Homeless Hiring Program	0	No RFP response; Project Removed

Homeless Subtotal **\$900,000**

Fire

1. Fire Equipment to Enhance Emergency Response	\$300,000	One Time
2. Enhanced Emergency Service Delivery Model (contract EMTs)	1,218,682	Ongoing

Fire Subtotal **\$1,518,682**

***Total Public Safety/Homeless* \$4,041,916**

Infrastructure**Public Safety Projects**

- | | | |
|---|-------------|---------------------------------|
| 1. New Fire Station 1/Emergency Operations Center | \$2,125,000 | Note: Estimated cost is \$14.7M |
| 2. Training Tower/Drafting Pit/Asphalt | 0 | One time in Year 1 |
| 3. Police Headquarters Expansion/Relocation Study | 0 | One time in Year 1 |

<i>Public Safety Projects Subtotal</i>	<u>\$2,125,000</u>	
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Streets & Roads/Traffic

- | | | |
|---------------------------------------|-------------|------------------------|
| 1. Road Repairs/Overlays/Slurry Seals | \$3,500,000 | Ongoing |
| 2. South Strand Rehabilitation Study | 0 | Construction postponed |

<i>Streets & Roads/Traffic Subtotal</i>	<u>\$3,500,000</u>	
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Beaches/Beachfront/Pier/Parks

- | | | |
|---|-----------|---------------------------------------|
| 1. Beachfront Improvements (Includes Police Substation) | \$0 | Grant received in Year 1 |
| 2. Pier Rehab – Concrete - Design | 1,500,000 | Note: Estimated cost is \$17M - \$26M |
| 3. Buccaneer Beach Park Facilities Study | 0 | Construction postponed |

<i>Beaches et.al. Subtotal</i>	<u>\$1,500,000</u>	
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Total Infrastructure	\$7,125,000	
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GRAND TOTAL FY 2020-21	\$11,166,916	
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Balance to roll forward to FY 2021/22	\$3,620,425	
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City Council's approval of this Spending Plan represents the second year of expenditure authority. If actual expenditures for non-capital projects come in lower than the budgeted amount, the funds will flow forward into the balance available for budgeting in Year 3. Unspent balances for capital projects will remain budgeted for that line item until the project is complete and funds are reprogrammed in a future Spending Plan.

Additionally, the budgeted revenues exceed the budgeted expenses and this excess fund balance will be carried forward for budgeting in Year 3.

PRELIMINARY PLAN FOR EXPENDITURES YEARS 3 THROUGH 7

Projected Funds Available Years 3-7 \$62,342,259

<u>Assumes the Following Items That Continue from Year One</u>	<u>Annualized Cost</u>	<u>Estimated Costs Years 3-7</u>
Homeless Outreach Team		
Crime Suppression OT	\$1,131,159 Plus CPI	\$5,738,258
Contract Social Worker		
Homeless	\$900,000	4,500,000
EMT/Deployment (less ambulance)	\$1,303,401 Plus CPI	6,782,951
Road Repairs/Overlays/Slurry	\$2,500,000	12,500,000
<i>Subtotal</i>		<i>\$29,521,209</i>

<u>Infrastructure to Complete (Started in Year One)</u>		<u>Estimated Cost</u>
Fire Station 1	Balance	\$10,975,000
South Strand Improvements w/Sea Wall	Balance	3,200,000
Pier Rehab	Balance	16,000,000
Buccaneer Beach Restrooms	Balance	2,500,000
<i>Subtotal</i>		<i>\$32,675,000</i>

<u>SUMMARY</u>	\$62,342,259	(Years 3-7 Revenue)
	<62,196,209>	Ongoing Expenditure & Capital (30M+32.7M)
	\$ 146,050	Balance

Additional Capital Programs That Could be Funded in Whole or Part by Measure X (TBD)

- | | | |
|--|---------|--------------------------|
| 1. Deferred Maintenance – City Buildings | \$1.5M | |
| 2. Streets and Roads | \$17.5M | |
| 3. Fire Station 8 | \$8M | |
| 4. Sand Replenishment | \$4.2M | Note: \$600,000 per year |
| 5. Police HQ Expansion/Relocation | TBD | |

MEASURE X YEAR 2 BUDGET COMPARISON					SEVEN YEAR COMPARISON				
Line Item	Reason	Original Year 2	Initial Year 2	Revised Year 2	Difference	Original	Initial Year 2	Revised Year 2	Reason
REVENUES									
Consultant projection with 1% annual increase, revised based on actual receipts		\$ 11,317,244	\$ 12,210,921	\$ 11,455,777	\$ 755,144	\$ 80,535,893	\$ 86,709,416	\$ 84,583,005	Updated consultant projection based on actual receipts, revised for COVID
Plus Year 1 revenue that exceeded projections		\$ 910,424	\$ 910,424	\$ 519,722	\$ 390,702				Updated consultant projection based on actual receipts, revised for COVID
Plus unspent balance from year 1 operating expenses		\$ 867,000	\$ 867,000	\$ 867,000	\$ -				No change
Plus return of unneeded balance for Beachfront Project due to receipt of State funds		\$ 1,944,842	\$ 1,944,842	\$ 1,944,842	\$ -				No change
TOTAL REVENUE		\$ 11,317,244	\$ 15,933,187	\$ 14,787,341	\$ 1,145,846	\$ 80,535,893	\$ 86,709,416	\$ 84,583,005	
EXPENSES									
Homeless Outreach Team	Adjust to actual costs	\$ 332,883	\$ 396,234	\$ 396,234	\$ -	\$ 2,476,214	\$ 2,875,849	\$ 2,875,849	Year 2 adjusted to actual costs
Crime Suppression Team	no change	\$ 650,000	\$ 650,000	\$ 650,000	\$ -	\$ 4,550,000	\$ 4,550,000	\$ 4,550,000	no change
Downtown IT Enhancements - One Time Allocation		\$ -	\$ 500,000	\$ 500,000	\$ -	\$ -	\$ 500,000	\$ 500,000	
Additional HOT Social Worker	no change	\$ 77,000	\$ 77,000	\$ 77,000	\$ -	\$ 539,000	\$ 462,000	\$ 462,000	Grant covered year 1 costs
	Police Sub Total	\$ 1,059,883	\$ 1,623,234	\$ 1,623,234	\$ -	\$ 7,565,214	\$ 8,387,849	\$ 8,387,849	
Enhanced Homeless Diversion & Prevention	no change	\$ 400,000	\$ 400,000	\$ 400,000	\$ -	\$ 2,800,000	\$ 2,500,000	\$ 2,500,000	Slow start, year 1 adjusted to projected actual expenses
Contract Sobering Services	no change	\$ 500,000	\$ 500,000	\$ 500,000	\$ -	\$ 3,500,000	\$ 3,110,000	\$ 3,110,000	Slow start, year 1 adjusted to projected actual expenses
Homeless Hiring Program	No response to RFP	\$ 100,000	\$ 100,000	\$ -	\$ 100,000	\$ 700,000	\$ 600,000	\$ -	No response to RFP, removed from proposed project list
	Homeless Sub Total	\$ 1,000,000	\$ 1,000,000	\$ 900,000	\$ 100,000	\$ 7,000,000	\$ 6,210,000	\$ 5,610,000	
Fire Equipment to enhance emergency response - One Time Allocation		\$ -	\$ 300,000	\$ 300,000	\$ -	\$ -	\$ 300,000	\$ 300,000	
Enhanced Service Delivery Model (EMT)	Minimum Wage Increase	\$ 1,072,512	\$ 1,218,682	\$ 1,218,682	\$ -	\$ 7,980,003	\$ 9,383,526	\$ 9,383,526	Minimum wage increase & training academy expense
	Fire Sub Total	\$ 1,072,512	\$ 1,518,682	\$ 1,518,682	\$ -	\$ 7,980,003	\$ 9,683,526	\$ 9,683,526	
Fire Station 1	Updated project schedule	\$ 4,300,000	\$ 2,125,000	\$ 2,125,000	\$ -	\$ 14,700,000	\$ 14,700,000	\$ 14,700,000	no change
Fire Training Tower/Drafting Pit	One Time Allocation/Project Complete	\$ -	\$ -	\$ -	\$ -	\$ 600,000	\$ 600,000	\$ 600,000	one-time project, year 1 only
Police HQ Expansion/Relocation Study	One Time Allocation/Project Complete	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ 100,000	one-time project, year 1 only
Road Repairs - Overlays/Slurry	no change	\$ 2,500,000	\$ 2,500,000	\$ 3,500,000	\$ (1,000,000)	\$ 17,590,422	\$ 17,590,422	\$ 18,590,422	Additional funds advanced due to need
South Strand Rehab	Updated project schedule	\$ 1,720,000	\$ 1,000,000	\$ -	\$ 1,000,000	\$ 3,600,000	\$ 3,600,000	\$ 3,600,000	Study behind schedule, construction postponed to future year
Beachfront Improvement Project	State Grant Received	\$ 2,000,000	\$ -	\$ -	\$ -	\$ 6,500,000	\$ 2,555,158	\$ 2,555,158	State grant covered all but \$2.5M in costs
Pier View Bridge Rehab with Lifeguard HQ	Updated project schedule	\$ 650,000	\$ 1,500,000	\$ 1,500,000	\$ -	\$ 20,250,000	\$ 20,250,000	\$ 17,750,000	Allocation reduced to stay within budget, outside funding needed
Buccaneer Beach Park Facilities Study	Updated project schedule	\$ 2,500,000	\$ 1,500,000	\$ -	\$ 1,500,000	\$ 2,860,000	\$ 2,860,000	\$ 2,860,000	Study behind schedule, construction postponed to future year
	Infrastructure Sub Total	\$ 13,670,000	\$ 8,625,000	\$ 7,125,000	\$ 1,500,000	\$ 66,200,422	\$ 62,255,580	\$ 60,755,580	
TOTAL EXPENSES		\$ 16,802,395	\$ 12,766,916	\$ 11,166,916	\$ 1,600,000	\$ 88,745,639	\$ 86,536,955	\$ 84,436,955	
Overall (Shortfall)		\$ (5,485,151)	\$ 3,166,271	\$ 3,620,425	\$ (454,154)	\$ (8,209,746)	\$ 172,461	\$ 146,050	

Measure X Seven Year Preliminary Expenditure Plan
Year 2 - Revised May 2020

	YEAR	BUDGET	PROJECTED	PROPOSED	3	4	5	6	7	TOTAL	years 3-7
		1	1	2							
		FY 19-20	FY 19-20	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26		
REVENUES											
1/2 Cent Sales Tax	15 months	\$ 13,892,272	\$ 14,548,313	\$11,573,000	\$12,253,000						
Admin Fees	estimated set up fee	\$ 6,600	\$ 142,919	\$117,223	\$122,530						
Net available consultant projection years 2 & 3, 1% increase years 4-7		\$ 13,885,672	\$ 14,405,394	\$ 11,455,777	\$ 12,130,470	\$12,251,775	\$12,374,292	\$12,498,035	\$9,467,262	\$ 84,583,005	\$ 62,342,259
Year 2: Unspent operating balance year 1, unneeded bal Beachfront Improv. Project, and revenue above projections; Year 3: Unallocated bal Year 2				\$ 3,331,564	\$ 3,620,425						
Amount available for budgeting				\$ 14,787,341	\$ 15,750,895						
EXPENSES											
Measure X total project cost	YEAR	1	1	2	3	4	5	6	7	TOTAL	years 3-7
		FY 19-20	FY 19-20	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26		
		BUDGET	Projected Actuals								
POLICE											
Additional Homeless Outreach Team (HOT)*		\$376,357	\$376,357	\$396,234	\$404,159	\$412,242	\$420,487	\$428,896	\$437,474	\$2,875,849	\$2,103,258
Year 1 includes vehicle purchase, year 2 adjusted to actual costs, 2% CPI for years 3-7											
Crime Suppression Team (Downtown/Homeless Related)*		\$650,000	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000	\$650,000	\$4,550,000	\$3,250,000
Additional HOT Contract Social Worker*	grant funded by HEAP in year 1	\$77,000	\$0	\$77,000	\$77,000	\$77,000	\$77,000	\$77,000	\$77,000	\$462,000	\$385,000
Police - Downtown IT Enhancements - One Time Allocation				\$500,000						\$500,000	\$0
HOMELESS											
POLICE SUB TOTAL		\$ 1,103,357	\$1,026,357	\$1,623,234	\$1,131,159	\$1,139,242	\$1,147,487	\$1,155,896	\$1,164,474	\$8,387,849	\$5,738,258
Enhanced Homeless Diversion & Prevention Program*	Projection based on amt spent in 1st 5 mo	\$400,000	\$100,000	\$400,000	\$400,000	\$400,000	\$400,000	\$400,000	\$400,000	\$2,500,000	\$2,000,000
Contract Sobering Services for Homeless*	Projection based on 2 months	\$500,000	\$110,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$3,110,000	\$2,500,000
Homeless Hiring Program *	no RFP response for year 1	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
*Denotes Homeless Related Expenditure											
HOMELESS SUB TOTAL		\$ 1,000,000	\$210,000	\$900,000	\$900,000	\$900,000	\$900,000	\$900,000	\$900,000	\$5,610,000	\$4,500,000
FIRE											
Enhanced Emergency Service Delivery Model		\$1,381,893	\$ 1,381,893	\$1,218,682	\$1,303,401	\$1,329,469	\$1,356,058	\$1,383,180	\$1,410,843	\$9,383,526	\$6,782,951
Year 1 includes vehicle purchase, min wage increases for years 2 & 3, \$40k training academy expenses, and 2% CPI for years 4-7											
Fire Equipment to enhance emergency response - One Time Allocation				\$300,000						\$300,000	\$0
FIRE SUBTOTAL		\$1,381,893	\$1,381,893	\$1,518,682	\$1,303,401	\$1,329,469	\$1,356,058	\$1,383,180	\$1,410,843	\$9,683,526	\$6,782,951
SUBTOTAL PUBLIC SAFETY/HOMELESS		\$3,485,250	\$2,618,250	\$4,041,916	\$3,334,560	\$3,368,711	\$3,403,545	\$3,439,076	\$3,475,318	\$23,681,375	\$17,021,209

**Measure X Seven Year Preliminary Expenditure Plan
Year 2 - Revised May 2020**

<u>EXPENSES</u>		YEAR		2	3	4	5	6	7	TOTAL	years 3-7	
		1	1									
INFRASTRUCTURE	Measure X total project cost	FY 19-20	FY 19-20	FY 20-21	FY 21-22	FY 22-23	FY 23-24	FY 24-25	FY 25-26	TOTAL	years 3-7	
	Capital budget balances to roll forward		budget	projected						TOTAL	years 3-7	
<u>Public Safety Capital Projects</u>												
New Fire Station #1/Emergency Operations Center	\$	14,700,000	\$1,600,000	\$1,600,000	\$2,125,000	\$9,500,000	\$1,475,000	\$0	\$0	\$14,700,000	\$10,975,000	
Fire Training Tower & Drafting Pit & Asphalt			\$600,000	\$600,000	\$0	\$0	\$0	\$0	\$0	\$600,000	\$0	
Police HQ Expansion/Relocation Study			\$100,000	\$100,000	\$ -	\$ -	\$ -	\$ -	\$0	\$100,000	\$0	
<u>Streets & Roads/Traffic/Storm Drains</u>												
Road Repairs - Overlays/Slurry Seal Scalable - \$2.5M is the target but can be adjusted			\$2,590,422	\$2,590,422	\$3,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$2,500,000	\$18,590,422	\$12,500,000	
South Strand Rehabilitation	\$	3,600,000	\$400,000	\$400,000	\$0	\$3,200,000	\$0	\$0	\$0	\$3,600,000	\$3,200,000	
<u>Beaches/Beachfront/Pier</u>												
Beachfront Improvement Project Including Police Substation, State grant obtained in lieu of Measure X funding	\$	2,555,158	\$4,500,000	\$2,555,158	\$0	\$0	\$0	\$0	\$0	\$2,555,158	\$0	
Partial funding for Pier View Bridge Rehabilitation/Concrete Portion/Lifeguard HQ - Add construction funds needed	\$17-\$26M		\$250,000	\$250,000	\$1,500,000	\$1,500,000	\$7,000,000	\$7,500,000	\$0	\$17,750,000	\$16,000,000	
Buccaneer Beach Park Facilities Study	\$	2,860,000	\$360,000	\$360,000	\$0	\$2,500,000	\$0	\$0	\$0	\$2,860,000	\$2,500,000	
	INFRASTRUCTURE SUBTOTAL		\$10,400,422	\$8,455,580	\$7,125,000	\$19,200,000	\$10,975,000	\$10,000,000	\$2,500,000	\$60,755,580	\$45,175,000	
TOTAL		YEAR	1	1	2	3	4	5	6	7	TOTAL	years 3-7
			\$13,885,672	\$11,073,830	\$11,166,916	\$22,534,560	\$14,343,711	\$13,403,545	\$5,939,076	\$5,975,318	\$84,436,955	\$ 62,196,209
	Overage (Shortfall)		\$0	\$3,331,564	\$ 3,620,425	\$ (6,783,665)	(\$2,091,936)	(\$1,029,253)	\$6,558,959	\$3,491,944	\$146,050	\$146,050

Future Year project funding will need to be adjusted to match projected revenues to ensure that all projects can be completed

PUBLIC COMMENTS:

All timely received public comments (*written and/or telephonic comments*) for this item can be accessed by clicking the following link:

<https://app.box.com/s/08p34lyszp9hcntarhugxt63qpzrl5x2>