

# City of Marina

## FY2017-18 Proposed Budget General Fund

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# FY16-17 Budget General Fund Summary

- Financial discipline and sustainability remain key priorities
- Balanced Budget for Day-to-Day Ops
- City financial position is improving with general economic uptick and construction of long-term dev. projects.
- Mayor and City Manager Comments
- Council FY17-18 Strategic Planning
- Financial Summary
- Unfunded Needs



FY17-19 Budget  
Summary

Mayor and City Manager  
Comments



## FY17-18 Budget General Fund

### Council Strategic Planning

- Identified Urgent & Important Priorities
- Focus Areas --
  - Economic & Financial Sustainability
  - Quality of Life
  - Public Health & Safety
  - Infrastructure and Transportation
  - Sustainability
  - City Government Operations
- FY17-18 Proposed GF budget incorporates some of the above Council priorities



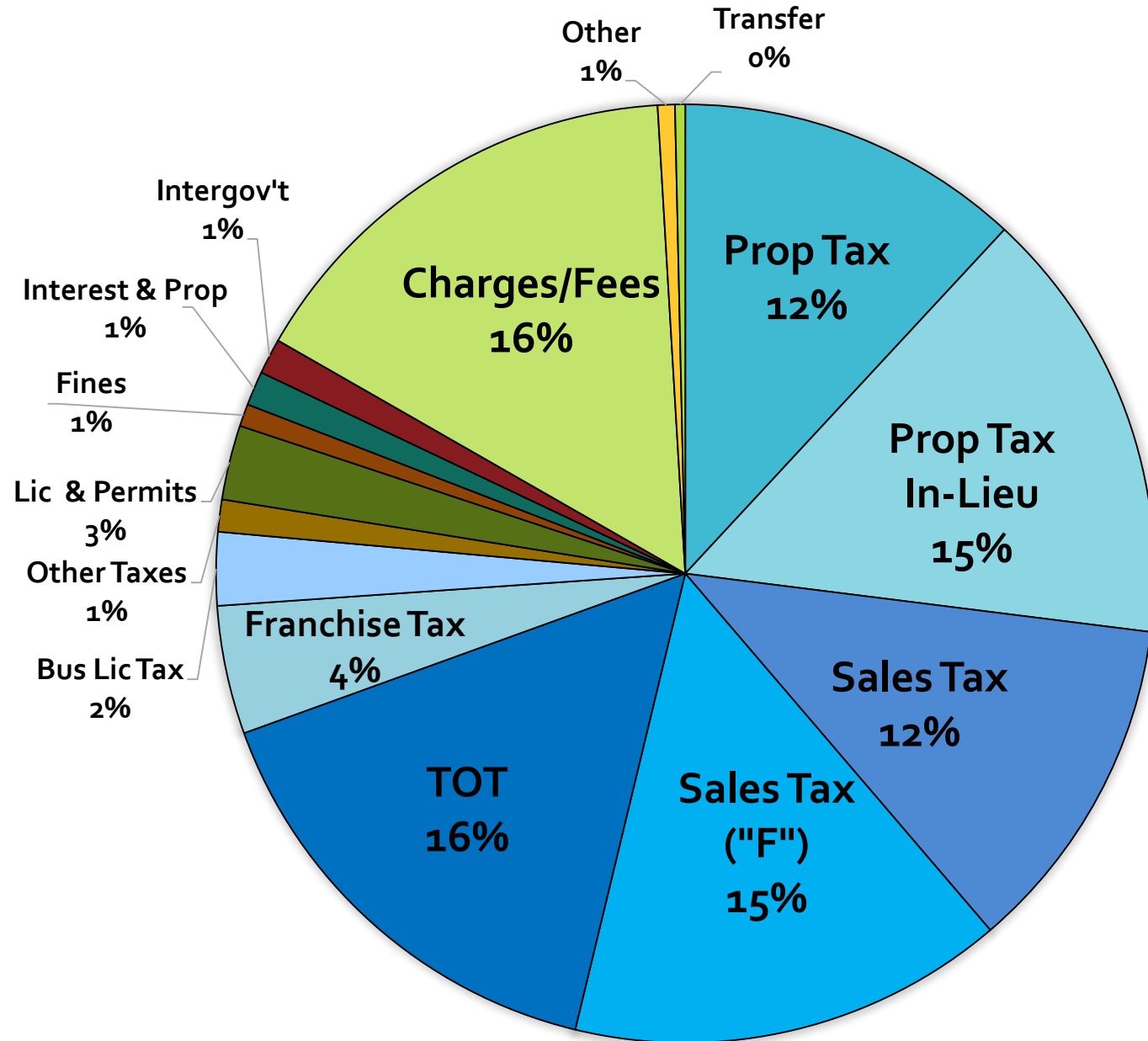
# FY17-18 Budget General Fund

## Revenues

\$20.4 million

\$1.1M or 6%+

## GENERAL FUND REVENUES





## FY17-18 Budget General Fund

## Economic Development

- **Economic Development Projects** - Enhanced FY17/18 prop tax, sales tax and TOT

### FY15-16

- CSUMB Promontory Student Housing - 178 units
- Cinemark Theater– Construction Completed

### FY16-17

- Marriott Springhill Suite Hotel (107 rooms) – construction completed
- Sea Haven housing – construct 8 model homes
- Dunes housing – construct 70 units of residential homes
- Dunes Restaurants – construction completed

### FY17-18

- Veterans Admin Clinic - anticipate opening, serving (20,000 patients/yr)
- Sea Haven housing – anticipate 120 units of residential homes
- Dunes housing – anticipate 72 units of residential homes
- Dunes retail promenade – continue progress
- Airport Specific Plan and Master Plan
- Downtown Specific Plan – update
- General Plan – update
- Housing Plan – update
- Local Coastal Plan - update



## FY17-18 Budget General Fund

### Revenue Summary

- **Taxes – (FY17-18 vs FY16-17) +\$1.4M or 10%**
  - TOT/Hotel Tax +\$480k new Marriott Springhill Suite Hotel w/50% transfer to Public Facility Impact Fee.
  - Property Tax + \$300k or 5% per M. Co. Assessor
  - Business Lic Tax ("BLT") + \$400k voter approved Measure U, w/\$250k going to pavement repairs
  - Sales Tax + \$200k new restaurants, general economy, w/Marriott & VA opening
- **Lic & Permits – (FY17-18 vs FY16-17) +\$176k or 52%**
  - Residential +\$250k Dune & Sea Haven
  - Commercial (-\$115k) no large project anticipated



## FY17-18 Budget General Fund

### Revenue Summary

- **Charges for Services** – Engineering Svcs +\$117k or 47%
- **State/Federal Grants** – Police grant expires (-\$280k).  
Retain two (2) police officers paid w/General Fund
- **Fines** (-\$47k) or (-23%) Police staffing focused on responses to calls for services.
- **Transfer from NPS** (-\$55k) remove staff charges to NPS and pay with General Fund.



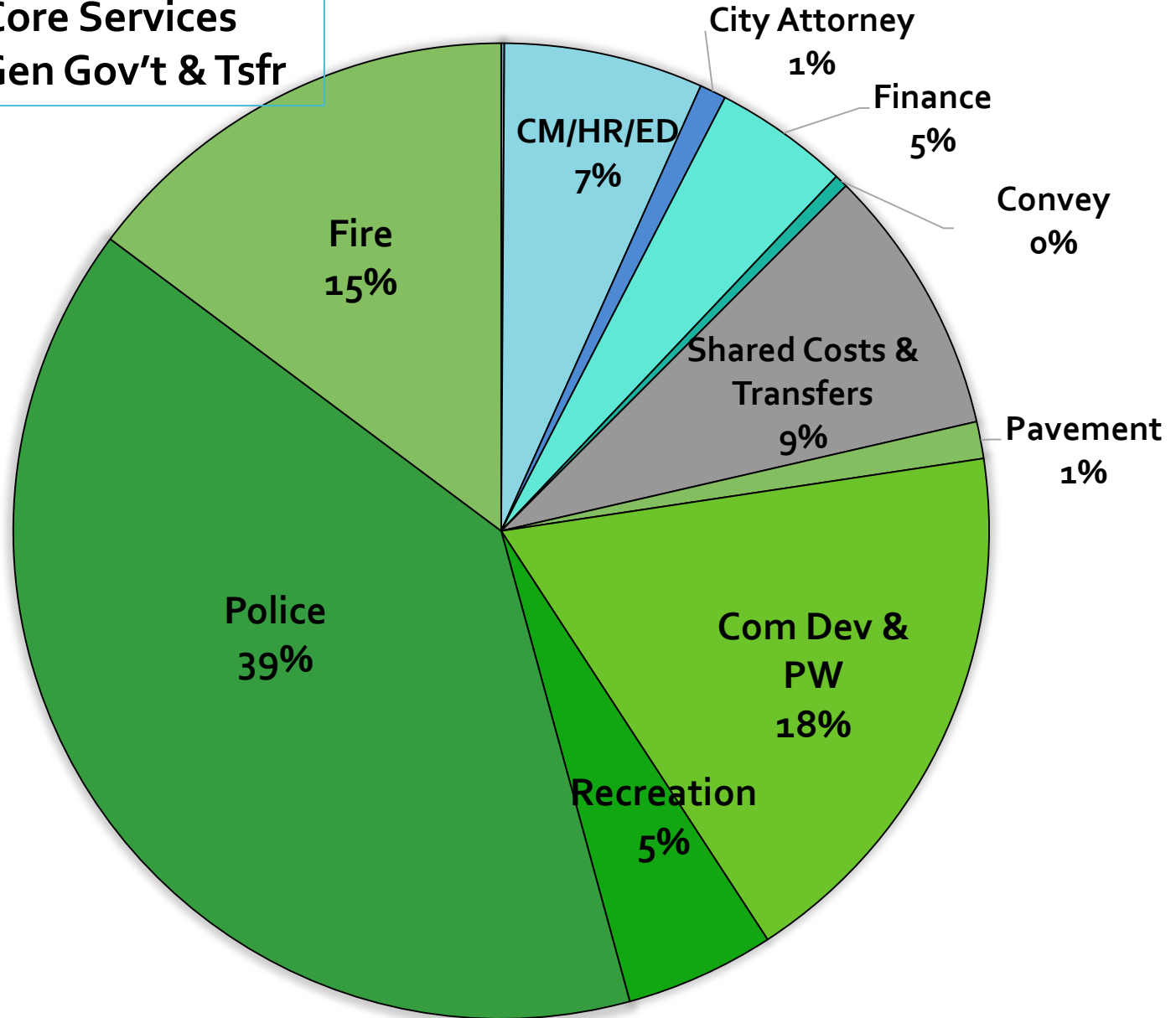


# FY17-18 Budget General Fund

Services/  
Expenditures  
\$20.4 million  
Consistent /w  
FY16-17

78% Core Services  
22% Gen Gov't & Tsfr

## GENERAL FUND SERVICES





# FY17-18 Budget General Fund Expenditure Summary

- **Maintain Financial Discipline & Sustainability**
- **Staffing – reduced -\$480k or (-3%)**
  - Pension Debt Payment & Worker’s Comp Insurance both down significantly
  - Retain two(2) Police Officers \$280k Police Grant expired.
  - Part-time +GIS coord., planning intern, interim recr leader
  - Evaluate professional contracts Engineering & Bdg Svc Dept
- **Services & Supplies – increased \$312k or 7%**
  - Shared Services Public Safety (911 & ACJIS) both up
  - NPDES Compliance \$260k in Fy17-18
  - Council Priorities - FORA transition, CALAM, cannabis ordinance, City branding, fee update
  - Update Plans & Surveys - downtown specific plan, general plan update, local coastal program, traffic survey
  - Technology- GIS, Permit System, Recreation System



## FY17-18 Budget General Fund

## Expenditure Summary

- **Vehicle Purchases = \$292k**
  - Five (5) Police Vehicle: 2 patrol, 2 admin, 1 CSO
  - One (1) Fire Vehicle: command vehicle
- **Transfers Out = \$1 million**
  - Public Facility Impact Fee \$240k from GF for Marriott development agreement (50% of TOT revenue)
  - Pavement repairs \$250k of Bus. Lic Tax, Measure U
  - Vehicle & Equipment Fund – Increase funding to \$213k, which is amortized cost of vehicle purchases 2014 - 18
  - Pension Stabilization Fund - \$300k take reduced pension debt payment and set aside in pension stabilization fund



FY17-18 Budget  
General Fund

## Council Priority

Financial Discipline and Sustainability

- ➔ Fund Balance Preservation to weather long-term challenges, needs and mitigate risks



FY17-18 Budget  
Merged  
General Fund

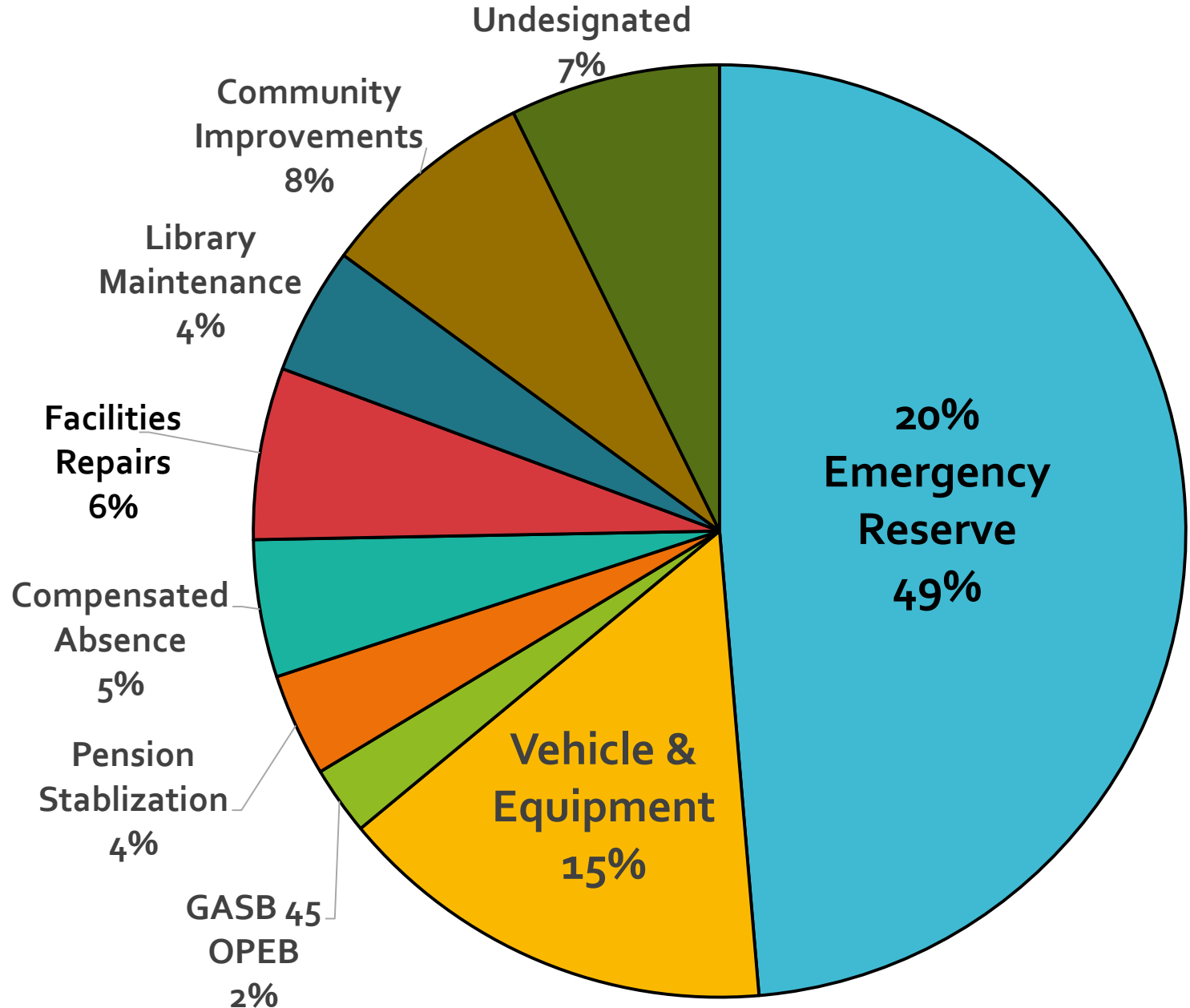
<b><u>Merged General Fund</u></b>	<b><u>Est. Bal. 6/30/2018</u></b>
# 100 - General Fund	\$7.8 M
# 110 - Vehicle & Equip	\$1.3 M
# 120 - OPEB	\$0.3 M
# 125 - Pension Stabilization	\$0.2 M
# 130 - Library Maint.	\$0.4 M
# 150 - Development Act	(\$1.6 M)
<b>Est. Bal 6/30/18</b>	<b>\$8.4 M</b>



# FY17-18 Budget General Fund

<b>Merged General Fund</b>	<b>Est. Bal. 6/30/2018</b>
20% Emergency Reserve	\$4.1 M
Vehicle & Equipment	\$1.3 M
GASB 45 OPEB	\$0.2 M
Pension Stabilization	\$0.3 M
Compensated Absence	\$0.4 M
Facilities Repairs	\$0.5 M
Library Maintenance	\$0.4 M
Community Improvements	\$0.6 M
Undesignated	\$0.6 M
<b>Est. Bal 6/30/18</b>	<b>\$8.4 M</b>

## Designated Balance - Merged General Fund





FY17-18 Budget  
General Fund

Unmet Needs

## Unmet Needs – due to lack of funding

- Community improvement projects for quality of life (i.e. downtown, parks and trails)
- Health & safety needs
- Police & Fire staffing for growth service demands
- Street and facility maintenance
  - Measure U & X to partially repair pavement



FY16-17 Budget  
General Fund

Administrative  
budget  
adjustments

## Request Council to Amend FY16-17 Budget:

- Vehicle & Equipment Fund – Transfer \$1 million from Gen Fund to Veh & Equip fund
- Marriott Promissory Note - To record the \$100,000 developer owed to the City
- SRU Police Grant – To disburse \$70k of SRU police regional fund to Sand City, the new regional administrator





## FY17-18 Budget

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- Summarizes General Fund FY17-18 Budget.
- Next Step: Council and Public input
- Request Council approve resolution & provide direction
- Budget Sessions: June 13<sup>th</sup>, 20<sup>th</sup>, 27<sup>th</sup>
- Budget Adoption: June 20<sup>th</sup>, if possible