



Fiscal Years 2023 & 2024

Presentation on the City Manager's Proposed Budget
Measure T

May 26, 2022



Recap of Committee Accomplishments

- Inaugural meeting April 2021
 - 5 total meetings
 - Elected Officers
- Reviewed the FY 2021 & 2022 Proposed Budget
- Recommended to Council adoption of FY 2021 & 2022 Budget
 - Reviewed audited financials for FY 2021
- Approved the FY 2021 Annual Measure T Committee Report



OVERVIEW

- This time last year: FY 2022 Planning
 - Rebuild / Restore
 - Seek Public Input, Prioritize, Plan, Create a Vision
 - Two year budget: FY 2023 & FY 2024
- Six year outlook: FY 2023 – FY 2028
- Set Goals, Realize our Vision, Achieve results



FY 2021-22 Expenditures

- Restored staffing - Police, Fire, Library, Facilities & Comm. Services
- Restored capital equipment leases
- Service Enhancements in police & fire
- Tree trimming 25% of the City's urban forest
- Purchased 3 replacement fire engines
- Acquired 300 East State Street as future City Hall
- Acquired future site for Redlands Police Department offices



FISCAL OVERVIEW

- FY 2022 - economic recovery to pre-pandemic levels
- Major land sale and building acquisitions
- At Mid-Year Review of FY 2022:
 - ✓ \$6.3 million added to revenue estimates
 - ✓ \$1.3 million added in park & facility improvements
 - ✓ \$1 million added for donation to Museum of Redlands
 - ✓ \$9.7 million added to General Fund Reserves

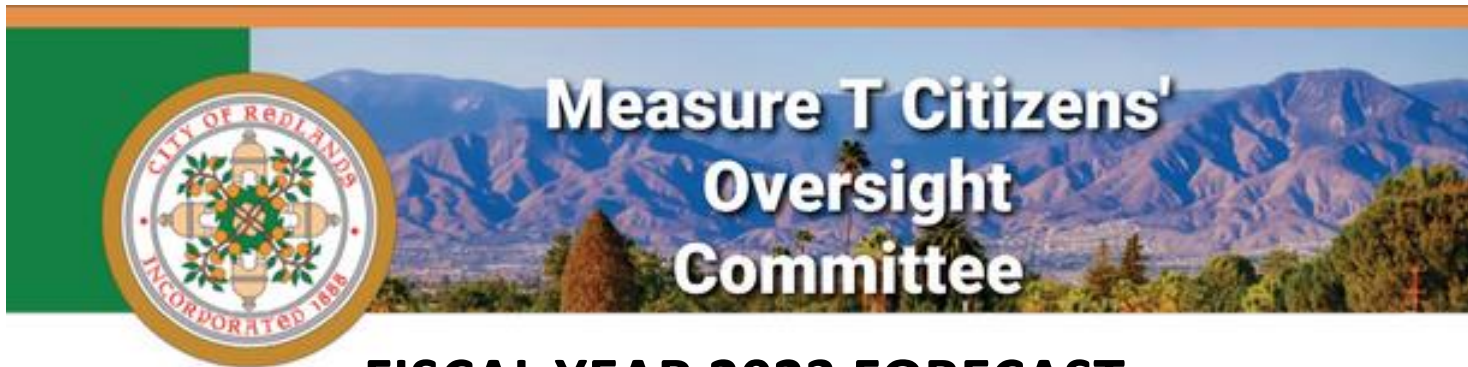


Measure T Citizens' Oversight Committee

	FY 2022 Mid-Year Budget	FY 2022 12-Month Estimates	Difference
Sources of Funds (\$)			
Revenue	100,252,157	105,659,601	5,407,444
Transfers In/Land Sale	45,668,287	45,689,313	21,026
Use of Capital Reserves	30,000	1,104,501	1,074,501
Release Encumbrances	<u>7,083,392</u>	<u>7,083,392</u>	<u>-</u>
TOTAL	153,033,836	159,536,807	6,502,971
Use of Funds (\$)			
Department Budgets	109,680,525	107,979,297	1,701,228
Transfers Out	23,248,965	23,524,118	(275,153)
New Reserve Set-Asides	<u>29,414,422</u>	<u>29,414,422</u>	<u>-</u>
TOTAL	162,343,912	160,917,837	1,426,075
Sources Over/(Under) Uses	(9,310,076)	(1,381,029)	7,929,047



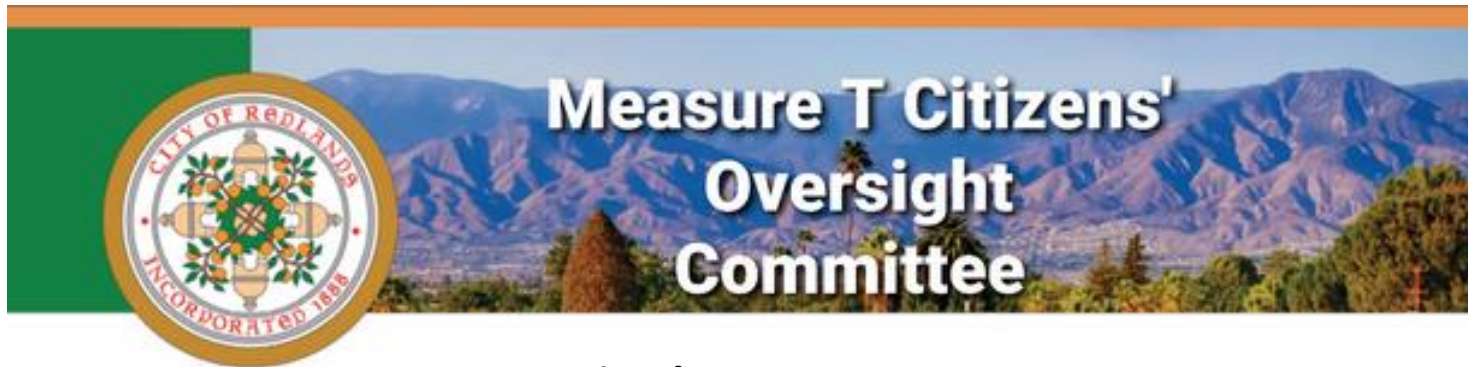
Fiscal Year 2023 & 2024 Proposed Budget



FISCAL YEAR 2023 FORECAST

Revenue:

- Local and regional economy bolstered by strong consumer demand
- Sales Tax – steady growth anticipated, slower than the recovery following the COVID-19 recession
- Property Tax – growth of 4.1%, higher home values & new construction
- However, inflation and interest rates remain concerns



Fiscal Year 2023

Expenditure Detail:

- New staffing for Police, Fire, Library and Facilities & Community Services departments
- Homelessness Solutions Coordinator & Project Homekey
- Service Enhancements
 - Additional recreation & senior programs/activities
 - Specialized law enforcement equipment
 - Alley & sidewalk replacement projects
- New one-time spending
 - Tree trimming 25% of the City's urban forest
 - Remodel Fire Station 262



Debt Financing in FY 2023 to fund:

- Renovation of former Kmart site into new Safety Hall
- Construction of two new fire stations
- Relocation of a third fire station
- Purchase three fire apparatus / engines

Other Major Capital Spending:

- State Infrastructure Grant match for Library renovations
- Downtown Event & Gateway Improvements
- Remodel of the City's Emergency Operations Center
- Traffic & Parking Improvements



MEASURE T EXPENDITURES – FISCAL YEAR 2023

Restored police, fire, library, facilities & community svcs. staff (previously funded in FY 22)	\$ 1,970,230
Restored & upgraded service levels previously funded	1,889,211
Enhanced staffing levels (PD, FD, library, facilities & comm. Svcs.)	2,734,846
One-time service upgrades	2,986,329
Ongoing Costs of Enhanced Services (previously added FY 22)	2,592,409
Capital & Maintenance / Additions to Reserves	<u>6,085,000</u>
	\$ 18,258,025



FISCAL YEAR 2024 FORECAST

Revenue Assumptions:

- Local and regional economic growth begins to slow as a result of slowing consumer demand, rising interest rates
- Sales Tax – steady but slower growth anticipated
- Property Tax – healthy growth of 6.8% in assessed value, due to new construction and CPI adjustments



Expenditure Detail:

- Enhanced public safety service levels
 - Staffing two new fire stations
 - Furnishings & equipment for the Emergency Operations Center
- Service Enhancements
 - Upgrade and replace various park facilities
 - Continued funding for Project Homekey
 - Upgrades & enhancements to the Community & Senior Centers
- Capital and Maintenance spending
 - Tree trimming 25% of the City's urban forest
 - City sidewalk and ADA ramp replacement



MEASURE T EXPENDITURES – FISCAL YEAR 2024

Restored police, fire, library, facilities & community svcs. staff (previously funded in FY 22)	\$ 2,029,338
Restored & upgraded service levels previously funded	2,861,188
Enhanced staffing levels (PD, FD, library, facilities & comm. Svcs.)	4,478,070
One-time service upgrades	2,696,697
Ongoing Costs of Enhanced Services (previously added FY 22)	2,762,709
Capital & Maintenance / Additions to Reserves	<u>3,936,723</u>
	\$ 18,764,725



Fiscal Year 2023 & 2024 Budget Schedule:

Date	Item
Wednesday, May 25	Council Budget Workshop for Department Budget Presentations
Thursday, May 26	Measure T Oversight Committee Meeting
Tuesday, June 7	Budget discussion and possible adoption at regular City Council Meeting
Tuesday, June 21	(If needed) Continued budget discussion and adoption at regular City Council Meeting



Upcoming:

June 7 – City Council Meeting

January 2023 – appointment of new members based district new boundaries

February/March 2023 – review audited financials



Questions?





Additional Staff Positions:

Police

Dispatcher I (2)
Community Services Officer (2)
Crime Analyst
Property & Evidence Technician
Customer Service Rep (2)
Police Officer (2)
Administrative Assistant

Fire

Battalion Chief (Administration)
Fire Engineer (3)
Fire Engineer (more in FY 24)
Plans Examiner
Emergency Operations Specialist
Fire Captain (3)
Firefighter/Paramedic (3)

Facilities & Community Services

Code Enforcement Officer
Grove Maintenance Worker
Sr. Grounds Maintenance Worker (2)
Program Aid (2)
PT Program Aid (2)
Ground Maintenance Worker
Admin Assistant I/II
Administrative Analyst

Library

Museum Collections Specialist
Administrative Assistant I/II
Maintenance Worker
Maintenance Worker
PT Museum Attendant
Maintenance Worker to FCS



Ballot Language:

“To provide funding for safety services, fire protection, paramedics, 911 emergency response, addressing homelessness, police patrols and crime prevention, maintaining library services, parks, sidewalks and roads, keeping public areas well-maintained and other general services; shall the City of Redlands’ measure establishing a one-cent sales tax be adopted, providing \$10.7 million annually for city services until ended by voters, requiring a citizen oversight committee, independent audits, and all funds controlled locally?”



Overview of the Committee's Duties & Responsibilities:

RMC 2.72.050

The committee shall advise the City Council regarding the use of Measure T revenue according to the priorities set forth in each fiscal year adopted budget.

Most common functions:

- To ensure that the expenditures of City resources related to the new tax reflect Council and community priorities
- To review financial reporting information, issue an annual report, and focus on 'budget to actuals'.