



Measure K Citizen Advisory Committee Meeting

March 17, 2021

Measure K Budget Overview



MEASURE K: How Did We Get Here?



MEASURE K: Survey

Between February and April 2020, we asked the community for their thoughts on Council Goals and the Spending Plan.

Council Goals

Financial Management



Relationships

Infrastructure

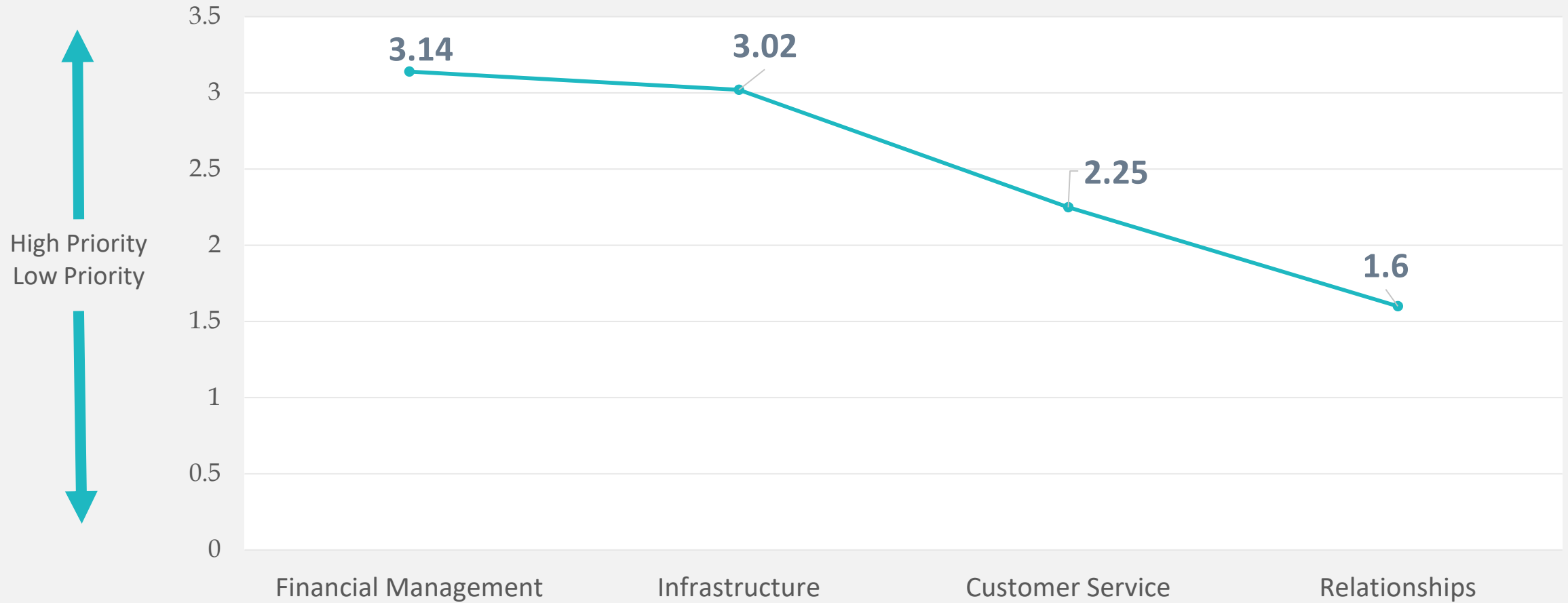


Customer Service

<i>Keep Monrovia Revenues Local</i>			
Staff Proposed Sales & Use Tax Expenditure Plan			
5-Year Program Allocation			
Item	Annual Allocation	Duration of Allocation (In Years)	Total Investment Over 5-Years
<u>Establish A New Community Center</u>			
Community Center Upgrade	\$ 1,250,000	5	\$ 6,250,000
<u>Achieve AAA Credit Rating</u>			
General Fund Reserve	\$ 500,000	5	\$ 2,500,000
Workers' Compensation Legacy Costs	\$ 500,000	5	\$ 2,500,000
Enhanced Pension UAL Cost Set-Aside	\$ 500,000	5	\$ 2,500,000
<u>Give Money Back To Residents / Stop Future Increases</u>			
Eliminate Residential Emergency Services Fee	\$ 500,000	5	\$ 2,500,000
Subsidize LLD / PMD Funds	\$ 500,000	5	\$ 2,500,000
<u>Investment in Capital / Infrastructure</u>			
Park Funding	\$ 150,000	5	\$ 750,000
Facility Funding	\$ 150,000	5	\$ 750,000
Vehicle Replacement Funding	\$ 150,000	5	\$ 750,000
Traffic Signal / Intersection Improvements	\$ 150,000	5	\$ 750,000
Misc. Capital Upgrades	\$ 50,000	5	\$ 250,000
<u>Community Priorities</u>			
Affordable Housing	\$ 25,000	5	\$ 125,000
Housing Displacement Response Program	\$ 25,000	5	\$ 125,000
Youth Programs / Workforce Development	\$ 25,000	5	\$ 125,000
MUSD - New Crossing Guards	\$ 12,500	5	\$ 62,500
CBO Funding Program	\$ 12,500	5	\$ 62,500
TOTAL EXPENDITURES	\$ 4,500,000		\$ 22,500,000

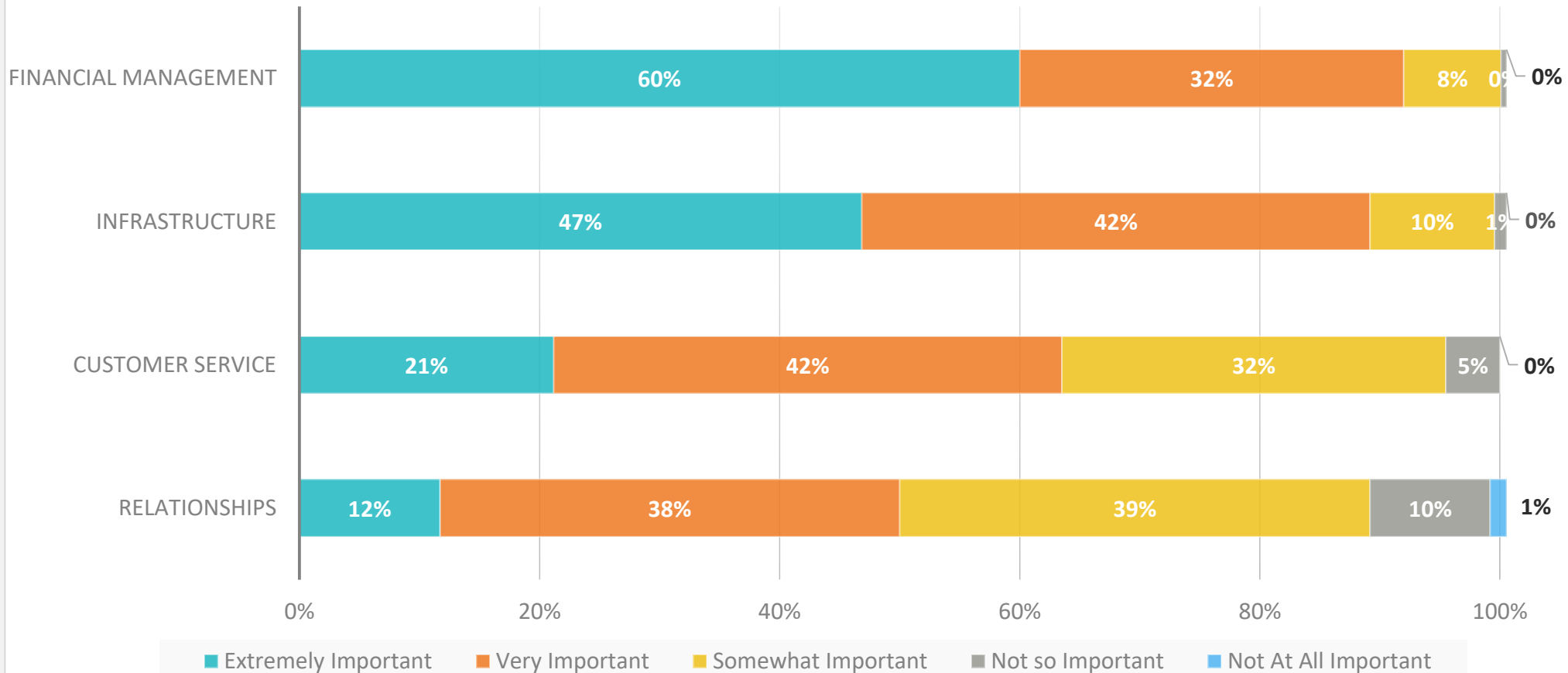
MEASURE K: Survey

Community members were asked to rank City Council's goals on importance.



MEASURE K: Survey

How Respondents Feel About City Council's Goals



Very/Extremely Important

Financial Management
92%

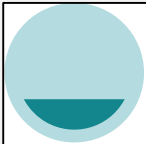
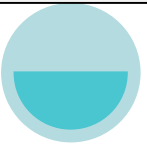
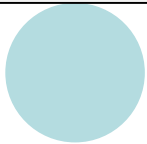
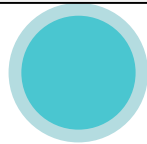
Infrastructure
89%

Customer Service
63%

Relationships
50%

MEASURE K: Spending Plan – November 17th Study Session

Based on the survey feedback received, which ranked financial management as 92% “very or extremely important” and infrastructure as 89% “very or extremely important,” staff provided City Council with a list of possible spending plan items.

 <p><u>Financial Management</u> <u>\$1.2m</u></p>	 <p><u>Infrastructure</u> <u>\$2.48m</u></p>	 <p><u>Customer Service</u> <u>\$75k</u></p>	 <p><u>Relationships</u> <u>\$270k</u></p>
<p>Increase General Fund Reserves by \$500,000</p> <p>Workers Compensation Deficit \$500,000</p> <p>Apply \$200,000 to Assessment District Deficit</p>	<p>\$1m Annual Street Maintenance</p> <p>\$750,000 Old Town Improvements</p> <p>\$300,000 to Facility & Equipment Replacement</p> <p>\$300,000 for Park Improvements</p> <p>\$130,000 to Develop ADA Transition Plan</p>	<p>\$50,000 Citywide Training as a Result of Ad Hoc Committee on Equity</p> <p>\$25,000 Police Use of Force Tracking Tool</p>	<p>\$100,000 Reserve set aside for Santa Fe Depot</p> <p>\$150,000 to Develop New Partnership Programs (ex: Monrovia Community Gardens)</p> <p>\$20,000 Tree Planting</p>
<p><u>Undesignated Measure K Fund Balance = \$875,000</u></p>			

MEASURE K: City Council Spending Plan Direction

- Based on the proposed spending plan presented at the November 17 Study Session, City Council provided informal approval of the spending plan, with priority given to the following items:
 - Financial Management/Reserves
 - Infrastructure
- Although informal direction was provided at the Study Session, all future projects will be presented to City Council for formal approval at a future public meeting.

MEASURE K: Responsibilities of the Measure K Citizen Advisory Committee

On January 7, 2020, City Council appointed five members to sit on the Measure K Citizen Advisory Committee.

Resolution No. 2019-52 provides for the following responsibilities of the Committee:

1. Receive and comment on annual reports from City staff each fiscal year on revenues and expenditures from the sales tax; and
2. Review and comment on annual spending plans presented to the Committee by City staff.

MEASURE K: How Will We Track Revenues and Expenditures?

- The City's fiscal year runs July 1 through June 30. Revenues and expenditures will be tracked and accounted for based on this fiscal period.
- In order to accurately account for all Measure K revenues and expenditures:
 - A separate Measure K Fund (Fund 112) has been established in the City's accounting records.
 - Within this fund, separate projects will be created for each separate type of expenditure.
 - Using separate projects will help to keep costs segregated and will help with presenting information to the Measure K Citizen Advisory Committee for review.
 - Unused revenues will be added to the fund's reserves at the end of each year.
 - At year-end, this Measure K Fund is reported as part of the General Fund on the Annual Financial Report

MEASURE K: Measure K Budget - Revenues

Fiscal Year 2019-20

- Actual Revenues = \$889,865

Fiscal Year 2020-21 Budget:

- Budgeted Revenues = \$4,907,000
- Actual Revenues Collected To-Date = \$3,102,235

Revenue Facts:

- Revenues are collected throughout the year, with a final “true-up” payment made two months after the close of the fiscal year (August).
- COVID-19 has impacted the City’s sales tax revenues, but on a positive note, actual collections have been higher than originally anticipated.
- The City’s Sales Tax Consultant, HDL, has assisted in developing budget estimates for Fiscal Year 2020-21.

MEASURE K: Measure K Budget - Expenditures

Fiscal Year 2019-20

- Actual Expenditures = \$0

Fiscal Year 2020-21 Budget:

- Budgeted Expenditures = \$105,250 (ADA Transition Plan)
- Actual Expenditures To-Date = \$0
- Staff has been working on spending plan items in accordance with the November 17 Measure K Spending Plan direction provided by City Council, and additional budget adjustments are expected for the next quarterly budget update presented to City Council on April 20.

MEASURE K: Next Steps

- Future budget updates to City Council may include Measure K discussions and/or budget adjustments:
 - April 20: Fiscal Year 2020-21 quarterly budget update to City Council.
 - May 18: First Study Session for the Fiscal Year 2021-23 Citywide Budget.
 - Additional study sessions and formal budget approval to follow the May 18 Study Session.
- The next Measure K Citizen Advisory Committee meeting is proposed to be held after the City Council formally approves the Fiscal Year 2021-23 Budget. This meeting will include an update on the approved budget, actual revenues to-date, and actual expenditures to-date.

Questions?

