

REPORT TO CITY COUNCIL

City of Nevada City
317 Broad Street
Nevada City, CA 95959
www.nevadacityca.gov

October 28, 2015

TITLE: Transaction and Use Tax Options for June 7, 2016 Ballot

RECOMMENDATION: Review transaction and use tax options and provide direction to City staff to prepare for City Council review an ordinance, subject to voter approval, for placement on the June 7, 2016 ballot.

CONTACT: Mark Prestwich, City Manager

BACKGROUND / DISCUSSION: On January 22, 2015, the City Council unanimously adopted a long-term funding strategy to place a transactions and use tax (sales tax) measure on the June 7, 2016 ballot. This decision was made after the City received notice from the Nevada County Consolidated Fire District that they were ending an 11-year co-staffing relationship of providing three firefighters to Nevada City's Fire Station 54 on Providence Mine Road after April 19, 2015, resulting in a new annual operational cost of \$275,000 to the City's General Fund. Additional information on this challenge is included in Appendix A to this report. Two transaction and use tax options have been prepared for City Council consideration.

Special Tax Option. An increment of ¼ cent today generates approximately \$290,000, which would provide adequate resources to absorb the new ongoing General Fund expenses. Because citizens as well as visitors pay a sales tax, it is a highly equitable means of distributing the financial burden of the City's new operational cost.

Should the City Council opt for a ¼ cent measure, staff recommends such a measure be specifically dedicated for the continuing operation of the Nevada City Fire Department, including 24/7 staffing of Fire Station 54. Transactions and use taxes dedicated for specific purposes are referred to as Special Taxes and require approval by at least two-thirds of voters. Approval of a Special Tax would increase the City's base tax rate from 8.5% to 8.75% until April 2018, when the City's temporary Measure L General Purpose sales tax is scheduled to sunset. The sunset of Measure L would reduce the City's sales tax rate to 8.375% at that time. A summary of the sales tax components is included in Appendix B.

General Purpose Tax Option. While a Special Tax will provide the minimum revenue necessary to operate Fire Station 54, the City's financial struggles in recent years have been well documented. Although the City has experienced gradual improvement in the local economy since the depth of the deep national recession, audited City General Fund revenues from the 2014/15 fiscal year remain similar to City revenues dating back to the 2005/06 fiscal year. The City was able to survive the past decade of flat revenues by implementing employee furloughs, delaying critical capital investments, deferring maintenance, reducing service levels, and not setting aside critical emergency financial reserves.

A temporary respite to the City's financial challenges occurred in November 2012 when Nevada City voters approved Measure L, a five-year 3/8 cent General Purpose transaction and use tax, with 74.88% support. General Purpose transaction and use taxes may be used for any municipal purpose and require majority voter approval. The City is currently utilizing a portion of Measure L funds to pay for the three interim firefighters; the use of these funds is temporary until a sustainable ongoing funding source is secured. A summary of Measure L revenues and expenditures to date are attached to this report (see Appendix C).

A prudent, forward-looking review of the City's recurring operational, capital investment and maintenance needs indicates there are a variety of financial challenges (in addition to absorbing the cost of the three additional Firefighter positions) that extend beyond the planned expiration of Measure L. Examples include:

- The recent loss of the world-renowned Grass Valley Group Corporate Headquarters, one of the City's consistently Top 25 sales tax providers, which contributed substantial sales tax revenue to the City's General Fund. The loss of Grass Valley Group was not anticipated at the time Measure L was approved.
- The need to adjust to market-rate services, including, but not limited to legal services which will add an estimated \$68,000 annually to the City's financial requirements.
- Ongoing vehicle replacement, capital improvements and building maintenance requirements.

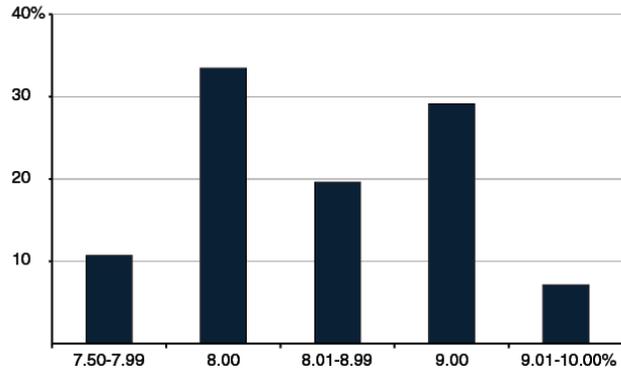
Given these considerations, a second alternative available to the City Council consists of removing the sunset provision on the City's existing Measure L General Purpose tax and continuing the 3/8 cent measure. This approach would prevent the City's existing 8.5% sales tax rate from increasing temporarily to 8.75% as would occur under the Special Tax option identified above. The annual projected revenue of \$432,000 would allow the City to adequately address its citywide operational, capital and maintenance needs, and financial challenges outlined above.

Both alternatives result in sales tax rates that are similar to rates in other California cities (sales tax rates in California cities range from 7.5% to 10%). The California Legislative Analyst's Office figure below illustrates the sales tax rates paid Californians based on where they live, which indicates more than 1/3 of Californians currently pay a sales tax rate of 9% or more. A summary of California sales and use tax rates in California counties and cities is attached to this report (see Appendix D).

Figure 8

Most Californians Live Where the Sales Tax Rate Is 8 Percent or 9 Percent

Share of California's Population



Staff is recommending an updated transaction and use tax measure also include a Taxpayers Oversight Committee, a characteristic of the City's existing Measure S transportation measure which does not currently exist for the City's Measure L transactions and use tax. The Measure S Taxpayers Oversight Committee has worked well to review the revenue and expenditure of funds received.

Revenue for both alternatives is legally required to stay in the City of Nevada City for local services and cannot be taken by the State. A summary of each alternative is provided below.

| | Special Tax | General Tax |
|--|--|----------------------------|
| Rate | 2/8 (0.25%) | 3/8 (0.375%) |
| Nevada City Tax Rate <i>(Today's rate is 8.5%)</i> | 8.75% until April 2018 8.375% after April 2018 | 8.5% |
| Projected Annual Revenue | \$722,000 until April 2018 (includes Measure L) \$290,000 after April 2018 (when Measure L sunsets) | \$432,000 |
| Voter Requirement | Two-thirds | Majority (50% +1) |
| Use of Proceeds | Fire Staffing Only | General Municipal Purposes |
| Amount of tax on a taxable \$1,000 purchase | \$2.50 | \$3.75 |
| Proceeds legally required to stay in Nevada City? | Yes | Yes |
| Citizens Oversight Committee | Recommended | Recommended |

Election Procedures

The City Council must approve a measure by ordinance (including a section conditioning its effect upon subsequent voter approval) for inclusion on the June 7, 2016 Presidential Primary Election ballot no later than its January 20, 2016 meeting. The City Clerk must prepare a Resolution calling the measure to the ballot and authorizing other administrative matters. Additional procedures are outlined below.

Submission of Ballot Arguments. Arguments for and against the measure must be filed with the County Elections Official by March 11. Arguments may not exceed three hundred words and cannot be signed by more than five persons. Rebuttal arguments must be filed with the County Elections Official by March 21.

Council Preparation of Argument in Support of Measure. Under Elections Code Section 9282, a ballot argument may be authored by the City Council or any members of the Council authorized by the body, or any individual voter who is eligible to vote on the measure, or a bona fide association of citizens, or any combination of voters and associations.

Impartial Analysis. The City Attorney will prepare an impartial analysis of the measure, not to exceed 500 words in length, showing the effect of the measure on existing law and the operation of the measure.

Public Engagement

The City will provide educational materials about a ballot measure to the public. Examples include preparing a Frequently Asked Questions (FAQ) document and creating an informational web page summarizing information about the ballot measure, including the text of the measure, the City Attorney's Impartial Analysis, and arguments for and against. It is recommended that at least three community workshops be held prior to the election to facilitate understanding of a proposed ballot measure.

ENVIRONMENTAL CONSIDERATIONS: Not applicable.

FINANCIAL CONSIDERATIONS: California state law authorizes cities to seek voter approval of transaction and use taxes in multiples of 0.125 percent so long as the combined transaction and use taxes do not exceed two percent. General Purpose sales tax revenues may be used for any General Fund purpose including Fire, Police, Parks and general maintenance requirements. Special Tax sales tax revenues must be used for a specific use. An extension of the City's existing 3/8 cent General Purpose sales tax would provide approximately \$432,000 annually. A ¼ Special Tax would provide annual revenue of approximately \$290,000. It is estimated that non-City residents generate more than 60% of Nevada City sales tax revenues.

ATTACHMENTS:

- Appendix A – Fire Station Service Level Impacts During Brown-outs
- Appendix B – Detailed Description of Sales and Use Tax Rate
- Appendix C – Measure L Revenues and Expenditures to Date
- Appendix D – California Sales Tax and Use Rates by County and City

Appendix A - Fire Station Service Level Impacts During Brown-outs

For more than 11 years, Nevada City's Fire Station 54 on Providence Mine Road was co-staffed by the Nevada County Consolidated Fire District and Nevada City. Each agency provided three firefighters to the City-built and equipped station; the City paid for three additional interns that completed staffing and facilitated the ability to deliver fire services cost-effectively. The station is one of seven stations in a Joint Operational Area (JOA) that includes Grass Valley, along with Nevada City and the Consolidated Fire District. By working together, the agencies maximize coverage area and improve response times.

When the Consolidated Fire District removed their three personnel on April 19, 2015, rather than close Station 54, the City held an administrative position vacant temporarily and instead funded a 4th firefighter position allowing the City to operate two of its three 48-hour shifts without adding new additional costs. The City then implemented a rotating brown-out of the "C" shift.

While it was anticipated the service impact would be minimal on brown-out days given the proximity of Consolidated Fire Station 84 adjacent to Nevada City, a review of service calls on the 28 days Station 54's "C" shift was browned-out indicates average response times increased by nearly 2 minutes when the station was browned out. Of critical concern was the fact that service level responses failed to meet National Fire Protection Association (NFPA)'s standard response time of 5:00 minutes at least 90% of the time. On brown-out days, response times for service calls that Station 54 would have taken had it been operational averaged 6:43, more than 1 minute and forty seconds slower than NFPA standards. In 2014, average emergency response times for Station 54 were 4:06.

Due to safety concerns related to response times, extended drought conditions, as well as the City's preparedness entering an anticipated dangerous fire season, the City Council authorized the use of Measure L funds to hire two limited-term firefighter positions to eliminate the rotating brown-out through June 30, 2016. Measure L is a temporary 3/8 cent general purpose sales tax measure approved by 74.88% of Nevada City voters in 2012.

One of the reasons Station 54 is so important to the JOA is the fact that it provides service on behalf of each of the three JOA agencies. If Station 54 were to close permanently, existing call volumes would shift to adjoining stations making those stations even busier. As those stations become busier, the chances of having the appropriate response apparatus available at scene within emergency response standards declines as evidenced by the City's experience during the rotating brown-outs earlier this year.

For example, some emergency events like fires and vehicle accidents require a two engine response, meaning fire engines from two stations respond to the scene. In a scenario with Station 54 closed, the responding engines must come from farther away. If more than 600 annual calls for service were added to Consolidated Fire District's Station 84 and Grass Valley's Station 2 in a scenario with Station 54 closed, that would mean those stations are more likely to be burdened with another call when a second engine response is needed. That is particularly true for Grass Valley's Station 2, as it is already the busiest JOA fire station with over 2,000 calls for service annually (considered a high volume station).

Appendix B – Detailed Description of Sales and Use Tax Rate

Most of the City’s sales and use tax is earmarked to the State of California. The base statewide sales and use tax rate is 7.50 percent. The “Bradley-Burns Uniform Sales and Use Tax” law provides a local tax allocation of 1 percent. Sales tax from the Bradley Burns levy is allocated to the jurisdiction where the sale was negotiated or order taken. The City’s General Fund receives 0.75 percent, and 0.25 percent is allocated to the County’s transportation fund. Locally-approved transaction and use taxes such as the 0.50 percent Measure S (Streets) and 0.375 percent Measure L (General Purpose) are legally required to stay in the City of Nevada City for local services and cannot be taken by the State.

| Rate | Jurisdiction | Purpose | Authority |
|--------------|-----------------|--|---|
| 3.6875% | State | Goes to State's General Fund | Revenue and Taxation Code Sections 6051, 6201 |
| 0.25% | State | Goes to State's General Fund | Revenue and Taxation Code Sections 6051.3, 6201.3 (Inoperative 1/1/01 – 12/31/01) |
| 0.25% | State | Goes to State's Fiscal Recovery Fund, to pay off Economic Recovery Bonds (2004) | Revenue and Taxation Code Sections 6051.5, 6201.5 (Operative 7/1/04) |
| 0.50% | State | Goes to Local Public Safety Fund to support local criminal justice activities (1993) | Section 35, Article XIII, State Constitution |
| 0.25% | State | Goes to State's Education Protection Account to support school districts, county offices of education, charter schools, and community college districts. | Section 36, Article XIII, State Constitution (Operative 1/1/13 to 12/31/16) |
| 0.50% | State | Goes to Local Revenue Fund to support local health and social services programs (1991 Realignment) | Revenue and Taxation Code Sections 6051.2, 6201.2 |
| 1.0625% | State | Goes to Local Revenue Fund 2011 | Revenue and Taxation Code Sections 6051.15 and 6201.15 |
| 1.00% | Local | 0.25% Goes to county transportation funds 0.75% Goes to city or county operations | Revenue and Taxation Code Section 7203.1 (Operative 7/1/04) |
| 7.50% | Subtotal | Total Statewide Sales & Use Tax Rate | |
| 0.50% | Measure S | City of Nevada City Streets / Roads | |
| 0.375% | Measure L | City of Nevada City General Purpose | |
| 0.125% | County | Nevada County Public Library | |
| 8.50% | TOTAL | Total State/Local Sales & Use Tax Rate | |

California Sales and Use Tax Rates by County and City*
Effective July 1, 2015 (includes state, county, local, and district taxes)

ALAMEDA CO. 9.50%
City of Albany 10.00%
City of Hayward 10.00%
City of San Leandro 10.00%
City of Union City 10.00%

ALPINE CO. 7.50%

AMADOR CO. 8.00%

BUTTE CO. 7.50%

Town of Paradise 8.00%

CALAVERAS CO. 7.50%

COLUSA CO. 7.50%

City of Williams 8.00%

**CONTRA COSTA CO.
8.50%**

City of Antioch 9.00%
City of Concord 9.00%
City of El Cerrito 10.00%
City of Hercules 9.00%
Town of Moraga 9.50%
City of Orinda 9.00%
City of Pinole 9.50%
City of Pittsburg 9.00%
City of Richmond 9.50%
City of San Pablo 9.25%

DEL NORTE CO. 7.75%

EL DORADO CO. 7.50%

City of Placerville 8.00%
City of South Lake Tahoe
8.00%

FRESNO CO. 8.225%

City of Huron 9.225%
City of Reedley 8.725%
City of Sanger 8.975%
City of Selma 8.725%

GLENN CO. 7.50%

HUMBOLDT CO. 8.00%

City of Arcata 8.75%
City of Eureka 8.75%
City of Rio Dell 9.00%
City of Trinidad 8.75%

IMPERIAL CO. 8.00%

City of Calexico 8.50%

INYO CO. 8.00%

KERN CO. 7.50%

City of Arvin 8.50%
City of Delano 8.50%
City of Ridgecrest 8.25%

KINGS CO. 7.50%

LAKE CO. 7.50%

City of Clearlake 8.00%
City of Lakeport 8.00%

LASSEN CO. 7.50%

LOS ANGELES CO. 9.00%

City of Avalon 9.50%
City of Commerce 9.50%
City of Culver City 9.50%
City of El Monte 9.50%
City of Inglewood 9.50%
City of La Mirada 10.00%
City of Pico Rivera 10.00%
City of San Fernando 9.50%
City of Santa Monica 9.50%
City of South El Monte
9.50%
City of South Gate 10.00%

MADERA CO. 8.00%

MARIN CO. 8.50%

Town of Corte Madera 9.00%
Town of Fairfax 9.00%
City of Larkspur 9.00%
City of Novato 9.00%
Town of San Anselmo 9.00%
City of San Rafael 9.25%
City of Sausalito 9.00%

MARIPOSA CO. 8.00%

MENDOCINO CO. 7.625%

City of Fort Bragg 8.625%
City of Point Arena 8.125%
City of Ukiah 8.125%
City of Willits 8.125%

MERCED CO. 7.50%

City of Atwater 8.00%
City of Gustine 8.00%
City of Los Banos 8.00%
City of Merced 8.00%

MODOC CO. 7.50%

MONO CO. 7.50%

Town of Mammoth Lakes
8.00%

MONTEREY CO. 7.625%

City of Carmel-by-the-Sea
8.625%
City of Del Rey Oaks 9.125%
City of Gonzales 8.125%
City of Greenfield 8.625%
City of King City 8.125%
City of Marina 8.625%
City of Monterey 8.625%
City of Pacific Grove 8.625%
City of Salinas 9.125%
City of Sand City 8.625%
City of Seaside 8.625%
City of Soledad 8.625%

NAPA CO. 8.00%

NEVADA CO. 7.625%

City of Grass Valley 8.125%
City of Nevada City 8.50%
Town of Truckee 8.375%

ORANGE CO. 8.00%

City of La Habra 8.50%
City of Stanton 9.00%

PLACER CO. 7.50%

PLUMAS CO. 7.50%

RIVERSIDE CO. 8.00%

City of Cathedral City 9.00%
City of Coachella 9.00%
City of Palm Springs 9.00%

SACRAMENTO CO. 8.00%

City of Galt 8.50%
City of Rancho Cordova 8.50%
City of Sacramento 8.50%

SAN BENITO CO. 7.50%

City of Hollister 8.50%
City of San Juan Bautista 8.25%

SAN BERNARDINO CO. 8.00%

City of Montclair 8.25%
City of San Bernardino 8.25%

SAN DIEGO CO. 8.00%

City of El Cajon 8.50%
City of La Mesa 8.75%
City of National City 9.00%
City of Vista 8.50%

SAN FRANCISCO CO. 8.75%

SAN JOAQUIN CO. 8.00%

City of Lathrop 9.00%
City of Manteca 8.50%
City of Stockton 9.00%
City of Tracy 8.50%

SAN LUIS OBISPO CO. 7.50%

City of Arroyo Grande 8.00%
City of Atascadero 8.00%
City of Grover Beach 8.00%
City of Morro Bay 8.00%
City of Paso Robles 8.00%
City of Pismo Beach 8.00%
City of San Luis Obispo
8.00%

SAN MATEO CO. 9.00%

City of Half Moon Bay 9.50%
City of San Mateo 9.25%

SANTA BARBARA CO. 8.00%

City of Guadalupe 8.25%
City of Santa Maria 8.25%

SANTA CLARA CO. 8.75%

City of Campbell 9.00%

SANTA CRUZ CO. 8.25%

City of Capitola 8.75%
City of Santa Cruz 8.75%
City of Scotts Valley 8.75%
City of Watsonville 9.00%

SHASTA CO. 7.50%

City of Anderson 8.00%

SIERRA CO. 7.50%

SISKIYOU CO. 7.50%

City of Mount Shasta 7.75%
City of Weed 7.75%

SOLANO CO. 7.625%

City of Benicia 8.625%
City of Fairfield 8.625%
City of Rio Vista 8.375%
City of Vacaville 7.875%
City of Vallejo 8.625%

SONOMA CO. 8.25%

City of Cotati 9.25%
City of Healdsburg 8.75%
City of Rohnert Park 8.75%
City of Santa Rosa 8.75%
City of Sebastopol 9.00%
City of Sonoma 8.75%

STANISLAUS CO. 7.625%

City of Ceres 8.125%
City of Oakdale 8.125%

SUTTER CO. 7.50%

TEHAMA CO. 7.50%

City of Red Bluff 7.75%

TRINITY CO. 7.50%

TULARE CO. 8.00%

City of Dinuba 8.75%
City of Farmersville 8.50%
City of Porterville 8.50%
City of Tulare 8.50%
City of Visalia 8.25%

TUOLUMNE CO. 7.50%

City of Sonora 8.00%

VENTURA CO. 7.50%

City of Oxnard 8.00%
City of Port Hueneme 8.00%

YOLO CO. 7.50%

City of Davis 8.50%
City of West Sacramento
8.00%

City of Woodland 8.25%

YUBA CO. 7.50%

City of Wheatland 8.00%

*(For more details, refer to www.boe.ca.gov/sutax/pam71.htm.)

Please note: Some communities located within a county or a city may not be listed. If you are in doubt about the correct rate or if you cannot find a community, please call our toll-free number at 1-800-400-7115 (TTY:711), or call the local California State Board of Equalization office nearest you for assistance.

SCHEDULE OF MEASURE "L" EXPENDITURES (in 1,000's) thru June 2015
ATTACHMENT A

| | Actual FY <u>12/13</u> | Budget Adj to Actual <u>FY 13/14</u> | Budget Adj to Actual <u>FY 14/15</u> | Budget Adj <u>FY 15/16</u> | Budget Adj <u>FY 16/17</u> | Budget Adj <u>FY 17/18</u> | Budget Adj <u>FY 18/19</u> | Totals |
|--|---------------------------|--|--|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------|
| * TOT Audit | | | \$ 3.85 | \$ 4.15 | | | | \$ 8.0 |
| FT Police Chief | | \$ 25.0 | \$ 50.0 | \$ 45.0 | \$ 30.0 | \$ 25.0 | \$ 20.0 | \$ 195.0 |
| * FT City Manager | | | \$ 85.0 | \$ 50.0 | \$ 30.0 | \$ 20.0 | \$ 10.0 | \$ 195.0 |
| * Contract Attorney | | | | \$ 25.0 | \$ 20.0 | \$ 15.0 | \$ 10.0 | \$ 70.0 |
| Municipal Code Update | \$ 10.567 | | | | | | | \$ 10.6 |
| Annexation for Sugar Loaf | | | | \$ 8.0 | | | | \$ 8.0 |
| Economic/Business Development | \$ 0.833 | \$ 4.167 | \$ 5.0 | \$ 5.0 | \$ 5.0 | \$ 2.8 | | \$ 22.8 |
| Fire Station Roof | \$ 7.19 | | | | | | | \$ 7.2 |
| Fire Station Paint Exterior/Interior | | | \$ 7.5 | | | | | \$ 7.5 |
| Fire Station Floor | \$ 4.585 | | | | | | | \$ 4.6 |
| Fire Station Parking Lot Seal | \$ 1.955 | | | | | | | \$ 2.0 |
| City Cemetery | \$ 0.475 | | | \$ 15.525 | | | | \$ 16.0 |
| Seamans Lodge Remodel | | | | \$ 25.0 | \$ 50.0 | | | \$ 50.0 |
| Pioneer Park Bathrooms Remodel | | | | \$ 50.0 | | | | \$ 25.0 |
| Pool Bathrooms Remodel | | | \$ 4.91 | | | | | \$ 4.9 |
| Pool Decks and Piping | \$ 68.923 | | | | | | | \$ 68.9 |
| New Tennis Court Lights | | | | | \$ 25.0 | | | \$ 25.0 |
| Ball Park Drainage Study | | | | \$ 25.0 | | | | \$ 25.0 |
| Sidewalk Engineering and Assessment | | | | \$ 20.0 | | | | \$ 20.0 |
| * Tree Removal | \$ 4.15 | | | \$ 13.25 | \$ 8.0 | \$ 8.0 | \$ 5.0 | \$ 38.4 |
| Security City Hall Admin/PD | \$ 21.007 | | | | | | | \$ 21.0 |
| City Hall Roof | | | | \$ 10.0 | | | | \$ 10.0 |
| City Hall Phone System | | | \$ - | \$ 17.0 | | | | \$ 17.0 |
| Council Chambers AV System | | | \$ - | \$ 12.0 | | | | \$ 12.0 |
| Pool Covers | \$ 10.961 | | | | | | | \$ 11.0 |
| City Hall Administrative Equipment | | | \$ 16.412 | | | | | \$ 16.4 |
| City Hall Software | | | | \$ 80.0 | | | | \$ 80.0 |
| Courthouse Study | \$ 30.303 | \$ 1.049 | \$ 11.401 | \$ 25.6 | | | | \$ 31.4 |
| Police Various Equipment | | | | \$ 36.0 | \$ 36.0 | \$ 22.0 | \$ 22.0 | \$ 37.0 |
| * Vehicle Purchase | | | | | \$ - | | | \$ - |
| Pioneer Park Swimming Pool | | | | \$ 5.0 | \$ 10.0 | \$ 10.0 | \$ 10.0 | \$ 45.0 |
| Police Foot Patrol Community Connect | | | | \$ 15.0 | | | | \$ 15.0 |
| Commercial Street Bathrooms | | | | \$ 20.0 | | | | \$ 20.0 |
| Railroad Museum - Staining | | | \$ 0.469 | \$ 100.0 | | | | \$ 100.0 |
| Fire Department Personnel | | | | | | | | \$ 2.9 |
| SBOE Administrative Costs | \$ 2.90 | | | | | | | \$ 2.9 |
| Annual Sales Tax Increment | \$ 88.43 | \$ 425.7 | \$ 436.500 | \$ 418.5 | \$ 425.0 | \$ 430.0 | | \$ 2,224.1 |
| Total Operational Expenditures | \$ 2.90 | \$ 185.9 | \$ 189.758 | \$ 607.4 | \$ 214.0 | \$ 105.0 | \$ 79.8 | \$ 1,384.8 |
| Measure "L" Revenue/Expenditures (prior to reserves) | \$ 85.5 | \$ 239.8 | \$ 246.742 | \$ (188.9) | \$ 211.0 | \$ 325.0 | \$ (79.8) | \$ 839.4 |
| General Reserves | \$ 30.0 | \$ 95.0 | \$ 107.5 | \$ 97.5 | \$ 97.5 | \$ 87.5 | | \$ 515.0 |
| Reserve for excess PERS costs | \$ 15.0 | \$ 25.0 | \$ 30.0 | \$ 35.0 | \$ 35.0 | \$ 35.0 | | \$ 175.0 |
| Vehicle Reserve | \$ 12.5 | \$ 17.5 | \$ 17.5 | \$ 17.5 | \$ 17.5 | \$ 17.5 | | \$ 100.0 |
| Total Restricted Measure "L" funds | \$ 57.5 | \$ 137.5 | \$ 155.0 | \$ 150.0 | \$ 150.0 | \$ 140.0 | | \$ 790.0 |
| <i>Measure "L" reserve balance to the General Fund</i> | \$ 57.5 | \$ 195.0 | \$ 350.0 | \$ 500.0 | \$ 650.0 | \$ 790.0 | | |
| Measure "L" Unobligated Fund Balance (after reserves) | \$ 85.5 | \$ 267.8 | \$ 377.03 | \$ 33.18 | \$ 94.18 | \$ 269.18 | \$ 49.38 | |

Additional Funding

Pioneer Park Swimming Pool \$121k for a total project cost of \$221k

Notes for FY 15/16

FY 15/16 Removed \$100k that was allocated to the swimming pool
 FY 15/16 Allocated \$100k to Fire Department Personnel
 These items are changes from the adopted budget - incomplete projects from FY 14/15 and moved to FY 15/16

* These expenditure items will eventually be absorbed by the regular General Fund revenues as they return to historic levels