



FY2024/25 Operating Budget

June 19, 2024

Agenda

- User Fee Study
 - ✓ City Council Vote
- FY2024/25 Operating Budget Review
- General Fund Structural Budget Deficit
- Appropriations Limit
- Staff Recommendations

User Fee Study

User Fee Study: Types of Fees Examined

Building Fees

construction permit processing, plan check, and inspection

Engineering Fees

engineering review of development-related grading and public improvements and requests for encroachment in the City right-of-way

Planning Fees

review of project entitlement and permits requests for compliance with City Municipal Code

Fire Prevention Fees

review of operations and construction for compliance with Fire Code

Non-Development Related Fees

administrative fees, parks, fields, and facility use rentals

User Fee Study

Department	Annual Cost of Service	Annual Fee Revenue	General Fund Subsidy	Current Cost Recovery
Building	\$2,760,000	\$2,610,000	\$150,000	95%
Current Planning	1,220,000	710,000	510,000	58
Engineering	2,030,000	1,450,000	580,000	71
Dev Technology	110,000	0	110,000	0
Long-Range Planning	260,000	0	260,000	0
Fire Prevention	850,000	530,000	320,000	62
Recreation	5,560,000	2,490,000	3,070,000	45
Total	\$12,790,000	\$7,790,000	\$5,000,000	61%

User Fee Study

Option 1:

Full Cost Recovery

Option 2:

80% Cost Recovery in Year 1 & 100% Cost Recovery in Year 2

Option 3:

Consultant's Recommendation of a Three-Year Phase in towards Full Cost Recovery

User Fee Study – Option 1

Full Cost Recovery for all Direct Benefit Fees in Year 1

Department	Annual Cost of Service	Annual Fee Revenue	Current Cost Recovery	NEW REVENUE YEAR 1	Adjusted Cost Recovery	NEW REVENUE YEAR 2	Adjusted Cost Recovery
Building	\$2,760,000	\$2,610,000	95%	\$150,000	100%	CPI %	100%
Current Planning	1,220,000	710,000	58	510,000	100	CPI	100
Engineering	2,030,000	1,450,000	71	580,000	100	CPI	100
Dev Technology	110,000	0	0	110,000	100	CPI	100
Long-Range Planning	260,000	0	0	260,000	100	CPI	100
Fire Prevention	850,000	530,000	62	320,000	100	CPI	100
Recreation	5,560,000	2,490,000	45	671,020	57%	2,398,980 + CPI	100
Total	\$12,790,000	\$7,790,000	61%	\$2,601,020	81%	\$5,000,000 + CPI	100% + CPI

User Fee Study – Option 1

Recreation Fees

Year 1

- Recreation Program Fees were moved to full cost recovery or the top of the market.
- If there are no comparators, increased by 10% to step closer to full cost recovery
- Facility Rentals moved to Full Cost Recovery

Year 2

- Full Cost Recovery

Recreation Fees – Program Specific Cost Recovery

Learn-to-Swim

- Current Fee: \$40
- City Cost of Service: \$449
 - does not include pool maintenance performed by Public Works
- Average Fee of Other North County Cities: \$45
- Staff Recommendation is to increase this fee to \$62

Recreation Fees – Program Specific Cost Recovery

Ballfield Light Fees (recognized youth leagues)

- Current Fee: \$5/hour
- **City Cost of Service: \$24-\$45/hour (LED v halogen)**
 - Includes lighting management system operational fee
 - Does not include lighting maintenance performed by Public Works
- Other North County Cities: Varies (\$5/hour to cost recovery)
- Staff Recommendation is to increase this fee to \$24/hour

Recreation Fees – Program Specific Cost Recovery

Facility Rental Example (EVCC Vineyard Room)

- Current Fee: \$80/hour (Class E)
- **City Cost of Service: \$135/hour**
 - Includes use of tables, chairs, projector, and PA (kitchen is extra at this time)
 - This includes costs for building maintenance and utilities
- Average Area Market Rate Rentals: \$340/hour (event rental)
- Staff Recommendation is to increase this fee to \$135/hour

User Fee Study – Option 2

Minimum 80% Cost Recovery for all Direct Benefit Fees, Full Cost Recovery in Year 2

Department	Annual Cost of Service	Annual Fee Revenue	Current Cost Recovery	NEW REVENUE YEAR 1	Adjusted Cost Recovery	NEW REVENUE YEAR 2	Adjusted Cost Recovery
Building	\$2,760,000	\$2,610,000	95%	\$150,000	100%	\$0 + CPI	100%
Current Planning	1,220,000	710,000	58	260,000	80	250,000 + CPI	100
Engineering	2,030,000	1,450,000	71	220,000	82	360,000 + CPI	100
Dev Technology	110,000	0	0	100,000	91	10,000 + CPI	100
Long-Range Planning	260,000	0	0	208,000	80	180,000 + CPI	100
Fire Prevention	850,000	530,000	62	190,000	85	130,000 + CPI	100
Recreation	5,560,000	2,490,000	45	671,020	57	2,398,980 + CPI	100
Total	\$12,790,000	\$7,790,000	61%	\$1,799,020	75%	\$3,004,980+ CPI	100%

User Fee Study – Option 3

Three-Year Phase in to Target Full Cost Recovery. Fee increases are capped at a 50% increase in Year 1.

Department	Annual Cost of Service	Annual Fee Revenue	Current Cost Recovery	NEW REVENUE YEAR 1	Adjusted Cost Recovery	NEW REVENUE YEAR 2	Adjusted Cost Recovery	NEW REVENUE YEAR 3	Adjusted Cost Recovery
Building	\$2,760,000	\$2,610,000	95%	\$150,000	100%	\$0 + CPI	100%	\$0 + CPI	100%
Current Planning	1,220,000	710,000	58	250,000	79	130,000 + CPI	90	130,000 + CPI	100
Engineering	2,030,000	1,450,000	71	220,000	82	180,000 + CPI	91	180,000 + CPI	100
Dev Technology	110,000	0	0	100,000	91	0 + CPI	91	0 + CPI	91
Long-Range Planning	260,000	0	0	80,000	31	0 + CPI	31	0 + CPI	31
Fire Prevention	850,000	530,000	62	190,000	85	65,000 + CPI	93	65,000 + CPI	100
Recreation	5,560,000	2,490,000	45	280,000	50	0 + CPI	50	0 + CPI	50
Total	\$12,790,000	\$7,790,000	61%	\$1,270,000	71%	375,000 + CPI	74%	375,000 + CPI	77%

City Council Vote

Option 1: Full Cost Recovery for all Direct Benefit Fees. Recreation Program Fees are increased in Year 1 by the market, and move to full cost recovery in Year 2.

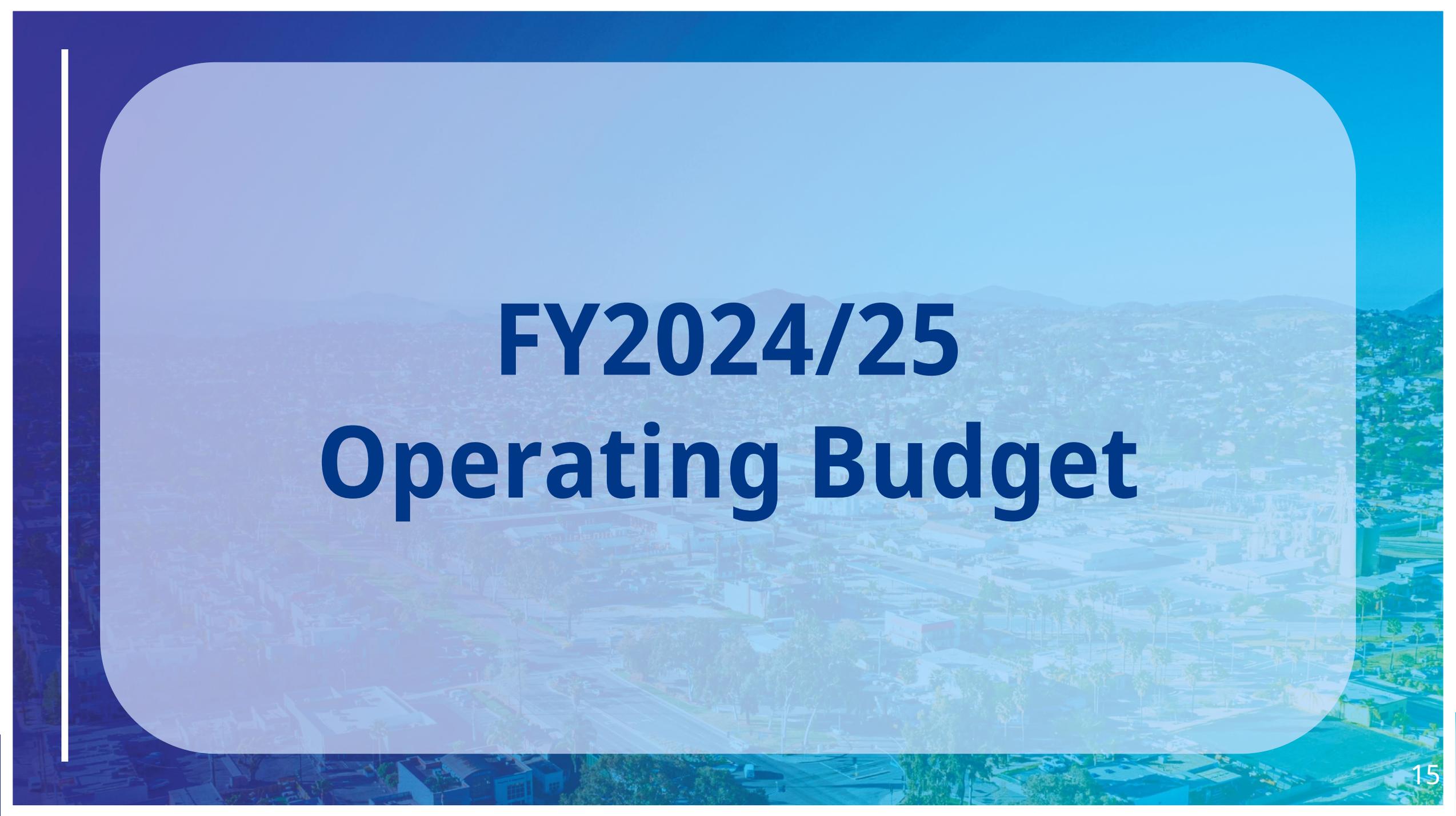
➤ *Government Code 66000: New Public Notice for City Council adoption on July 10*

Option 2: 80% Cost Recovery for all Direct Benefit Fees in Year 1 and Full Cost Recovery in Year 2

➤ *Government Code 66000: New Public Notice for City Council adoption on July 10*

Option 3: Adopt Resolution No. 2024-72 approving adjustments to the City's User Fee Schedule

➤ *Updated fees will be effective September 1*



FY2024/25 Operating Budget



General Fund Budget Direction

- Departments are to submit FY2024/25 line-item budgets at the same level as FY2023/24. Increases in employee services are to be absorbed by reductions in maintenance & operations, with a detailed explanation of the impacts of those reductions to each department's operations
- Prioritize the City Council's Essential Services and recommend budget scenarios that support the Three-Year Council Priorities

Preliminary FY2024/25 General Fund Operating Budget

	FY2023/24	FY2024/25	Difference
Operating Revenue	\$127,403,060	\$132,924,390	\$5,521,330
Transfer from Gas Tax Fund	2,055,000	2,055,000	0
Transfer from CFD No. 2020-1 (The Services)	290,900	0	(290,900)
Transfer from American Rescue Plan Act	1,637,010	0	(1,637,010)
TOTAL, Sources	\$131,385,970	\$134,979,390	\$3,593,420

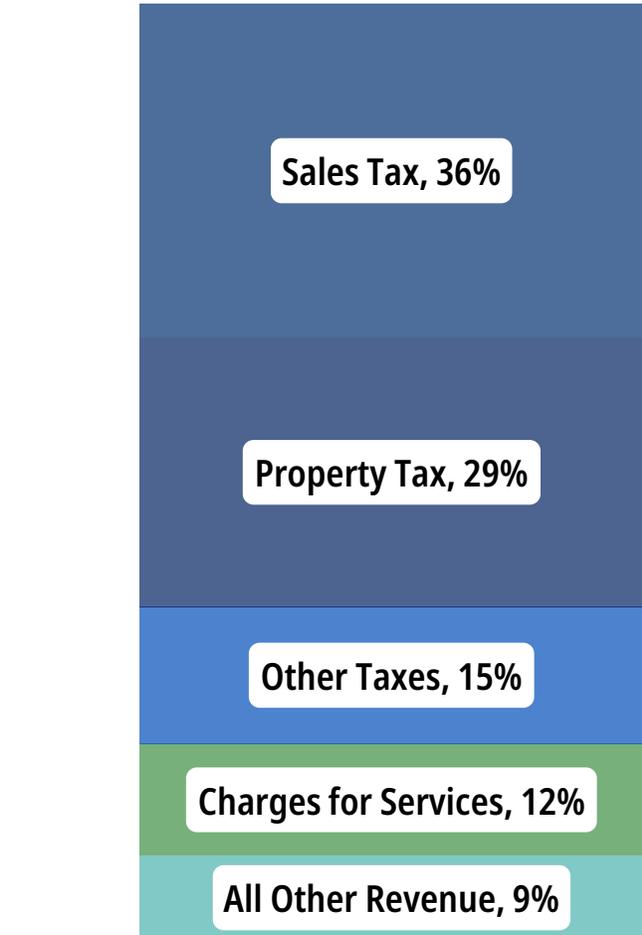
4%

Operating Budget	\$130,892,070	\$133,524,830	\$2,632,760
Transfer of Medical Transport Fees – Ambulances	0	960,000	960,000
Transfer to Reidy Creek Golf Course – Debt Service	364,300	364,970	670
Transfer to Successor Agency – Housing	25,000	25,000	0
Transfer to Vehicle Parking District	104,600	104,590	(10)
TOTAL, Uses	\$131,385,970	\$134,979,390	\$3,593,420

2%

FY2024/25 Operating Budget General Fund Revenue Projections

Revenue	FY2023/24 Budget	FY2024/25 Projected	Change	%	
Sales Tax	\$49,507,600	\$47,463,500	(\$2,044,100)	(4.1%)	↓
Property Tax	35,068,340	38,249,300	3,180,960	9.1	↑
Other Taxes	16,483,370	19,491,910	3,008,540	18.3	↑
Charges for Services	15,078,000	15,892,840	841,840	5.4	↑
Intergovernmental	3,506,250	4,164,000	657,750	18.8	↑
Permits & Licenses	2,674,930	1,785,630	(889,300)	(33.2)	↓
Fines & Forfeitures	873,000	878,700	5,700	0.7	↑
Rental & Lease Income	3,829,000	4,030,980	201,980	5.3	↑
Investment & Other Revenue	907,000	1,108,500	201,500	22.2	↑
Total Operating Revenue	\$127,927,490	\$132,871,580	\$5,137,870	4.0%	↑



FY 2024/25 Operating Budget General Fund Expenses



Department	FY2023/24 Adopted Budget	FY2024/25 Proposed Budget	Increase / (Decrease)	% Change
Administrative Services	\$8,350,490	\$7,784,810	(\$565,680)	(6.8%)
Development Services	8,343,060	8,752,940	409,880	4.9
Community Services	5,818,140	6,172,630	354,490	6.1
Public Works	12,398,470	13,766,440	1,367,970	11.0
Police	54,209,820	58,229,080	4,019,260	7.4
Fire	33,599,220	35,636,680	2,037,460	6.1
Library	3,771,040	543,970	(3,227,070)	(85.6)
Center for the Arts	3,247,370	1,282,180	(1,965,190)	(60.5)
Other Expenses	1,154,460	1,356,100	201,640	17.5
General Fund Expenses	\$130,892,070	\$133,524,830	\$2,632,760	2.1%

FY2024/25 Operating Budget General Fund Primary Cost Drivers

**Realignment
of Utility
Allocations**

**Increase in
the CalPERS
UAL**

**Increase in
Insurance
Premiums**

**Depletion of
Available
Fund
Balances in
the Internal
Service Funds**

FY2024/25 Operating Budget

Steps Taken to Address General Fund Deficit



ELIMINATE THE
STRUCTURAL
DEFICIT

Department / Division	Significant Budget Changes	Net Budget Impact
Library	On January 31, 2024 City Council approved the use of American Rescue Plan Act Funds for the FY2024/25 and FY2025/26 Management Agreement with LS&S.	(\$3,033,490)
Center for the Arts	On January 31, 2024 City Council approved the use of American Rescue Plan Act Funds for the FY2024/25 Management Agreement with the Foundation and Utilities.	(\$1,837,300)
Humane Society	Contract with the Humane Society Ends December 31	(\$857,570)
Vacant Positions	The FY2024/25 Proposed Budget eliminates 10 Full-Time Vacant Positions from 8 different General Fund Departments	(\$915,000)

Budget Options

COPPS Program Expansion

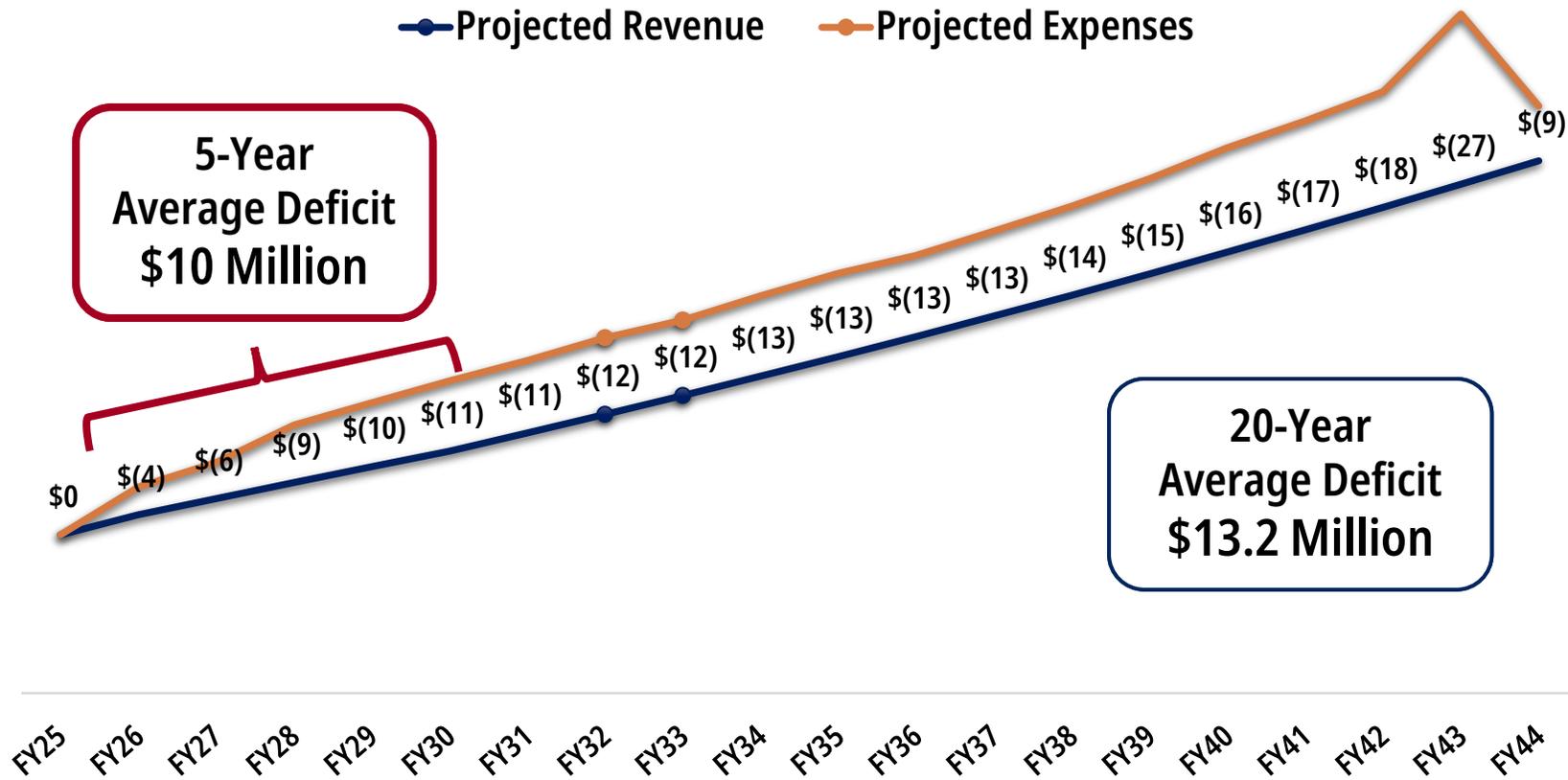
Option: Separate Budget Adjustment

Department	Additional Resources	Budget Impact
Police	4 Police Officers (\$172,500 each)	\$690,000
Police	4 Patrol Cars (\$75,000 each)	\$300,000
Police	Safety Equipment, Patrol & Field Supplies	\$23,000
Public Works	2 Maintenance Technician Positions (\$85,900 each)	\$171,790
Public Works	1 Truck (\$75,000 each)	\$75,000
Total Resources Needed		\$1,259,790

Annual Employee
Service Costs =
\$861,790 in Year 1

General Fund Structural Deficit

General Fund Structural Budget Deficit



Revenue Assumptions

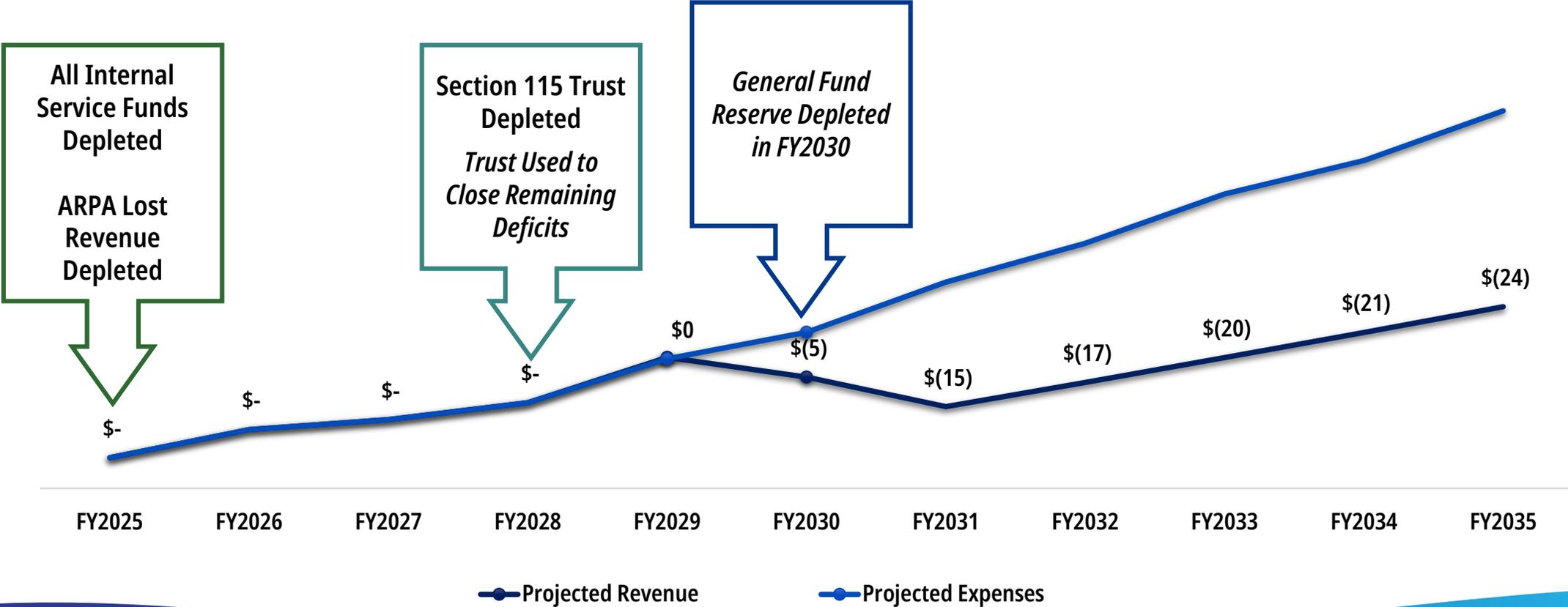
- Known Current Economic Conditions
- Analysis from Consultants
- Historical Performance

Expense Assumptions

- Maintain current City services
- No New Projects or Expansion of Services
- No funding for Capital Projects
- No funding for Deferred Maintenance

General Fund Structural Budget Deficit

Forecast Using Available One-Time Sources



Scenarios to Address the Structural Deficit

June 7, 2023 Budget Workshop

Scenario #1

Proportional Across-the-Board Budget Reductions

Scenario #2

Across-the-Board but Preserve Public Safety Departments

Scenario #3

Targeted Business Model Approach

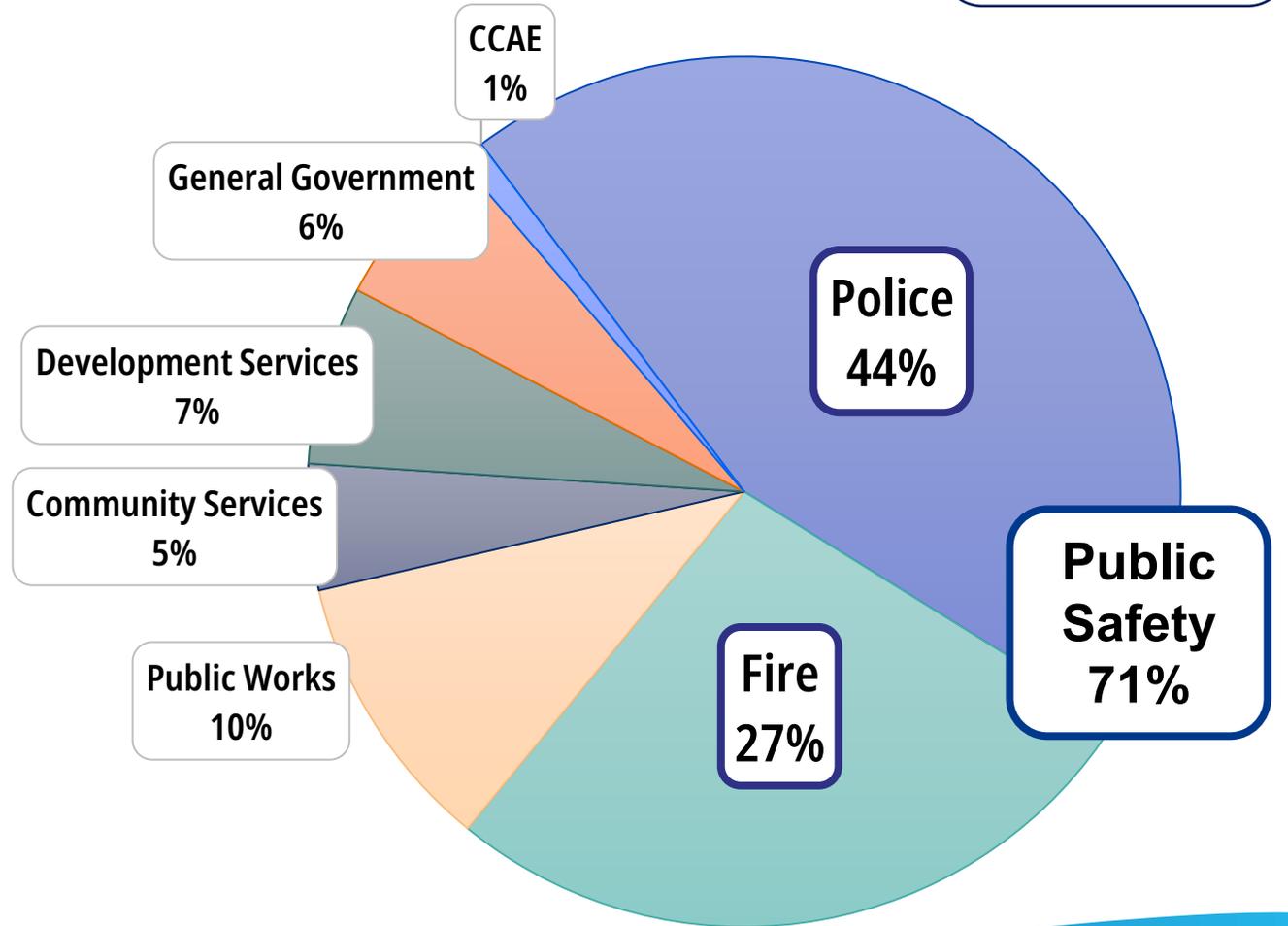
Scenario #1

**Proportional Across the Board Budget
Reductions To Close the General Fund Structural
Deficit**

General Fund Departments

*Scenario #1
Proportional
Across the
Board Cuts*

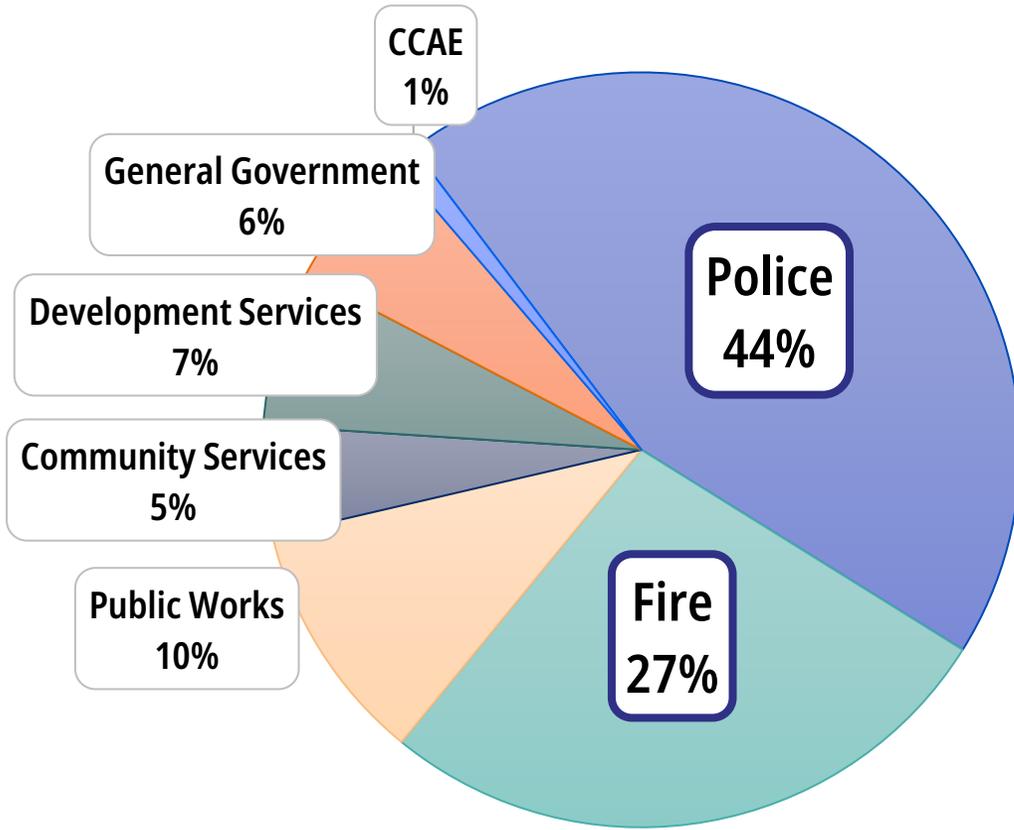
Department	FY2024/25 Proposed Budget
Administrative Services	\$7,784,810
Development Services	8,752,940
Community Services	6,172,630
Public Works	13,766,440
Police	58,229,080
Fire	35,636,680
Library	543,970
Center for the Arts	1,282,180
Other Expenses	1,356,100
General Fund Expenses	\$133,524,830



Scenario #1

Proportional Across-the-Board Reductions

*Scenario #1
Proportional
Across the
Board Cuts*



Department		Structural Deficit
Police	44%	4,400,000
Fire	27%	2,700,000
Public Works	10%	1,000,000
Community Services	5%	500,000
Development Services	7%	700,000
General Government Services	6%	600,000
California Center for the Arts	1%	100,000
Total General Fund Deficit		\$10,000,000

Police Department

Police Department Successes

*Scenario #1
Proportional
Across the
Board Cuts*

Escondido Officers arrive to emergencies quickly, meeting all response time expectations

Escondido Officers lead the county in misdemeanor and felony arrests

Escondido has achieved exceptional recruitment and retention of Officers

Escondido Officers receive more than eight times the state-required training hours

Escondido Police Department is the first in the county to receive Rapid DNA Technology

Calls for service decreased by an average of 65.9% in completed COPPS Project locations



Police Department – 44% of General Fund

*Scenario #1
Proportional
Across the
Board Cuts*

**Total Expenses of \$58,229,080 –
Budget Reduction of \$4,400,000**

Budget Reductions Identified

- Sworn Police Officers
- Professional Staff Positions
- Animal Control Regulation Contract
- Community Outreach Services – Education COMPACT



Police Department

Budget Reduction of \$4,400,000

Impacts: Reduce the Number of Sworn Police Officers

	Current Service	Reduced Service
Traffic Division	<p>6 Traffic Officers</p> <ul style="list-style-type: none"> • Proactively Enforce Laws • Focus on Safety Issues – Speed & Red-Light Violations 	<p>3 Traffic Officers</p> <ul style="list-style-type: none"> • Significantly Reduce Traffic Enforcement • Investigate Only Fatal & Serious Injury Traffic Collisions
Crimes of Property (COP)	<p>5 Detectives</p> <ul style="list-style-type: none"> • Investigate: Commercial Burglary, Residential Burglary, Arson, fraud/forgery/financial crimes; auto theft, and general property crimes 	<p>3 Detectives</p> <ul style="list-style-type: none"> • General crimes: thefts, vandalisms, shoplifting will not be investigated • Auto theft investigations will be nearly eliminated, only major fraud cases will be investigated



Police Department

Budget Reduction of \$4,400,000

Impacts: Reduce the Number of Sworn Police Officers

	Current Service	Reduced Service
Community Oriented Policing and Problem Solving Unit "COPPS"	<p>5 COPPS Officers</p> <ul style="list-style-type: none"> • COPPS officers proactively address areas of crime/disorder • COPPS officers focus on homelessness issues and assistance 	<p>No COPPS Officers</p> <ul style="list-style-type: none"> • No longer have a COPPS unit to proactively address areas of crime/disorder • Homelessness becomes a greater problem for the community
School Resource Officers "SRO"	<p>3 SROs (1 SRO is fully funded by the school districts)</p> <ul style="list-style-type: none"> • Trained in school-based crisis response to work collaboratively with education officials to provide prevention and intervention for youth crimes • Building relationships with students allows SROs to provide specific help 	<p>1 SRO (funded by School District)</p> <ul style="list-style-type: none"> • Patrol officers will have to respond to school incidents increasing response times to other calls for service • Students will not have access to SROs they know and trust, making it more likely that they miss opportunities for crime prevention and intervention



Police Department

Budget Reduction of \$4,400,000

Impacts: Reduce the Number of Professional Staff Positions

	Current Service	Reduced Service
Public Safety Dispatch	<p>24 Public Safety Dispatchers</p> <ul style="list-style-type: none"> • Answer 9-1-1 calls, dispatch emergency response personnel, handle police radio, and field non-emergency public safety calls from community members 	<p>21 Public Safety Dispatchers</p> <ul style="list-style-type: none"> • Delayed response to emergencies and increased call wait times • Cuts to the types of non-emergency services provided
Customer Service Representatives	<p>2 Police Customer Service Representatives</p> <ul style="list-style-type: none"> • Police Customer Service Reps assist community members when they come to the PAFH lobby • Lobby services include: crime reporting; citation payment; officer assistance; requests for crime reports; impounded vehicle releases; etc. 	<p>No Customer Service Representatives</p> <ul style="list-style-type: none"> • PAFH lobby will be closed; services will be appointment only • Increased wait time for services • Other staff will be pulled away from their duties to cover these tasks



Police Department

Budget Reduction of \$4,400,000

Impacts: Reduce the Number of Professional Staff Positions

	Current Service	Reduced Service
Parking Attendant	<p>5 Part-Time parking attendants</p> <ul style="list-style-type: none"> • Parking attendants ensure that residential and commercial parking laws are enforced • Parking enforcement allows customers and residents to maintain basic parking accessibility • Handicap and red curb parking is strictly enforced to maintain public safety 	<p>No Parking Attendants</p> <ul style="list-style-type: none"> • No parking enforcement throughout the city • Businesses will be affected by unauthorized parking • Residential areas will not be patrolled for unauthorized parking • Loss in revenue from citation fees
Parking Citation Contract	<p>Processing Software and Equipment</p> <ul style="list-style-type: none"> • Current contract provides parking attendants with software and equipment to efficiently issue electronic parking citations • The contract company processes citations and collects fees for the city 	<p>No Processing Software or Equipment</p> <ul style="list-style-type: none"> • Near elimination of parking citations • City staff would have to process and collect fees on paper parking citations

Police Department

Budget Reduction of \$4,400,000

Impacts: Eliminate Special Events and Contracts

	Current Service	Reduced Service
Overtime for Special Events	<p>Police Department Staff Support</p> <ul style="list-style-type: none"> Community events are staffed by officers and police personnel to ensure traffic control and citizen safety Special events include: Parades, Cruisin' Grand, Grape Day Festival, and Fireworks 	<p>No Police Department Staff Support</p> <ul style="list-style-type: none"> Traffic safety will decrease and crowd safety will be reduced Officers will not be assigned to these events which will delay emergency response
Computer Aided Dispatch (CAD) Equipment	<p>Equipment Upgrades and Scheduled Maintenance</p> <ul style="list-style-type: none"> CAD is the system used by Dispatch and Patrol to process calls for service and police actions CAD catalogues data from all calls for service and monitors officers locations to decrease response times. 	<p>No Equipment Upgrades and Scheduled Maintenance</p> <ul style="list-style-type: none"> A lack of CAD upgrades and maintenance would cause inefficiencies in dispatch and for Patrol officers There would be increased response times for calls to be answered by dispatch and officer responses in the field

Police Department – Impacts: Eliminate the Animal Control Services Contract

Scenario #1
Proportional Across
the Board Cuts

	Current Service	Reduced Service
Animal Control Services	<p>Contract with San Diego Humane Society (SDHS)</p> <ul style="list-style-type: none"> • Providing housing and care of stray domestic animals • Providing housing and care for police and animal cruelty holds • Providing lost and found assistance for the general public’s animals • Providing services to include: feed, care, and disposition of all animals • Managing of dog license program • Investigating and issuing Service Dog licenses • Investigating and enforcing dangerous dog situations • Enforcing licensing and rabies vaccinations • Investigating and enforcing animal cruelty laws • Responding to and caring for injured domestic animals • Monitoring and responding to bites and enforcing rabies requirements • Responding to and investigating animal noise complaints • Staffing Humane Officers to patrol and respond to City animal needs • Providing disaster relief services involving animals • Providing quarterly and annual animal control reports 	<ul style="list-style-type: none"> • Provide only mandated animal control services • Arrange rabies vaccinations • Respond to calls for service related to dangerous animals • Additional police personnel positions may need to be cut to fund legally required animal control services

Police Department – Impacts: Terminate Contract with Education COMPACT

	Current Service	Reduced Service
Education COMPACT Services	<p>Juvenile Diversion Program and Alternatives to Detention (ATD)</p> <p>Offers juveniles an alternative to criminal justice system.</p>	<ul style="list-style-type: none"> • Rather than alternatives to detention, all juvenile cases will be sent through San Diego District Attorney’s Office for prosecution. • Most of these cases will not meet current filing criteria resulting in these cases being dropped. • As a result, these juveniles will receive little to no accountability or support to keep them from re-offending.
	<p>Family Intervention Team (FIT)</p> <ul style="list-style-type: none"> • Partners former law enforcement officers with former gang members, to create a team of credible mentors that assist families of at-risk boys. • This team provides intensive and wrap-around guidance specific to gang prevention. 	
	<p>Girls Rock Program</p> <p>Partners police officers and youth workers to mentor at-risk girls</p>	
	<p>Cannabis Abuse Program (CAP)</p> <p>Provides workshops to help youth stay sober.</p>	
	<p>Guiding Good Choices</p> <p>Provides evidence-based programming to improve family communication, learn the impact of drug use, manage family conflicts, and create a support network for parents</p>	

Police Department

Budget Reduction of \$4,400,000

Overall Police Department Reduction

FY 2024/25 Police Department Budget Reduction	Amount
Police Officers (12)	2,422,680
Public Safety Dispatchers (3)	335,485
Customer Service Representatives (2)	125,780
Parking Attendants (5)	85,880
Parking Citation Contract	69,000
Animal Control Regulation Contract	857,570
Community Outreach (COMPACT Contract)	150,000
Computer Aided Dispatch Equipment	198,855
Overtime (Extended Day & Special Events: Parades; Cruisin' Grand; Grape Day Festival; Fireworks)	154,750
Total	4,400,000

Fire Department – 27% of the General Fund

Total Expenses of \$35,636,680 –

Proportional Reduction is \$2,700,000

- Note FD Revenue:
 - \$9.3 million ambulance transportation
 - \$2.9 million Rincon FPD
- Fire Engine and Ambulance staffing is not scalable for 24/7 coverage
- Only viable option to reduce by \$2.7 million: close one fire station
 - Eliminate one fire engine company (\$2 million)
 - Eliminate one ambulance (\$900,000)



Fire Department – Impacts: Eliminate One Fire Engine Company

	Current Service	Reduced Service
Fire Engine Company	<p>7 Fire Stations</p> <ul style="list-style-type: none"> • 2023 EFD emergency response: 17,777 calls • Response Time Standard is 7 ½ minutes, 90% of the time • Response Time average is down to 86% with <u>current resources</u> due to increasing call volume 	<p>6 Fire Stations</p> <ul style="list-style-type: none"> • Remaining six Fire Stations absorb emergency calls from further distances • Increased and imbalanced requests for assistance from neighbors • Longer response times for first Paramedic at medical emergencies • Reduced effectiveness and safety at fire, rescue and Haz Mat incidents • Must have 4 firefighters at scene to enter burning structure • Must have a minimum of 15 firefighters at scene to be effective and safe • Reduction in ISO rating, reduction in service to City and Rincon FPD

Fire Department – Impacts: Eliminate One Ambulance

	Current Service	Reduced Service
Ambulance Services	<p>5 Ambulances in Service</p> <p>In 2023:</p> <ul style="list-style-type: none"> • EFD ambulances transported 11,250 times • Requested aid from San Marcos Fire 758 times • San Marcos Fire transported Escondido patients 271 times 	<p>4 Ambulances in Service</p> <ul style="list-style-type: none"> • Lay off 3 Firefighter/Paramedics and 3 EMTs • Remaining 4 ambulances absorb emergency calls from further distances • Increased and unacceptable requests for assistance from neighbors • Longer response times EFD and auto aid ambulances for medical emergencies • Reduction of an EFD ambulance will likely mean losing about 2,500 transports and over \$1 million in revenue IF other agencies will respond to Escondido





What is NOT in the Budget?

Deferred Maintenance of More than \$8,000,000 Annually

- Parks
- Recreation Centers
- Street Paving & Maintenance
- Playgrounds
- Pools
- Sidewalks
- Library
- Storm Drains
- Bridges

Rising Service Demands

- 30%+ increase in Public Safety and 9-1-1 Calls for Service since 2008
- Impact of homelessness
- Graffiti Eradication and Gang Response
- Aging population
- Response times for quality of life concerns

Annual Appropriations Limit

- Government Code requires a governing body to annually adopt, by resolution, an Appropriations Limit
- Places a limit on the amount of revenue from tax proceeds that can be spent in a given year.
- Ensures that growth in government spending will be no faster than the growth in population and inflation.

Appropriations Limit for FY2024/25	\$1,753,931,713
Appropriations Subject to the Limit	104,361,057
Margin	\$1,649,570,656

Recommendation

- Adopt Resolution No. 2024-75 Approving the Fiscal Year 2024/25 Annual Operating Budget
- Adopt Resolution No. 2024-76 Approving the Appropriations Limit for Fiscal Year 2024/25
- **Option**: COPPS Program Expansion Budget Adjustment