

**CITY OF TEMECULA
AGENDA REPORT**

TO: City Manager/City Council

FROM: Betsy Lowrey, Assistant to the City Manager

DATE: November 28, 2023

SUBJECT: Approve First Amendment to Community Reinvestment Program Funding to California State University San Marcos for Facility Improvements at Mount San Jacinto College, Temecula Valley Campus

RECOMMENDATION: That the City Council:

1. Approve the first amendment to Community Reinvestment Program funding to California State University San Marcos for facility improvements at Mount San Jacinto College, Temecula Valley Campus; and
2. Authorize the City Manager to execute related amendment(s) or agreements.

BACKGROUND: On February 22, 2022, the City Council established the COVID-19 Pandemic Community Reinvestment Program to account for various community reinvestment grants to be established by the City Council. This included an effort to support the comprehensive higher education facility located in the City of Temecula.

On March 8, 2022, and on November 15, 2022, the City Council approved grant funding for Mount San Jacinto College (MSJC) Temecula Valley Campus in the amount of \$500,000 and for California State University San Marcos (CSUSM) in the amount of \$500,000 for a total of \$1,000,000 to be allocated towards higher education within the City of Temecula.

MSJC now wishes to designate their portion of CRP funding of \$500,000 to CSUSM towards tenant improvements (classroom space) at the MSJC Temecula Valley Campus. This project will continue the expansion of a comprehensive world class higher educational complex in the City of Temecula that provides diverse career educational programs including 4-year degree programs through CSUSM. MSJC owns the facility and this \$500,000 reallocation of grant funding will allow CSUSM to expand unfinished space to increase academic programs that support the business and economic development in the region and provide necessary tools for residents to secure quality employment. Architectural plans are anticipated to be complete in December 2023 and it is estimated the cost will be close to \$12,000,000. Facility enhancements include a 22,000 square foot tenant improvement of the 2nd floor at the MSJC Temecula Valley Campus Tower B.

FISCAL IMPACT: A total of \$1,000,000 is already appropriated in the COVID-19 Community Reinvestment Program budget and allocated towards higher education.

ATTACHMENTS:

1. First Amendment
2. MSJC Letter of Request