

**CITY OF TEMECULA/TEMECULA COMMUNITY SERVICES DISTRICT/SARDA
AGENDA REPORT**

TO: City Council/Board of Directors

FROM: Aaron Adams, City Manager/General Manager/Executive Director

DATE: May 28, 2024

SUBJECT: Approve Fiscal Years 2025-29 Capital Improvement Program (CIP) and Adopt Fiscal Year 2024-25 CIP and Annual Operating Budgets for the City of Temecula, the Temecula Community Services District and the Successor Agency to the Redevelopment Agency

PREPARED BY: Jennifer Hennessy, Finance Director/Treasurer

RECOMMENDATION: That the City Council/Board of Directors adopt the following resolutions entitled:

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TEMECULA APPROVING THE CAPITAL IMPROVEMENT PROGRAM FOR FISCAL YEARS 2025-29 AND ADOPTING THE CAPITAL IMPROVEMENT PROGRAM BUDGET FOR FISCAL YEAR 2024-25

RESOLUTION NO. CSD

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE TEMECULA COMMUNITY SERVICES DISTRICT OF THE CITY OF TEMECULA ADOPTING THE FISCAL YEAR 2024-25 PRELIMINARY ANNUAL OPERATING BUDGET AND ESTABLISHING CONTROLS ON CHANGES IN APPROPRIATIONS

RESOLUTION NO. SARDA

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE SUCCESSOR AGENCY TO THE TEMECULA REDEVELOPMENT AGENCY APPROVING THE CAPITAL IMPROVEMENT PROGRAM FISCAL YEARS 2025-29, ADOPTING THE CAPITAL IMPROVEMENT PROGRAM BUDGET FOR FISCAL YEAR 2024-25, ADOPTING THE

FISCAL YEAR 2024-25 ANNUAL OPERATING BUDGET AND
ESTABLISHING CONTROLS ON CHANGES IN
APPROPRIATIONS

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
TEMECULA ADOPTING THE FISCAL YEAR 2024-25
ANNUAL OPERATING BUDGET, ESTABLISHING
CONTROLS ON CHANGES IN APPROPRIATIONS,
ESTABLISHING CONTRACT AUTHORITY OF CITY
MANAGER, ESTABLISHING AUTHORITY OF CITY
MANAGER TO WAIVE BIDDING REQUIREMENTS IN
EMERGENCY AND AUTHORIZE EMERGENCY WORK
PURSUANT TO PUBLIC CONTRACT CODE SECTION 22050,
ESTABLISHING LAWSUIT SETTLEMENT AUTHORITY OF
CITY MANAGER

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
TEMECULA REVISING THE SCHEDULE OF AUTHORIZED
POSITIONS

RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
TEMECULA ESTABLISHING THE APPROPRIATIONS LIMIT
FOR FISCAL YEAR 2024-25

DISCUSSION: At its May 9, 2024 Budget Workshop, the City Council was presented the Proposed Fiscal Years 2025-29 Capital Improvement Program and 2024-25 CIP and Annual Operating Budgets for the City, Temecula Community Services District (TCSD), and the Successor Agency to the Temecula Redevelopment Agency (SARDA).

At this workshop, the Council recommended bringing forward the Fiscal Years 2025-29 CIP and Proposed Budgets in their entirety, including the appropriation of funds for the Care Solace agreement and for the contracting for additional emergency beds for the homeless. Additionally, a few minor budget adjustments have been requested to be reflected in the Final Budget, and are summarized below:

Fiscal Year 2024-25 Operating Budget Adjustments:

- Temecula Community Services District:

- o Add \$140,000 to the Homeless Outreach and Prevention division to facilitate contracting for additional emergency homeless beds, as recommended by the City Council during the Budget Workshop on May 9th, 2024.

- Add \$166,700 to the Operations division to facilitate a one-year contract with Care Solace for mental health navigation services, as recommended by the City Council during the Budget Workshop on May 9th, 2024.
- **Service Level D – Refuse/Recycling:**
 - Reduce Assessment Revenue by \$174,672 to reflect the updated parcel count within Service Level D.
 - Add \$22,553 to Recycling Program Revenue to reflect award from CalRecycle’s Beverage Container Recycling Fund Program.
 - Reduce Waste Hauling budget by \$147,220 to reflect updated parcel counts and CR&R collection rates.

Fiscal Years 2025-29 Capital Improvement Program Adjustments:

- **Ynez Road Improvements – Phase I:**
 - Added \$261,000 in DIF-Quimby funding to support the Pickleball Courts project in Fiscal Year 2023-24, as approved by Council on May 14th, 2024.
 - Associated adjustments to reflect the correct revenue and interfund transfers in the Development Impact Fee (Fund 120) and Capital Improvement Program (Fund 210) funds.

The attached Transmittal Letter summarizes the highlights of the Fiscal Year 2024-25 Proposed Annual Operating Budget and Fiscal Years 2025-29 Capital Improvement Program documents.

FISCAL IMPACT: The specific fiscal impacts are noted in the Fiscal Years 2025-29 Capital Improvement Program and Fiscal Year 2024-25 Annual Operating Budget documents.

ATTACHMENTS:

1. Transmittal Message
2. Resolution - Approving the CIP for Fiscal Years 2025-29 and Adopting the CIP Budget for Fiscal Year 2024-25
3. Resolution - Adopting the Fiscal Year 2024-25 TCSD Preliminary Annual Operating Budget
4. Resolution – Approving the SARDA CIP Fiscal Years 2025-29 and Adopting the CIP Budget for Fiscal Year 2024-25, and Adopting the Fiscal Year 2024-25 Annual Operating Budget
5. Resolution - Adopting the Fiscal Year 2024-25 City Annual Operating Budget
6. Resolution - Schedule of Authorized Positions with Attachment
7. Resolution - Appropriations Limit for Fiscal Year 2024-25 with Attachment