HAND OUTS

FAC MEETING

MAY 8, 2024

Financial Advisory Committee Members,

The Financial Advisory Commission (FAC) provides oversight of Measure G tax revenue. Measure G was passed by voters in November 2016 and provides a 1% transactions and use tax, effective April 1, 2017 and with no sunset date, which is fully allocated to the City and protected from State takeaways. Measure G revenues are to be used in accordance with the ballot measure for public safety, Capital Improvement Projects and other general expenditures supporting our businesses and residents.

For the fiscal years 2016/17 through 2022/23, Measure G revenues totaled \$77 million. During these fiscal years Measure G uses have been for public safety services (\$21 million) and Capital Improvement Projects (\$27 million), with the balance of these revenues (\$29 million) in reserves.

For fiscal year 2023/24, as of January 31, 2024, Measure G revenues are about \$9 million, with uses of \$5 million for public safety and \$6.3 million for Capital Improvement Projects, resulting in a current reserve balance of \$25 million.

The FAC's Measure G Sales Tax Compliance Report for Fiscal Year 2022/23 included a recommendation for the City to "explore the use of Measure G reserve funds to prioritize additional funding to accelerate Capital Improvement Projects, including for major street improvements."

At the April 3, 2024 FAC Meeting, there was a discussion of projects to be included in Fiscal Years 2024/25 through 2028/29 Capital Improvement Program. The proposed projects are estimated to use only \$19.2 million of Measure G funds. Assuming a starting point of March 31, 2024 of \$25 million in Measure G reserves, and a conservative estimate of Measure G revenues over these next 5 fiscal years of \$70 million (\$14 million per fiscal year), spending only \$19.2 million of Measure G funds for our Capital Improvement Program, and an estimated \$30 million for public safety services (\$7 million per fiscal year), would result in a projected Measure G reserve balance of \$50 million at June 30, 2029. We strongly encourage the additional use of Measure G funds, while they are available and while economic conditions support it.

Accordingly, we recommend a greater use of Measure G funds for the 5-year Capital Improvement Program by allocating certain spending from the General Fund to Measure G funds. Specifically, we suggest the \$2 million dollar per year Pavement Management Street Improvements (\$10 million in total) be earmarked from Measure G funds/reserves. Also, we suggest accelerating the \$3 million payment for the Phase III Public Safety Camera System expenditure in Fiscal Year 2025/26, to Fiscal Year 2024/25. We lastly suggest designating an additional use of Measure G funds for both the Maintenance and Operations Yard (which is currently projected to use \$4 million of General Funds in addition to \$4.4 million in Measure G funds), and the Fritz Burns Park Improvements (which is currently projected to use \$2 million of General Funds in addition to \$2.5 million of Measure G Funds).

These suggestions utilize an additional \$16 million of Measure G funds/reserves for our Capital Improvement Program over the next 5 fiscal years, reducing the projected Measure G Reserve balance at June 30, 2029 of \$50 million to \$35 million. This balance could be utilized for long-term capital projects discussed at the recent Community Workshop such as addressing the Imperial Irrigation District (IID) lease expiration and equipment needs and plan to underground utilities.

CITY OF LA QUINTA CAPITAL IMPROVEMENT PROGRAM REVENUE SUMMARY

					Community			Maintenance				
		G	eneral Fund	Measure G	/Cultural	SB 1 Road	DIF	and Facilities		Other	Other	
Project #	Project Description		Operating	Sales Tax	Center DIF	Maint/Rehab	Transportation	DIF	Measure A	Revenue	Revenue Source	Total
	•											
	2024/2025											
2425ADA	ADA Accessible Ramps - Various Locations		20,000							50.000		20,000
2425CPM	Citywide Preventative Maintenance Plan Improvements			0.000.000						50,000	Equip Replacement Fund	50,000
2425PMP	Pavement Management Plan Street Improvements		2,000,000	2,000,000								2,000,000
2425STI	Sidewalks - Various Locations		55,000						225 000			55,000
2425TMI	Citywide Traffic Signal Maintenance Improvements		477.000						235,000	2 000 000	Earmark Funding 2025	235,000
2425DRA	Citywide Drainage Enhancements		477,000				400.000			2,000,000	Earmark Funding 2025	2,477,000
201702 201804	Developer Reimbursement for DIF Eligible Improvements Landscape and Lighting Median Island Improvements		500,000				400,000					400,000 500,000
201805	Maintenance and Operations Yard		500,000 500,000	400,000	900.000			100,000				1,000,000
201901	Cultural Campus		000,000	1,000,000	500,000			100,000				1,500,000
201905	Highway 111 Corridor Area Plan Implementation (for 2022-25)			3,050,000	300,000	950,000				4 000 000	Earmark Funding 2024	8,000,000
202101	Dune Palms Pavement Rehabilitation (Miles Avenue to Fred Wa	aring Drive)		0,000,000		000,000			200,000	4,000,000	Larmant analing 2021	200,000
202102	Fritz Burns Park Improvements	aring Brive)	2,000,000	2,500,000	4.500.000				200,000	500 000	Reprogram project 202304	5,000,000
202205	Avenue 50 Widening Improvements (Jefferson Street to Madisc	on Street)	2,000,000	2,000,000	.,,		579,109			000,000	rtoprogram project 20200 i	579,109
202401	Avenue 50 Sidewalk Improvements (Washington Street to Aven	·					213,133		400,000			400,000
202402	Washington Street Sidewalk Improvements (Calle Tampico to A	,				478,000			100,000		Reprogram of 23/24 SB1 funds	478,000
202403	Cove Area Slurry Seal Improvements Phase 1								950,000			950,000
202404	City Hall Drainage Improvements		1,000,000									1,000,000
202405	Citywide Miscellaneous ADA Improvements		, ,							175,000	CDBG	175,000
202406	Citywide Miscellaneous Concrete Improvements		1,000,000							-,		1,000,000
202407	Citywide Dog Park Improvements		• •	500,000						1,000,000	Reprogram project 202310	1,500,000
202408	Village Parking Lot Utility Undergrounding		500,000	·						· ·	,	500,000
202409	Welcome Center Improvements		·	750,000								750,000
202410	Avenue 52 at Jefferson Street Roundabout Improvements						600,000					600,000
202411	SilverRock Way Slurry Seal Improvements								500,000			500,000
202505	Phase III Public Safety Camera System			3,000,000								
		FY 2024/2025 SUBTOTAL:	8,052,000	8 ,200,000	500,000	1,428,000	1,579,109	100,000	2,285,000	7,725,000		29,869,109
			3,552,000	15,700,000								32,869,109
	2025/2026											
2526ADA	ADA Accessible Ramps - Various Locations		20,000									20,000
	Citywide Preventative Maintenance Plan Improvements									50,000	Equip Replacement Fund	50,000
2526PMP	Pavement Management Plan Street Improvements		2,000,000	2,000,000)							2,000,000
2526STI	Sidewalks - Various Locations		55,000									55,000
2526TMI	Citywide Traffic Signal Maintenance Improvements								235,000			235,000
2425DRA	Citywide Drainage Enhancements		477,000				400.000					477,000
201702	Developer Reimbursement for DIF Eligible Improvements		500.000				400,000					400,000
201804	Landscape and Lighting Median Island Improvements		500,000	4 000 000								500,000
201805	Maintenance and Operations Yard		3,500,000	4,000,000	7,500,000							7,500,000
201905	Highway 111 Corridor Area Plan Implementation			1,000,000					F00 000			1,000,000
202501	Citywide Striping Refresh								500,000			500,000
202502	Highway 111/Simon Drive Dual Left Turn Lanes					050 000			723,850			723,850
202503	Cove Area Slurry Seal Improvements Phase 2	ms Stroot)				950,000			510 617			950,000
202504 202505	Avenue 47 Pavement Rehabilitation (Washington Street to Ada Phase III Public Safety Camera System	ins succij		3,000,000					512,617			512,617 3,000,000
202505 202506	Washington Street at Lake La Quinta Drive (New Traffic Signal)			3,000,000			430,000					430,000
202507	Francis Hack Lane Pavement Rehabilitation (Avenida Bermuda						430,000		580,000			580,000
202508	Corporate Centre Drive Gap Closure	5 to 541-26-546/					1,000,000		300,000			1,000,000
202509	5-Year PMPUpdate						1,000,000		75,000			75,000
202000	o real rivir opacio								70,000			70,000
		FY 2025/2026 SUBTOTAL:	6,552,000	8,000,000	0	950,000	1,830,000		2,626,467	50,000		20,008,467
		-	1,052,000	10,500,000	·)	,	, ,,==,		, , -	,		17,008,467
_	2026/2027											
2627ADA	ADA Accessible Ramps - Various Locations		20,000									20,000
2627CPM	Citywide Preventative Maintenance Plan Improvements									50,000	Equip Replacement Fund	50,000
	Pavement Management Plan Street Improvements		2,000,000	2,000,000								2,000,000
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CITY OF LA QUINTA CAPITAL IMPROVEMENT PROGRAM REVENUE SUMMARY

Project #	Project Description		General Fund Operating	Measure G Sales Tax	Community /Cultural Center DIF	SB 1 Road Maint/Rehab	DIF Transportation	Maintenance and Facilities DIF	Measure A	Other Revenue	Other Revenue Source	Total
Project #	Sidewalks - Various Locations		<u>·</u>	Jaies Tax	Oenter Dir	Wallionellab	Transportation	Dii	Wiedsule A	- INEVERIUE		
2627511 2627TMI	Citywide Traffic Signal Maintenance Improvements		55,000						235,000			55,000 235,000
2627DRA	Citywide Traine Signal Maintenance Improvements Citywide Drainage Enhancements		477,000						233,000			477,000
201702	Developer Reimbursement for DIF Eligible Improvements		477,000				400,000	<u> </u>				400,000
201804	Landscape and Lighting Median Island Improvements		500,000				+00,000	<u> </u>				500,000
201905	Highway 111 Corridor Area Plan Implementation		000,000	1,000,000								1,000,000
202601	North La Quinta Slurry Seal Improvements/Pavement Repair			.,000,000					1,500,000			1,500,000
202602	Citywide Arterial Slurry Seal Improvements					1,000,000			, ,			1,000,000
_	,					•						<u>, , , , , , , , , , , , , , , , , , , </u>
		FY 2026/2027 SUBTOTAL:	3,052,000 1,052,000	1,000,000 3,000,000	0	1,000,000	400,000		1,735,000	50,000		7,237,000
	2027/2028											
2728ADA	ADA Accessible Ramps - Various Locations		20,000									20,000
2728CPM	· · · · · · · · · · · · · · · · · · ·									50,000 Eq	uip Replacement Fund	50,000
2728PMP	Pavement Management Plan Street Improvements		2,000,000	2,000,000								2,000,000
2728STI	Sidewalks - Various Locations		55,000						005 000			55,000
2728TMI	Citywide Traffic Signal Maintenance Improvements		477.000						235,000			235,000
2728DRA	Citywide Drainage Enhancements		477,000				400.000	<u> </u>				477,000
201702 201804	Developer Reimbursement for DIF Eligible Improvements Landscape and Lighting Median Island Improvements		500,000				400,000					400,000 500,000
201905	Highway 111 Corridor Area Plan Implementation		300,000	1,000,000								1,000,000
201903	Washington Street Pavement Rehabilitation Project (Sagebrush	Lane to Fred Waring Drive)		1,000,000		994,367			2,000,000			2,994,367
202701	vvacriingtori otroct i avoiriorit i toriabilitation i Tojoct (eagobrach	Lane to Fred Waring Brive)				001,007			2,000,000			2,001,001
		FY 2027/2028 SUBTOTAL:	3,052,000 1,052,000	1,000,000 3,000,000	0	994,367	400,000		2,235,000	50,000		7,731,367
	2028/2029											
2829ADA	ADA Accessible Ramps - Various Locations		20,000									20,000
2829CPM	,									50,000 Eq	uip Replacement Fund	50,000
2829PMP	, i		2,000,00 0	2,000,000)							2,000,000
2829STI	Sidewalks - Various Locations		55,000									55,000
2829TMI	Citywide Traffic Signal Maintenance Improvements								235,000			235,000
2829DRA	Citywide Drainage Enhancements		477,000				400.000					477,000
201702	Developer Reimbursement for DIF Eligible Improvements		500,000				400,000					400,000
201804	Landscape and Lighting Median Island Improvements		500,000	1 000 000								500,000
201905	Highway 111 Corridor Area Plan Implementation	Long to Fred Waring Drive		1,000,000		000 053			1 005 500			1,000,000
202701	Washington Street Pavement Rehabilitation Project (Sagebrush	Lane to Fred Waning Drive)				998,053			1,995,502			2,993,555
		FY 2028/2029 SUBTOTAL:	3,052,000 1,052,000	1,000,000 3,000,000	0	998,053	400,000		2,230,502	50,000		7,730,555
	TOTAL FISCAL YEARS	3 2024/25 THROUGH 2028/29:	23,760,000 7,760,000	19,200,000 35,200,000	500,000	5,370,420	4,609,109	100,000	11,111,969	7,925,000		72,576,498