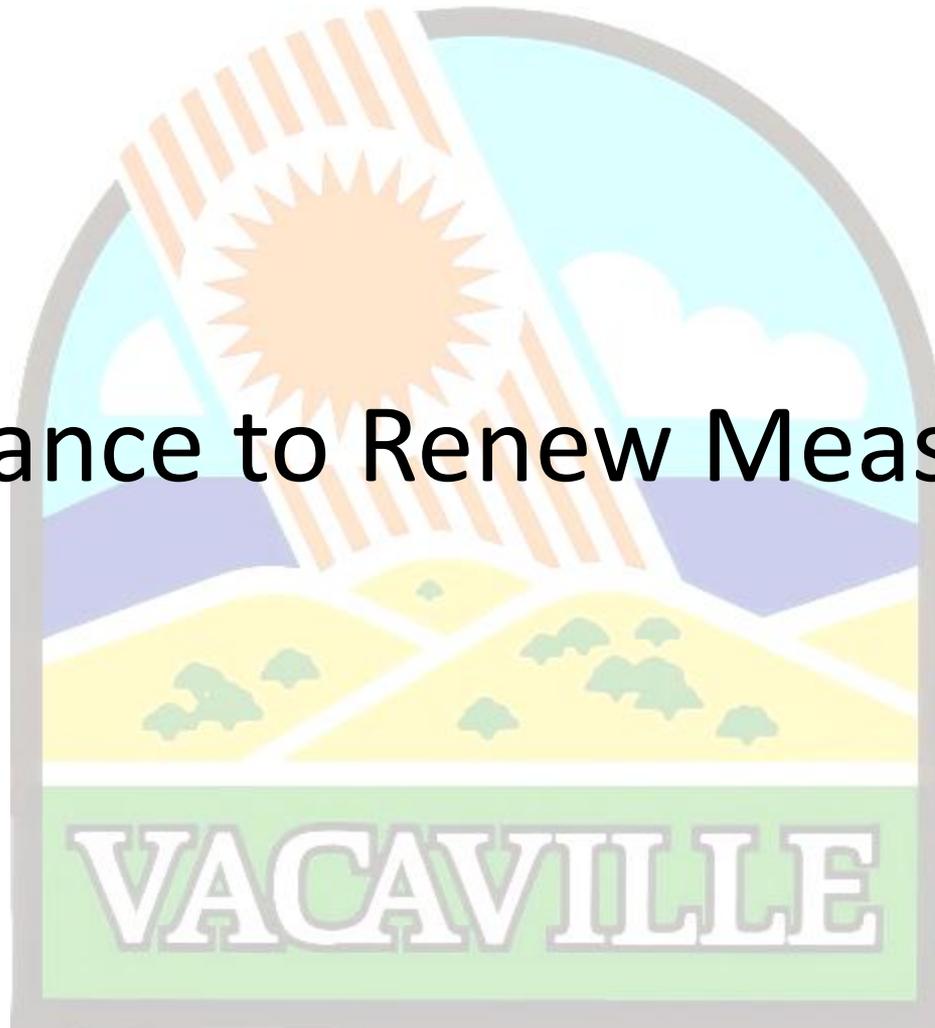


Ordinance to Renew Measure I



June 26, 2012

History

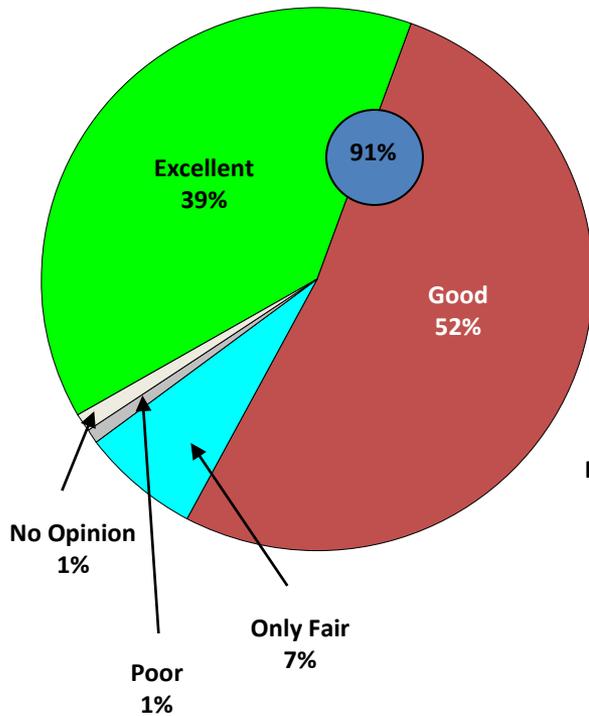
- Measure I was passed by the voters in 1988 as a general tax to provide support to the City of Vacaville
- Measure I expires in December 2013
- Measure I is an excise tax charged as follows:
 - \$58 per year to all residents
 - A per employee charge on business licenses
 - A 2% transient occupancy tax at all local hotels/motels

History, Continued

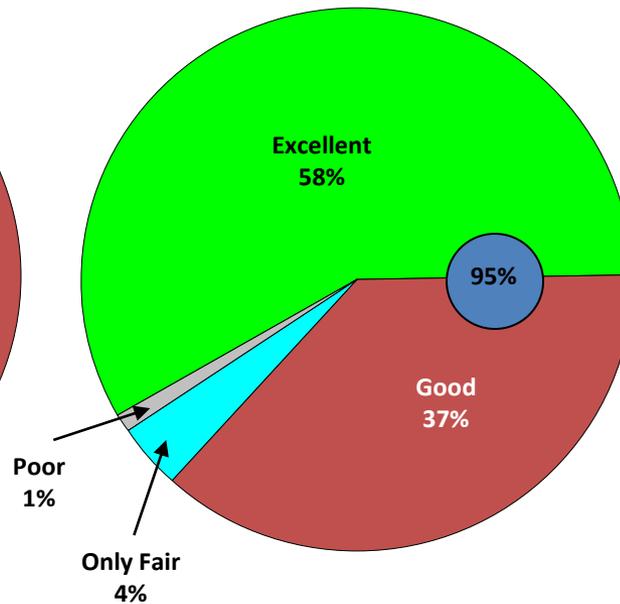
- Why a General Tax?
 - Simple majority required vs. 2/3 vote
- January 2012- Council approved a resolution stating their intent to consider renewal of Measure I
- March 2012 - A poll was conducted to assess community views
- April 2012 - Results of poll were presented to the Council

Rating Vacaville as a Place to Live

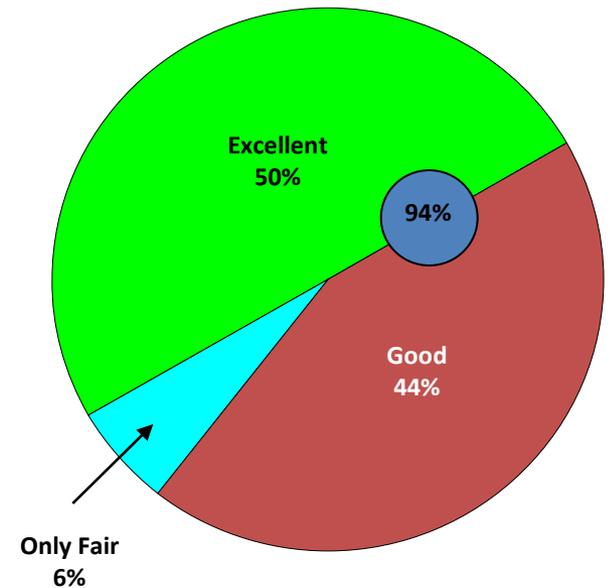
January 2000



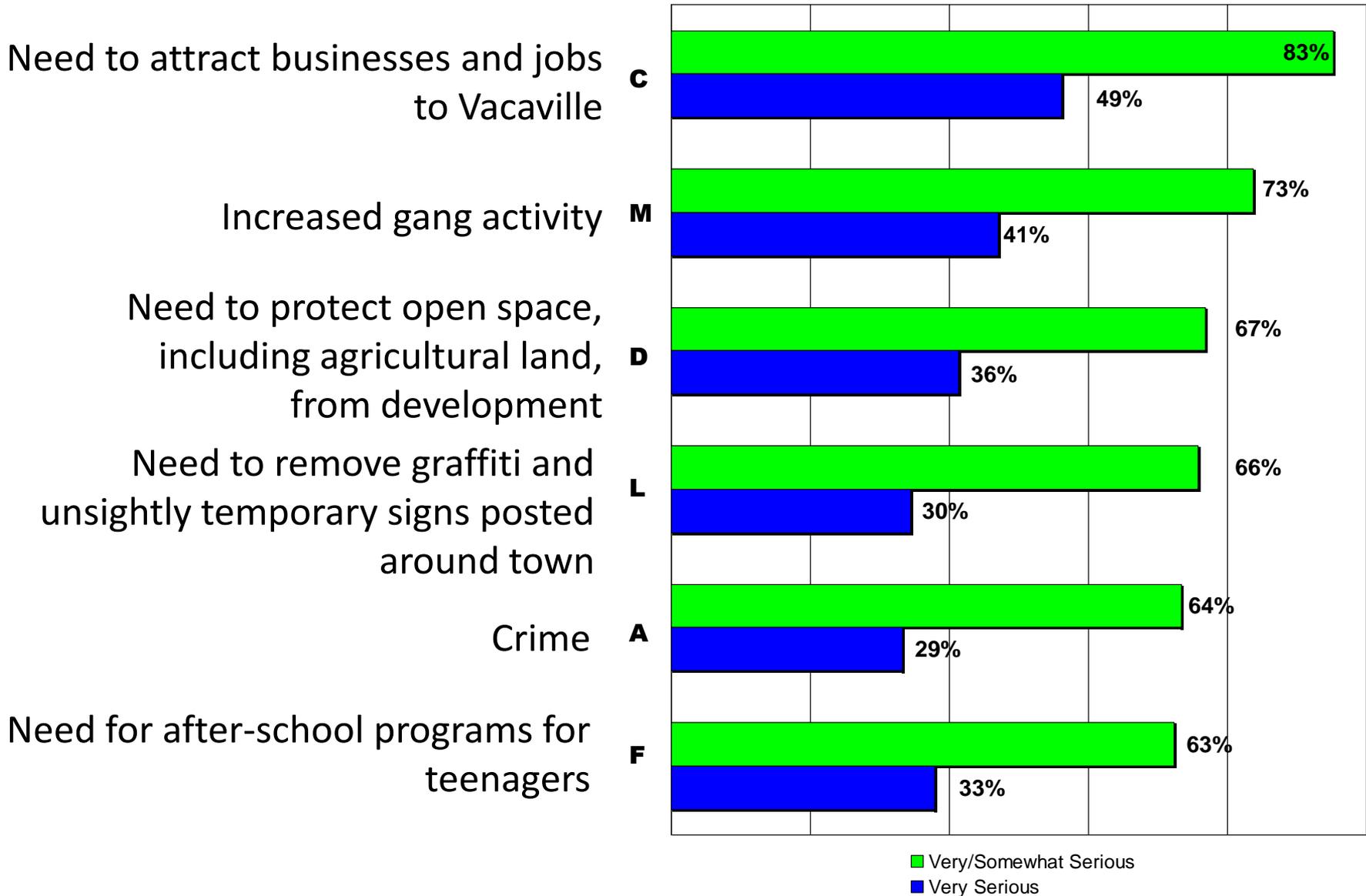
July 2005



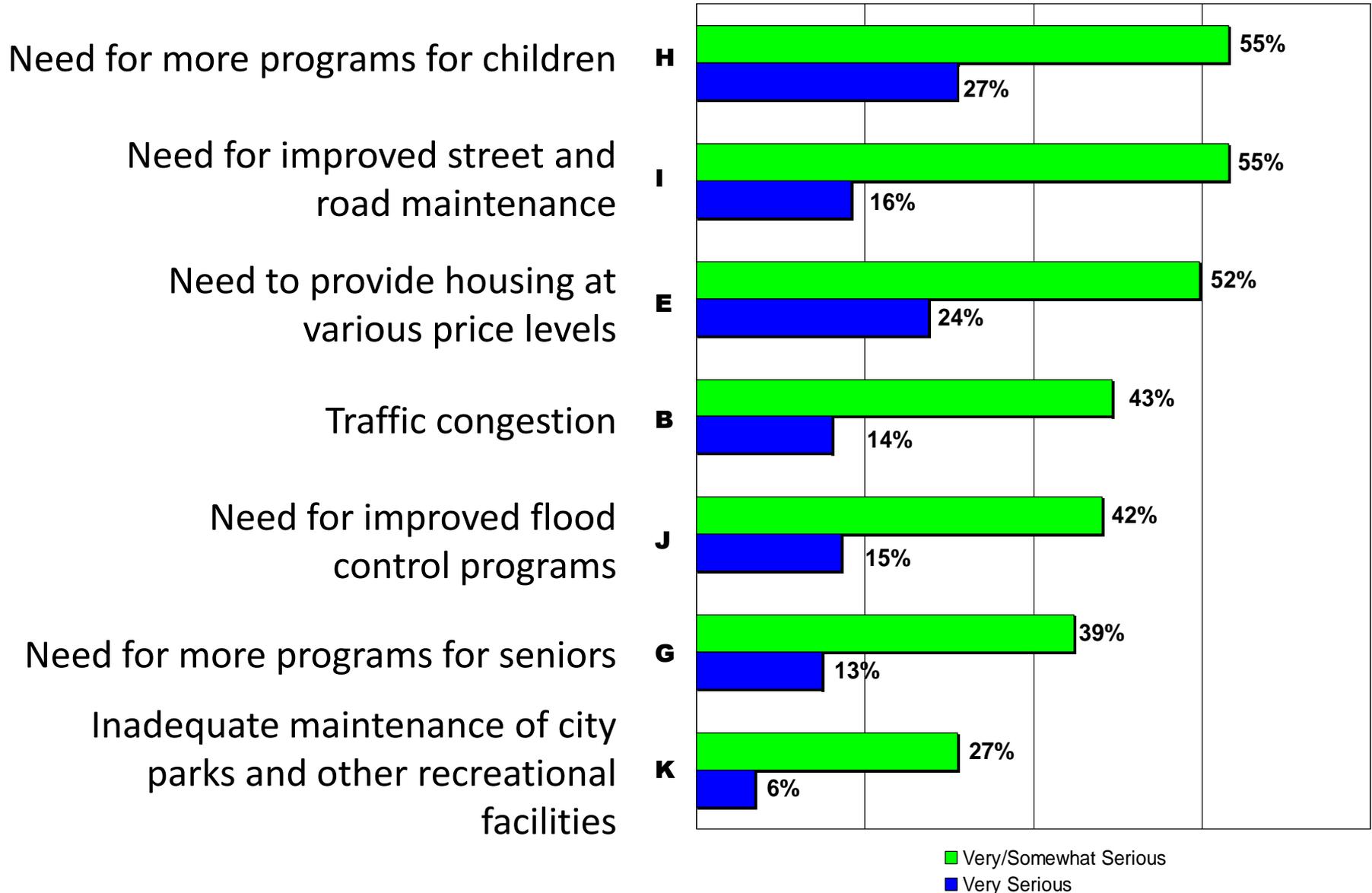
March 2012



6 Most Serious Problems Facing Vacaville Today

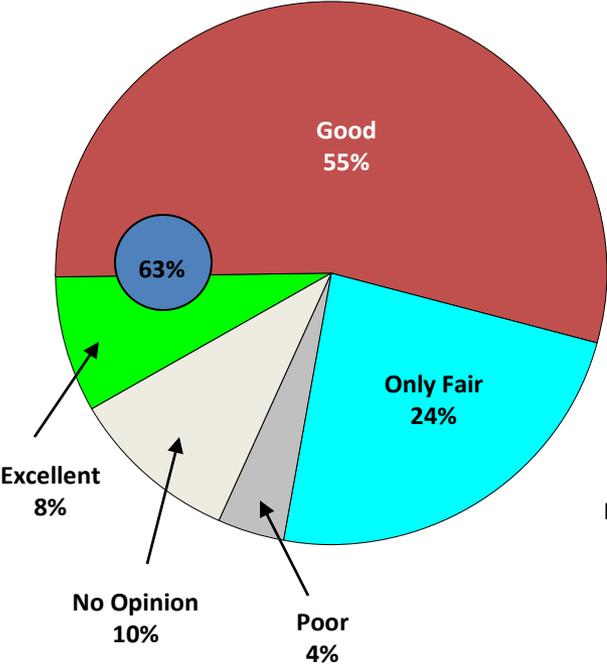


Seriousness of 7 Other Problems Facing Vacaville Today

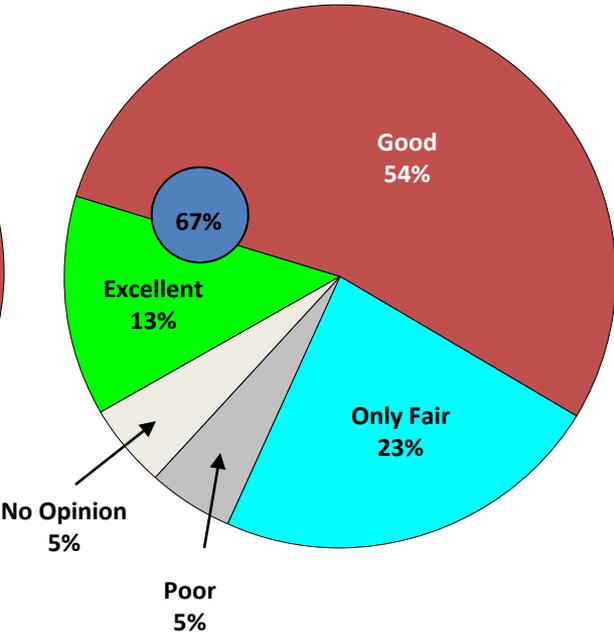


Overall Job Rating for Vacaville City Council

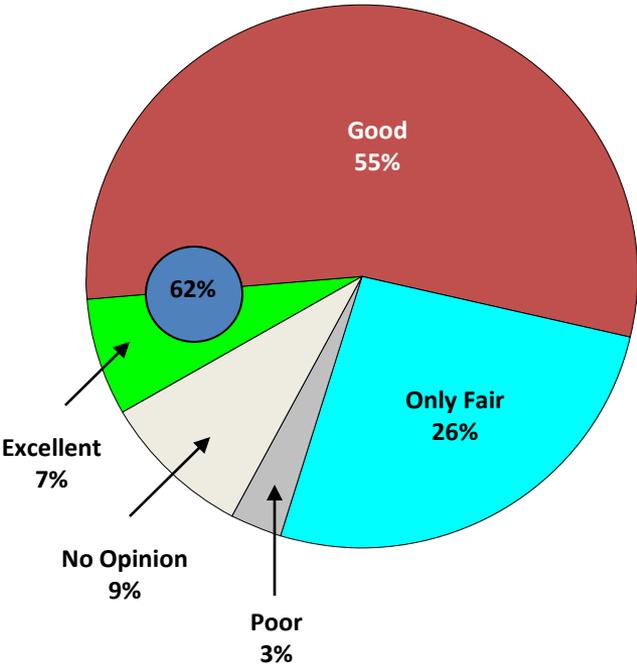
January 2000



July 2005

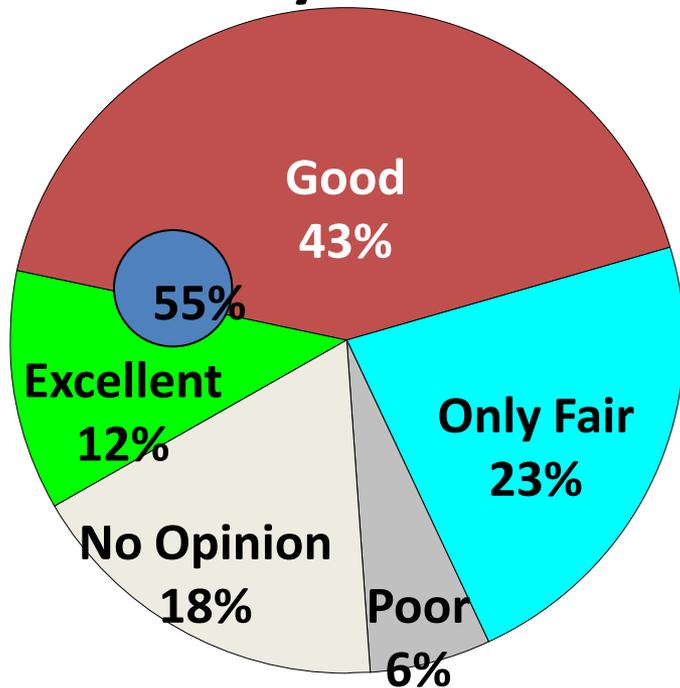


March 2012

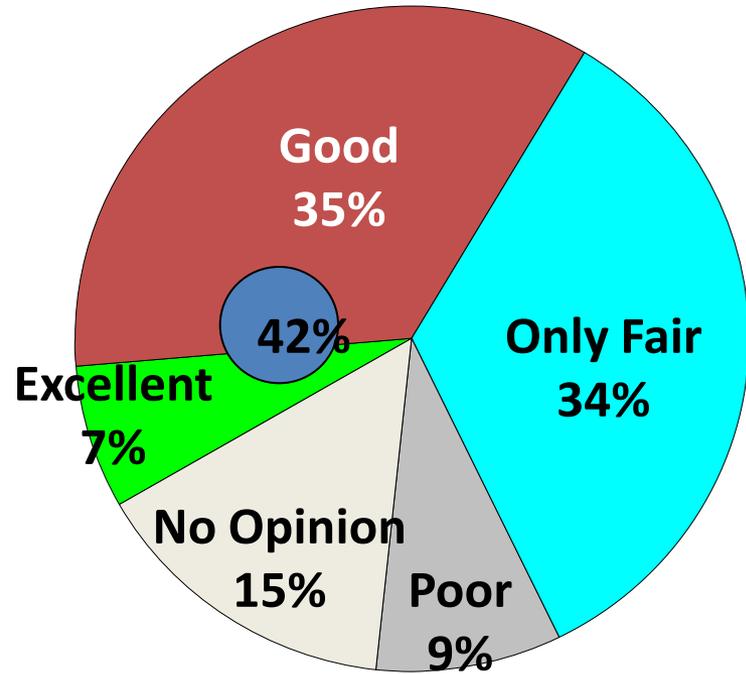


Job Rating for How City Council Has Handled Budget Deficits

July 2005

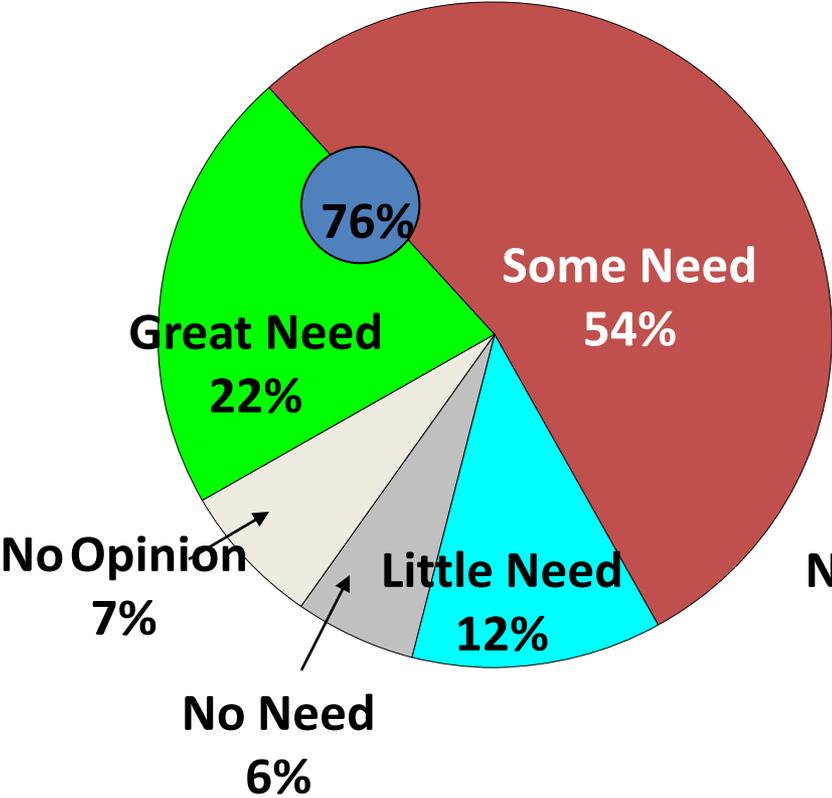


March 2012

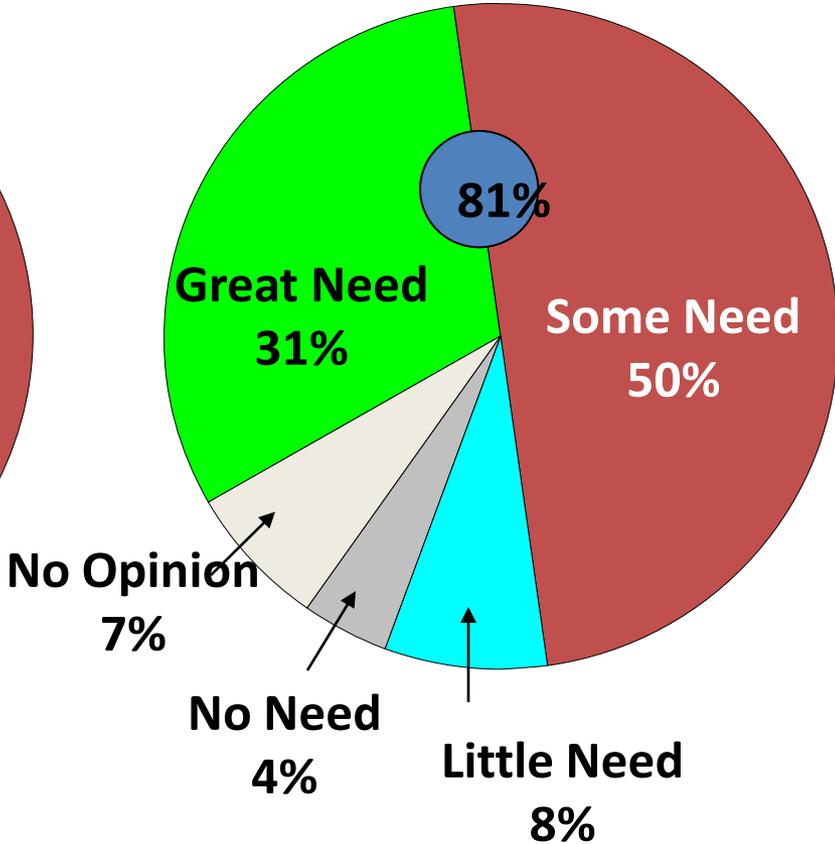


Need for More Money for City of Vacaville

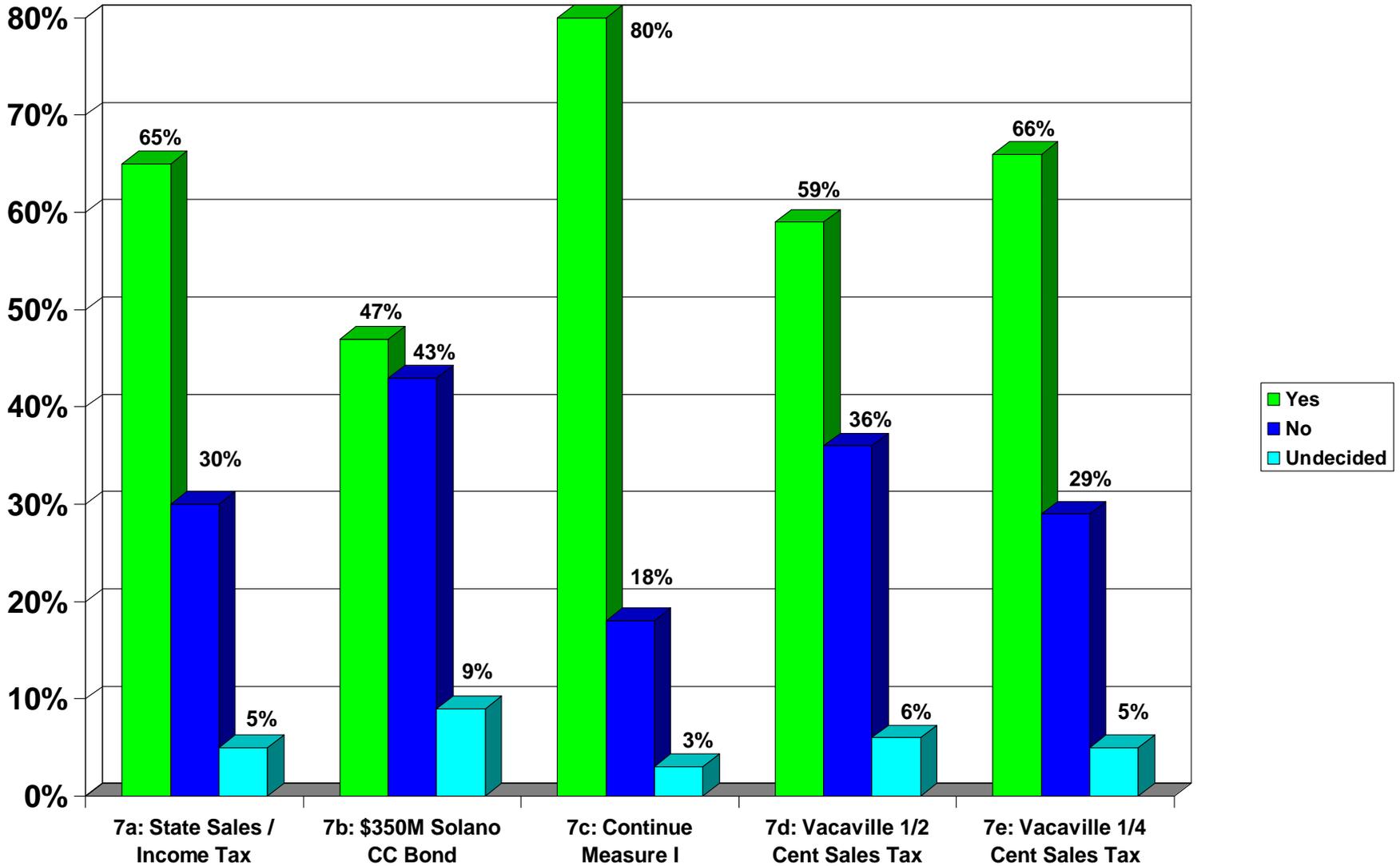
July 2005



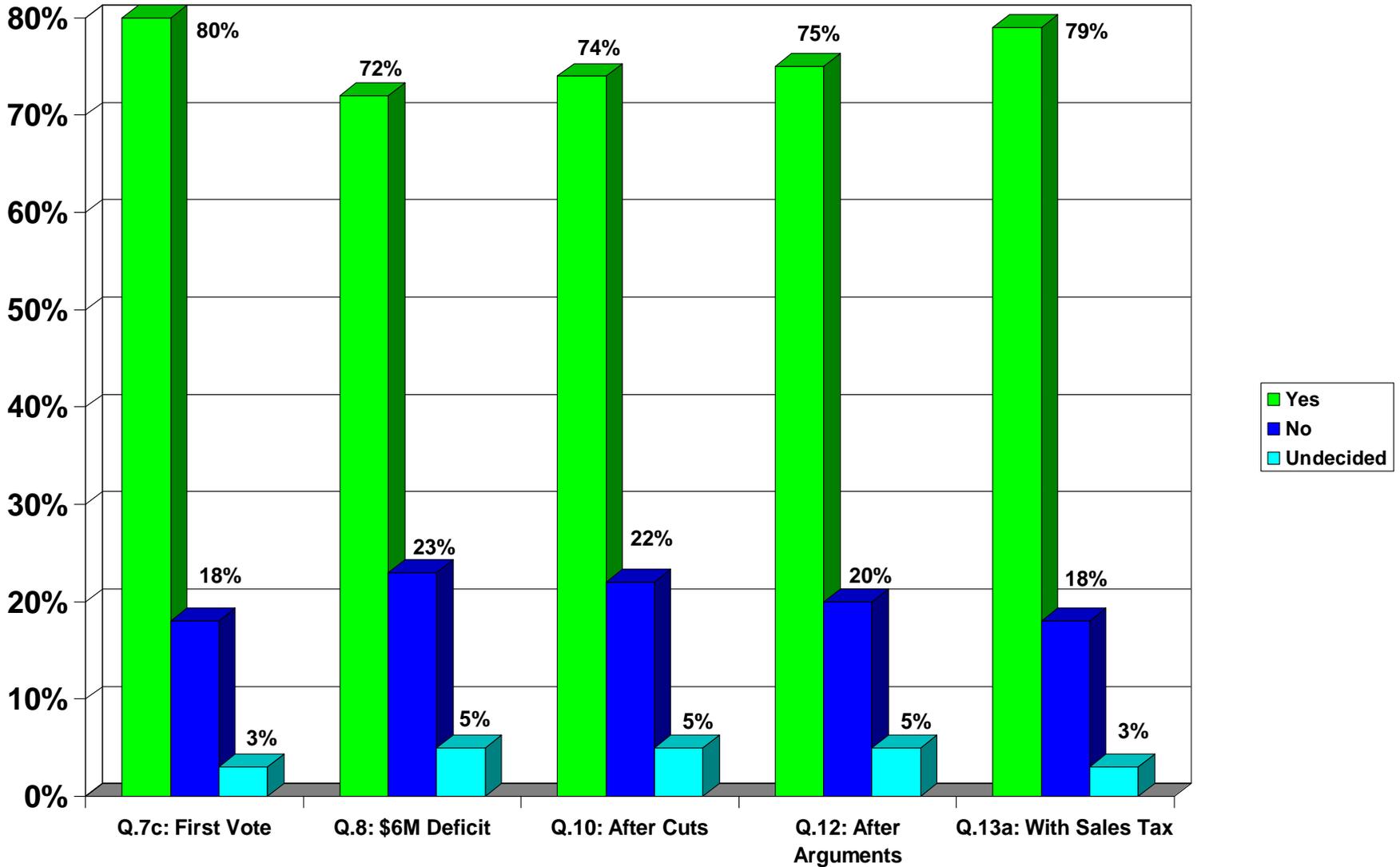
March 2012



Votes on Possible November Ballot Measures



5 Votes On Continuing Measure I



What could Measure I Funds Pay For?

- Measure I funds, if approved, would continue to be locally collected and retained in the City's General Fund budget
- Funds could be used to continue funding for programs and services such as the Vacaville Performing Arts Theater, Parks Maintenance, Street Maintenance, Library Operations and other activities as directed by the City Council

What if Measure I Is not Renewed?

Debt Service on UCC Project	\$1,200,548
Library Subsidy	\$ 150,000
Vacaville Performing Arts Theater	\$ 256,234
Park Maintenance	\$ 256,234
Street Maintenance	<u>\$ 371,096</u>
Total:	\$2,234,112

What if Measure I Is not Renewed?

Debt Service on UCC Project	\$1,200,548
Library Subsidy	\$ 150,000
Vacaville Performing Arts Theater	\$ 256,234
Park Maintenance	\$ 256,234
Street Maintenance	<u>\$ 371,096</u>
Total:	\$1,033,564

What if Measure I Is not Renewed?

Library Subsidy	\$ 150,000
Vacaville Performing Arts Theater	\$ 256,234
Park Maintenance	\$ 256,234
Street Maintenance	<u>\$ 371,096</u>
Total:	\$ 883,564

Total loss to City General Fund is **\$883,564**

Total loss to Libraries is **\$150,000**

General Fund Forecast

	<i>Projected</i> <u>2011/12</u>	<i>Projected</i> <u>2012/13</u>	<i>Projected</i> <u>2013/14</u>	<i>Projected</i> <u>2014/15</u>	<i>Projected</i> <u>2015/16</u>
Operating revenue	\$ 55,966,161	\$ 58,539,869	\$ 60,446,899	\$ 60,673,002	\$ 62,554,846
Operating expenditures	(59,259,956)	(63,811,271)	(63,251,296)	(64,537,085)	(65,898,120)
Net operating	(3,293,795)	(5,271,402)	(2,804,397)	(3,864,084)	(3,343,274)
Net transfers in(out)	2,134,164	245,761	93,649	208,278	328,483
One-time revenues & adjustments	856,598	750,000	350,000	0	0
One-time RDA Revenue	1,469,787	2,900,000			
Increase (decrease) for the year	1,166,754	(1,375,641)	(2,360,748)	(3,655,805)	(3,014,791)
Beginning emergency reserve	4,368,012	5,534,766	4,159,124	1,798,377	(1,857,429)
Ending emergency reserve	<u>\$ 5,534,766</u>	<u>\$ 4,159,124</u>	<u>\$ 1,798,377</u>	<u>\$ (1,857,429)</u>	<u>\$ (4,872,220)</u>
Balance as % of operating expenditures	<u>9.3%</u>	<u>6.5%</u>	<u>2.8%</u>	<u>-2.9%</u>	<u>-7.4%</u>

Measure I Continued

	<i>Projected 2011/12</i>	<i>Projected 2012/13</i>	<i>Projected 2013/14</i>	<i>Projected 2014/15</i>	<i>Projected 2015/16</i>
Operating revenue	\$ 55,966,161	\$ 58,539,869	\$ 61,658,451	\$ 62,952,018	\$ 64,856,652
Operating expenditures	(59,259,956)	(63,811,271)	(63,251,296)	(64,537,085)	(65,898,120)
Net operating	(3,293,795)	(5,271,402)	(1,592,845)	(1,585,067)	(1,041,467)
Net transfers in(out)	2,134,164	245,761	93,649	208,278	328,483
One-time revenues & adjustments	856,598	750,000	350,000	0	0
One-time RDA Revenue	1,469,787	2,900,000			
Increase (decrease) for the year	1,166,754	(1,375,641)	(1,149,195)	(1,376,789)	(712,985)
Beginning emergency reserve	4,368,012	5,534,766	4,159,124	3,009,929	1,633,140
Ending emergency reserve	\$ 5,534,766	\$ 4,159,124	\$ 3,009,929	\$ 1,633,140	\$ 920,155
Balance as % of operating expenditures	9.3%	6.5%	4.8%	2.5%	1.4%

Recommendation:

- By title only, to introduce the subject ordinance (first reading)

Questions?