



**FISCAL YEAR 2025
BUDGET WORKSHOP**

May 3, 2024



Budget Team

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Department Heads

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**TOGETHER
WE
CAN!**

Workshop Outline

- Introduction and Overview
- Fiscal Year 2024-2025 Preliminary Budget (July 2024-June 2025)
- 5 Year Forecast
- Capital Improvement Program (CIP)
- Public Comment
- City Council Discussion and Direction



Process and Schedule

- May 3 – Workshop / Presentation of Preliminary Budget
- May 21 – Presentation of Proposed Budget
- June 4 – Adoption of FY 2024-25 Budget

FY 2025 Budget and Fiscal Health

- Forecasted use of unassigned fund balance
- Strengthened focus on economic development projects/programs
- Expand revenues to meet growing expenditures





FY25 Preliminary Budget All Funds



Revenues & Expenditures All Funds FY25 Preliminary

FUND TYPE	FY 25 Prelim Revenue	FY 25 Prelim Expenditures	Gain/(Use) of Fund Bal
General Fund	69,934,759	76,743,294	(6,808,535)
Housing/CDBG Funds	20,002,741	19,792,738	210,003
Internal Service Funds	17,026,822	16,038,091	988,731
Sewer Service Fund	11,812,000	14,066,843	(2,254,843)
Other	8,715,798	9,005,871	(290,073)
Pension Obligation Bonds	5,800,767	5,800,767	-
Library/Parks Funds	4,891,605	4,891,605	-
Total All Funds	\$138,184,492	\$146,339,209	(8,154,717)



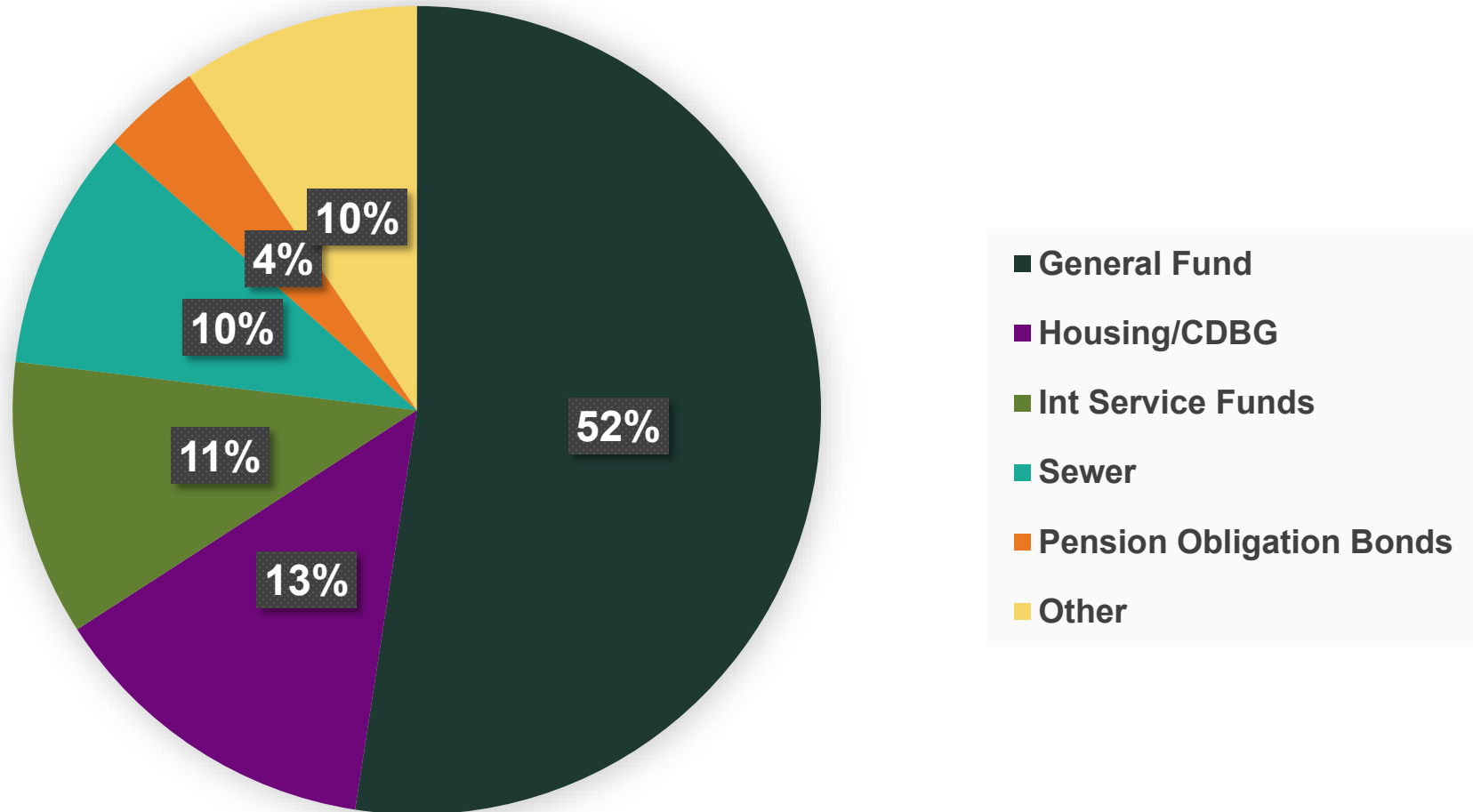
Total Operating & Capital Budget FY 25 Preliminary vs FY 24 Adopted

	<u>FY 25 Preliminary</u>	<u>FY 24 Adopted</u>	<u>Change</u>
All Funds			
All Revenues	\$138,184,502	\$135,135,486	\$3,049,016
All Expenditures	146,339,209	140,407,552	5,931,657
Gain/(Use) of Fund Balances	\$ (8,154,717)	\$ (5,272,066)	



Expenditure by Fund

FY25 Preliminary Expenditures by Fund Type





General Fund



Preliminary Budget Summary

Fiscal Year 2025

GENERAL FUND

	FY 25 Preliminary	FY 24 Adopted	Change
Total Revenues	\$ 69,929,269	\$ 67,752,029	\$ 2,177,240
Transfers In	5,500	2,005,500	(2,000,000)
Expenditures	73,419,245	67,804,270	5,614,975
Transfers Out	3,324,049	2,999,446	324,603
Fund Balance (Use) Gain	\$ (6,808,525)	\$ (1,046,187)	



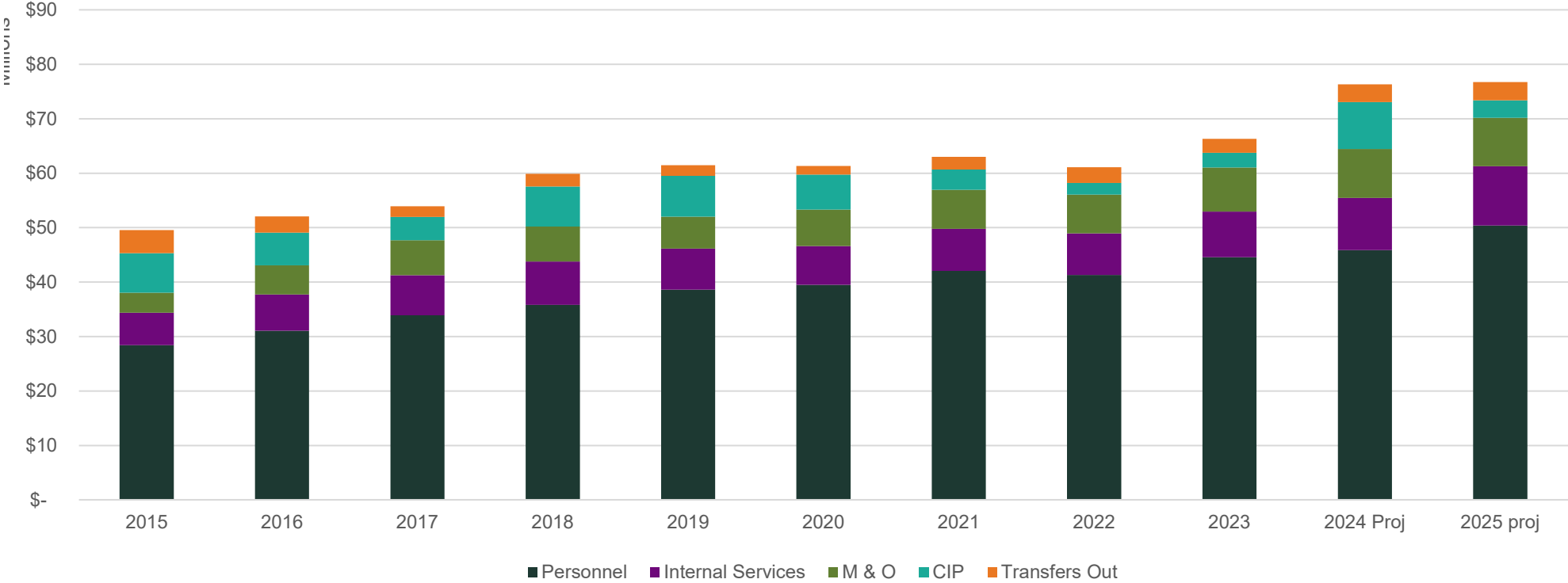
Expenditures FY 25 Preliminary vs FY 24 Adopted

GENERAL FUND

	FY 25 Preliminary	FY 24 Adopted	Change
Personnel Services	\$50,387,430	\$46,159,564	\$4,227,866
Maintenance & Operations	8,889,779	8,828,402	61,377
Capital Outlay	216,000	160,000	56,000
Capital Improvements (CIP)	3,000,000	3,150,000	(150,000)
Internal Service Charges and Reserves	10,926,036	9,506,304	1,419,732
Transfers Out	3,324,049	2,999,446	324,603
Total	\$76,743,294	\$70,803,716	\$5,939,578



Historical Expenditure Trends

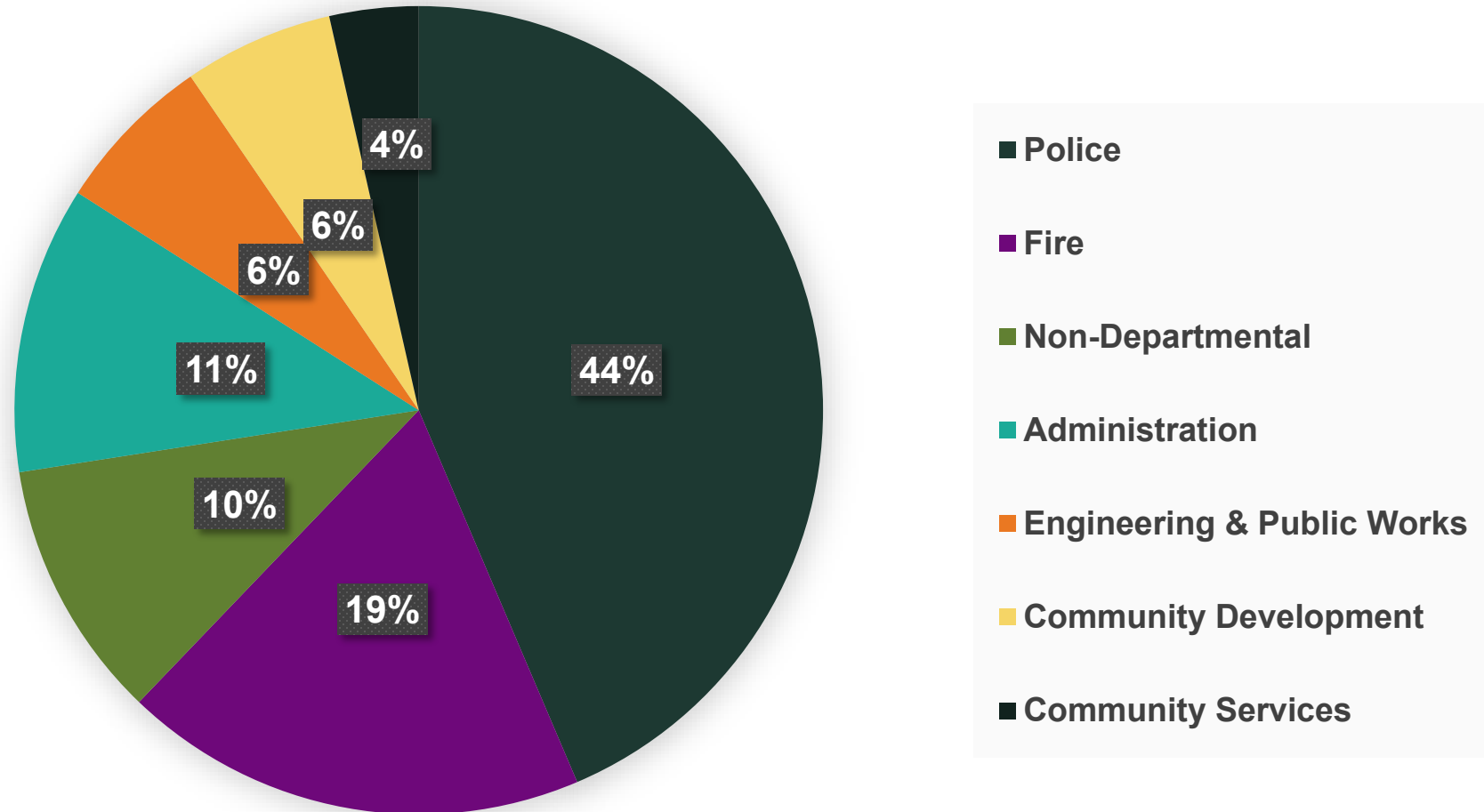


❖ Total personnel costs will comprise 65.7% of FY 25 General Fund expenditures



Expenditure by Department

FY25 General Fund Exp by Department



Revenues

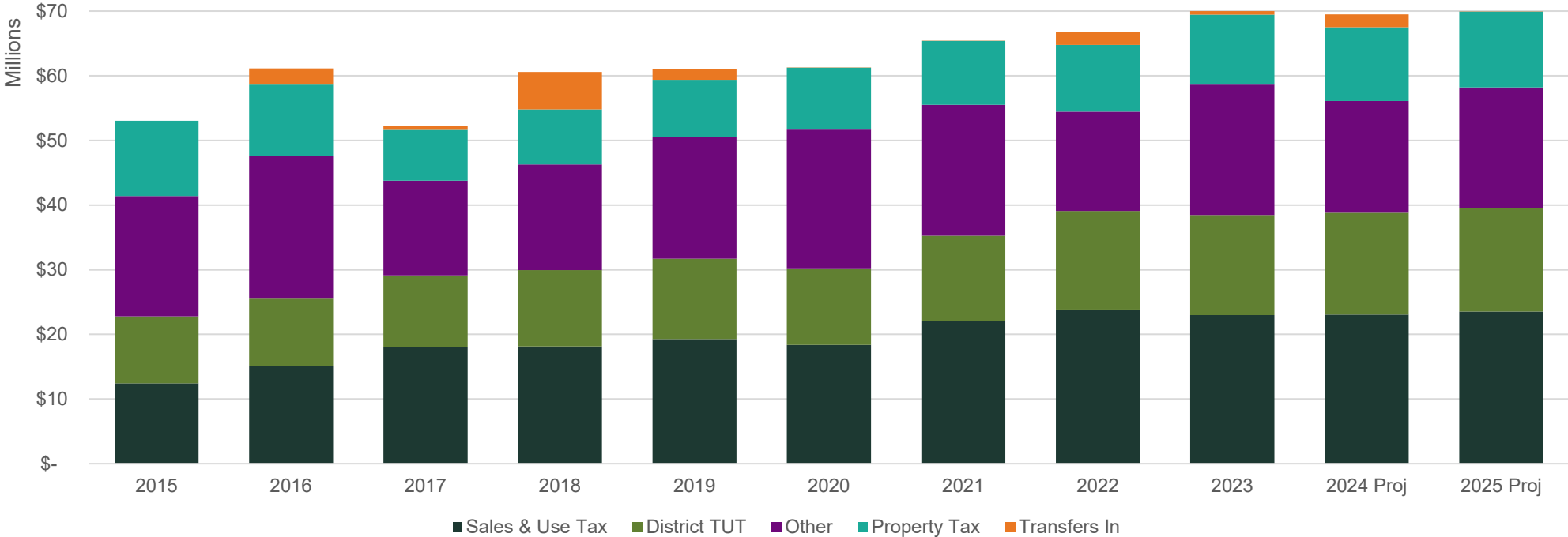
FY 25 Preliminary vs FY 24 Adopted

GENERAL FUND

	FY 25 Preliminary	FY 24 Adopted	Change
Sales Tax	\$23,546,598	\$23,394,000	(\$847,402)
District Transactions & Use Tax	15,951,000	15,004,000	947,000
Property Tax	2,698,756	2,598,287	100,469
Property Tax in Lieu of VLF	9,006,320	8,599,000	407,320
Other Revenues	18,726,595	17,156,742	1,569,853
Transfers In	5,500	2,005,000	(2,000,000)
Total	\$69,934,769	\$69,757,529	\$177,240



Historical Revenue Trends

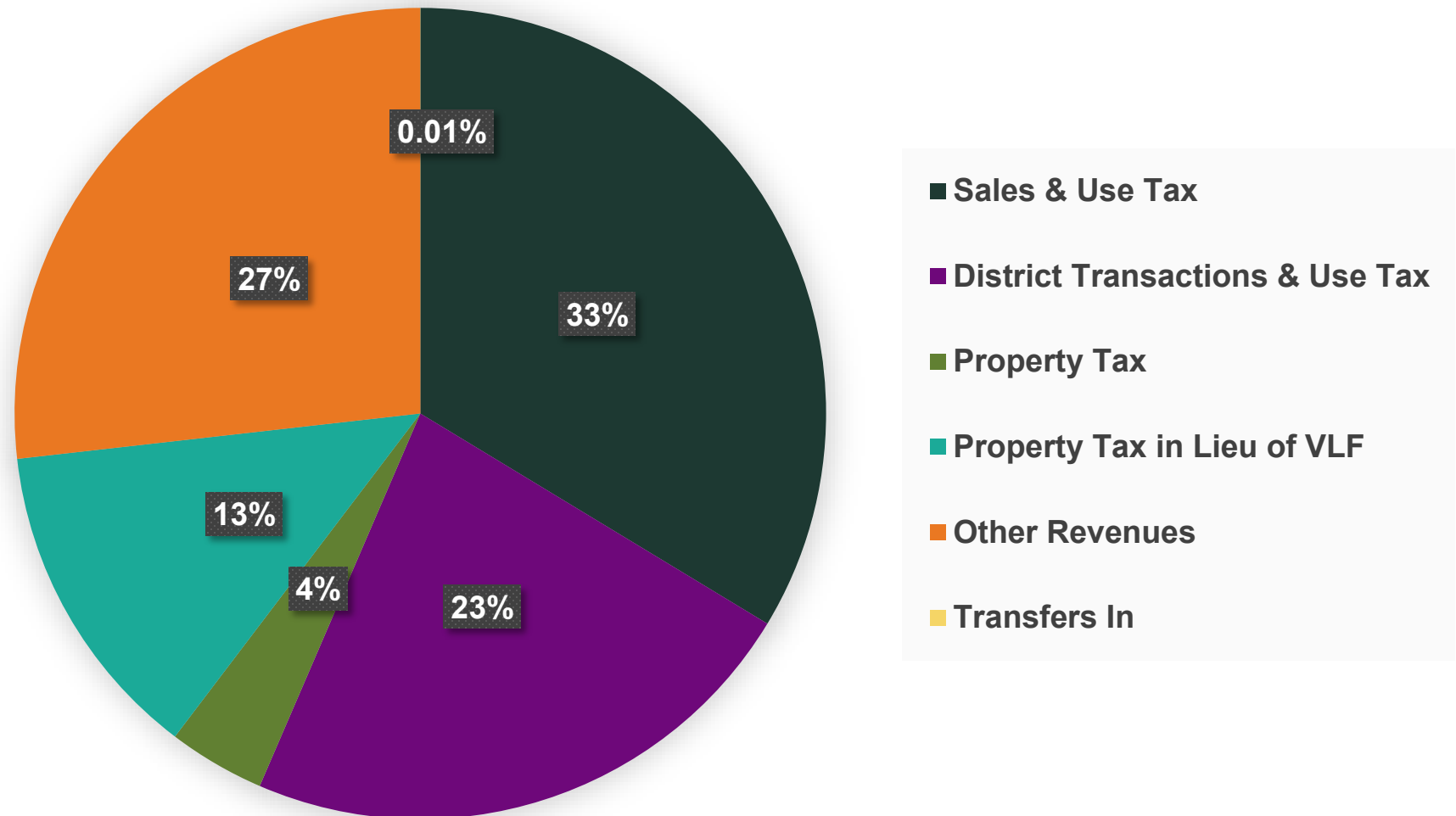


❖ Sales taxes (black) and District transaction & use taxes (green) are approximately 57% of projected FY 25 revenues, while property taxes (teal) about 17%



Source of Revenues

FY25 General Fund Revenue by Source



Impact on Unassigned Fund Balance Fiscal Year 2025

GENERAL FUND

Unassigned Fund Balance 6/30/2023*	\$23,100,000
FY24 - Mid-Year Projected Use/Gain	<u>(500,000)</u>
Projected Balance 6/30/2024	22,600,000
Estimated Use/Gain - FY25 Prelim Budget	<u>(6,808,525)</u>
Projected Unassigned Fund Balance 6/30/24	\$ 15,791,475



Unassigned Fund Balance FY2025

GENERAL FUND

Projected Balance 6/30/2024	\$ 22,600,000
10% Operating FY 2025 Expenditures	<u>7,500,000</u>
Estimated Amount Over Policy 201 Target	\$ 15,100,000





5 Year Financial Forecast



Fund Balance Categories

Non-spendable – amounts that cannot be spent because they are: 1) not in spendable form or 2) legally or contractually required to be maintained intact.

Restricted – resources that have spending constraints that are either 1) “externally” imposed or 2) imposed by law through constitutional provisions or enabling legislation.

Committed – amounts that have internally imposed restrictions mandated by formal action of the City Council.

Assigned – amounts that are constrained by the Council’s intent that they will be used for specific purposes. (Decision-making with regard to these amounts may be made by a committee or other governmental official.)

Unassigned – the “residual” fund balance for the General Fund. This residual amount of unassigned fund balance reflects the resources available for further appropriation and expenditure for general governmental purposes



Council Policy #201

GENERAL FUND UNASSIGNED FUND BALANCE

TARGET: 10% ANNUAL OPERATING BUDGET

- “Amounts in excess of the target level will be used to increase or replenish other reserves (with priority given to the Economic Contingency and Facilities Maintenance reserves), to set aside resources for specific one-time uses, or as a funding source for one-time expenditures included in the annual budget or for needs that arise subsequent to budget adoption.”



Current Reserves

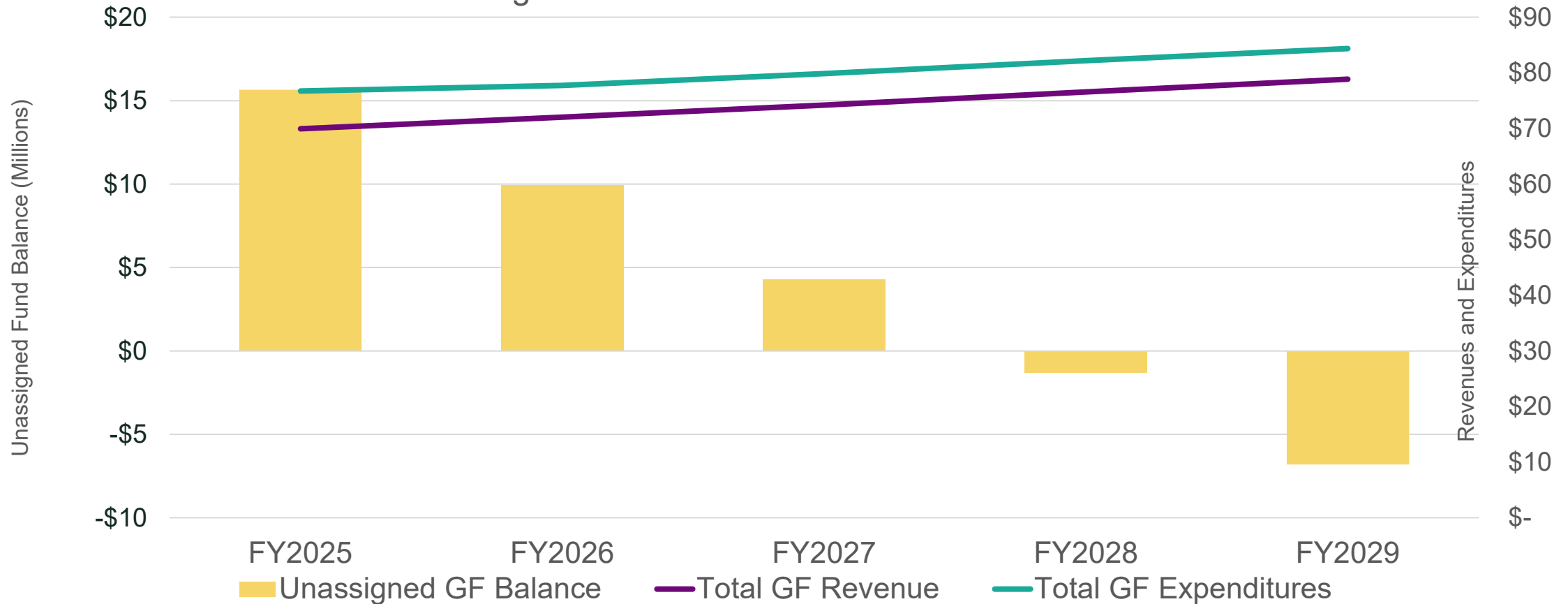
Reserves	Target	Balance**	Policy Level
Unassigned Fund Balance*	\$ 7,500,000	\$23,100,000	10% General Fund Op Bdgt
Economic Contingency Reserve*	\$ 15,000,000	\$ 12,800,000	20% General Fund Op Bdgt
Liability Reserve	\$ 13,599,000	\$ 16,827,000	80% confidence level
Facilities Maintenance*	\$ 3,375,000	\$ 2,880,000	4.5% General Fund exp
Vehicle Replacement	\$ 3,262,400	\$ 2,765,000	30% book value of vehicles
Pension Trust (115)	\$ 15,761,000	\$ 6,668,500	2 years UAL payments
OPEB Trust	\$ 3,866,000	\$ 3,267,900	80% OPEB liability

* Based on estimated \$75M operating budget

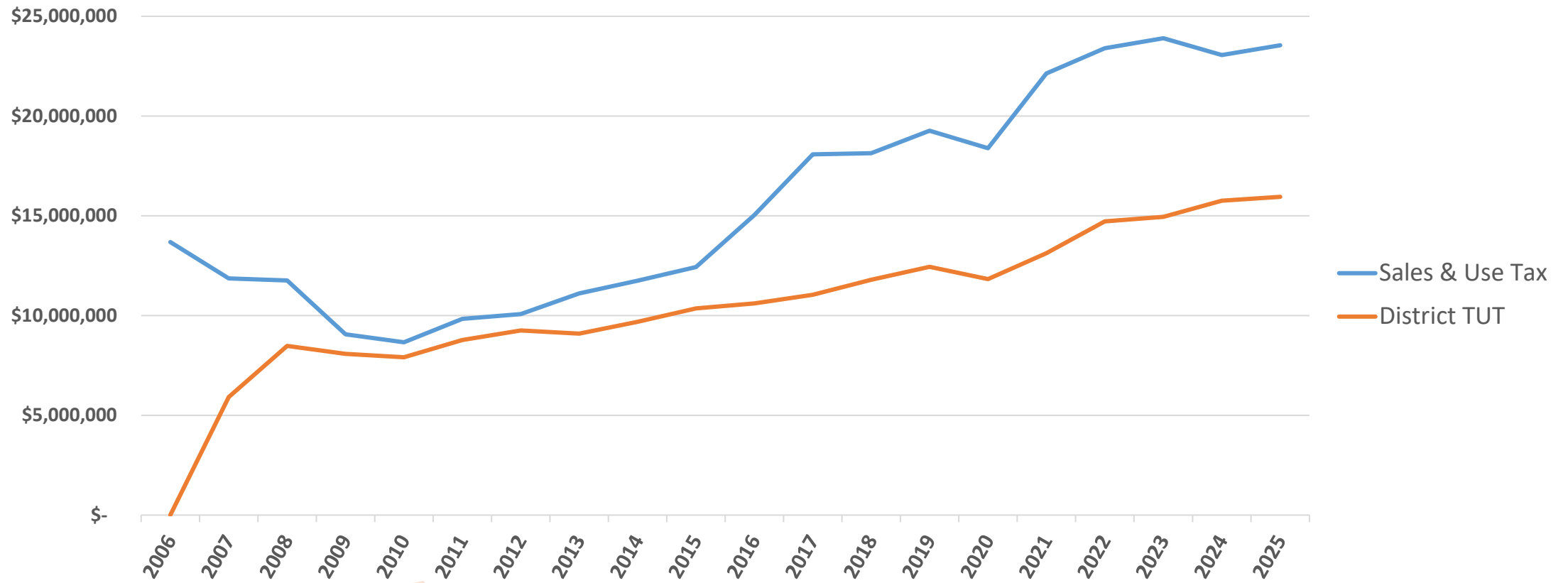
**All balances are as of June 30, 2023 (unaudited)

General Fund 5-Year Forecast

Projected Revenues, Expenditures, and Unassigned General Fund Balance



Sales Tax Revenue History



Mitigation Factors

- Master Fee and Development Impact Fee Studies
- Increased Transient Occupancy Tax (10%)
- Increased Cannabis revenues
- Reduced use of contract services
- Enhanced revenues from Port of San Diego
- Increased Economic Development Activities



Capital Improvement Plan (CIP)



CIP Overview

PURPOSE

- Evaluate, prioritize and identify funding options for the repair, replacement and expansion of the City's physical infrastructure, facilities, parks and vehicle fleet

PROCESS

- “Sliding” five-year budgeting process where the first year of five-year program represents the “approved” capital budget, which is incorporated into the City’s annual budget
- Projects programmed for subsequent years are for planning purposes only and do not receive expenditure authority
- City staff develop projects based on community input, needs assessments, focused studies, and consistency with the City Council’s Strategic Plan and long-range plans
- Planning Commission reviews new projects proposed for inclusion in the CIP for conformity with the General Plan prior to City Council approval and budget adoption

CIP Assets

Infrastructure

Streets
Sidewalks
Pedestrian Ramps
Bicycle Facilities
Streetlights
Traffic Signals
Sewer System
Storm Drains & Open Channels
Communications &
Information Technology

Parks and Facilities

City Offices
Public Works Yard
Police Station
Fire Stations
Community & Rec Centers
Public Library
Community Parks
Athletic Fields & Skate Park
Basketball & Tennis Courts
Municipal Swimming Pool
Public Restrooms
Public Safety Cameras
Lighting & Landscaping
Walking Paths

Vehicle Fleet

Light Duty Trucks
Medium and Heavy-Duty Trucks
Sedans
SUVs
Specialty Vehicles
Police Patrol Vehicles
Fire Apparatus
Heavy Equipment

CIP Project Prioritization

Categories

**Tier 1 – Annual Project / Urgent
(address immediate health &
safety concerns)**

Tier 2 – Near-Term (1-2 years)

Tier 3 – Near-Term (3-5 years)

Tier 4 – Long-Term (6-10 years)

Evaluation Criteria

Public Health & Safety

Quality of Life

Community Support

Costs & Schedule

Available Funding

**Consistency with City Council
Strategic Plan, Focused Studies and
Long-Range Plans
(General Plan, Bike Master Plan, CAP)**

Funding Sources

Competitive Grants

State Gas Tax

TransNet

Sewer Service Fund

Development Impact Fees (DIF)

Facilities Maintenance Fund

Vehicle Replacement Fund

General Fund

Annual Projects

STREET RESURFACING

- Prioritized based on Pavement Condition Assessments, Equitable Approach
- Pavement Condition Index (PCI) Target of 75 (scale of 1 to 100)
- Primary Funding – State Gas Tax (SB1 RMRA), TransNet, Bicycle Infrastructure Grants

SEWER REPLACEMENT / UPSIZING

- Prioritized based on Sewer Master Plan & Inspections
- Primary Funding – Sewer Service Fund

DRAINAGE IMPROVEMENTS

- Replacement of Corrugated Metal Pipe (CMP) – prone to causing sinkholes
- Mitigate ponding and flooding
- Implement Stormwater Best Management Practices (BMPs)
- Primary Funding – General Fund, Environmental Grants

Annual Projects

AMERICANS WITH DISABILITY ACT (ADA) COMPLIANCE

- Prioritized based on ADA Transition Plan – Infrastructure, Parks & Facilities assessments for accessibility
- Sidewalks, curb ramps, path of travel, accessible doors and restrooms, etc.
- Primary Funding – State Gas Tax (SB1 RMRA), Grants, General Fund

FACILITIES MAJOR MAINTENANCE & UPGRADES

- Prioritized based on needs assessments and inspections
- Support safety, operations and public services – roof replacement, structural repairs, mechanical, electrical and plumbing (MEP) upgrades, etc.
- Primary Funding – Facilities Maintenance Fund (General Fund), DIF

FLEET MODERNIZATION & ELECTRIFICATION PROGRAM

- Prioritized based on operational needs and State mandates for vehicle electrification
- Identify opportunities for EV Charging
- Primary Funding – Vehicle Replacement Fund, Lease Program

Grant Funded Projects

TRAFFIC SAFETY

- Implement traffic safety enhancements for all roadway users

ACTIVE TRANSPORTATION

- Enhance pedestrian and bicycle safety, access to schools, parks, transit, employment centers and community services

ENVIRONMENTAL

- Implement Stormwater BMPs, expand creeks and wetlands

PARKS AND QUALITY OF LIFE

- Enhance parks and open space, amenities, recreation facilities

SMART GROWTH DEVELOPMENT

- Infrastructure and streetscape enhancements to support smart growth development

CIP Projects – Completed (FY24)

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts	
Las Palmas Pool Widening (22-01)	This project will re-plaster, re-deck and expand the width of the pool by 10 feet.	Jul-22	May-24	\$4,239,766	\$4,239,766	Grant (State DHCS)	\$1,000,000
						ARPA	\$2,910,907
						General Fund	\$328,859
Kimball Park Dog Park and Tot Lot & Las Palmas Park Dog Park (23-06)	Construct dog parks with minor grading, pedestrian pathways, concrete paving, children's play areas and structures, fencing and gates, landscape drainage, irrigation adjustments, and park maintenance.	Jul-23	May-24	\$1,292,609	\$1,292,609	Grant (Prop 68)	\$216,033
						Park DIF	\$576,576
						ARPA	\$500,000
P1 Sewer Upsize Project - Phase II (20-01)	Replace approximately 600 linear feet of existing 8-inch sewer main with new 12-inch sewer main near E. 30th Street, east of National City Blvd.	Feb-23	May-24	\$2,225,952	\$2,225,952	Sewer Fund	\$2,225,952
Sweetwater Road Protected Bikeway (19-20)	Provide nearly 1.2 miles of protected bike facilities along Sweetwater Road and extend the Class 1 bike path on Plaza Bonita Road to Sweetwater Road (0.4 miles). The proposed bicycle facilities will directly link the City's bike network to the regional network.	Dec-22	May-24	\$4,258,838	\$4,258,838	Grant (ATP)	\$2,154,141
						Gas Tax	\$618,604
						Transnet	\$709,215
						General Fund	\$776,878
MLK Jr. Community Center Kitchen (22-06)	Removal and replacement of existing flooring and commercial kitchen equipment, patch existing kitchen floor and re-finish where damaged, patch roof as needed for new roof vents, revision of plumbing waste and vent piping to accommodate kitchen revisions, and installation of new electrical equipment to support existing and new kitchen equipment.	Feb-23	May-24	\$798,569	\$798,569	Grant (CDBG)	\$493,471
						Facilities Maint (GF)	\$305,098

CIP Projects – Completed (FY24)

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts
City Hall Server Room AC Units Replacement (20-02)	Replace AC units in City Hall Server Room.	Jul-23	Jan-24	\$101,573	\$101,573	Facilities Maint (GF) \$101,573
MLK Office Improvements (23-10)	Installation of a new office space and storage room at HR Department; covert storage space into an office space for Housing Authority.	Sep-23	Oct-23	\$66,474	\$66,474	Facilities Maint (GF) \$66,474
FY23 - Street Resurfacing (22-19)	Resurfacing of various City streets.	Nov-22	Oct-23	\$2,363,026	\$2,363,026	Gas Tax \$1,272,519 Transnet \$1,038,705 General Fund \$51,802
City Hall Server Room AC Units Replacement (20-02)	Electrical room upgrades for City Hall Basement.	Jan-22	Jun-23	\$452,277	\$452,277	Facilities Maint (GF) \$452,277
Parking Deck Waterproofing (22-42)	Waterproof parking deck at National City Police Department	Apr-23	Jun-23	\$224,555	\$224,555	Facilities Maint (GF) \$224,555

CIP Projects – Under Construction

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts
Police Firearms Training Facility (22-05)	The project will address insufficient air filtration of metal contaminated dust from the firing range located in the Police Dept. building and enhance laminar air flow during multiple user training exercises.	Feb-24	Jun-24	\$700,000	\$786,633	Facilities Maint (GF) \$274,133
						General Fund \$512,500
Casa De Salud Roofing (23-14)	Re-roof Casa de Salud building.	May-24	Aug-24	\$10,000	\$68,226	Facilities Maint (GF) \$68,226
Paradise Creek Water Quality and Community Enhancement Project - Phase II (19-11)	The project consists of repairing sections of Paradise Creek at Plaza Blvd, including removal of existing concrete lining on south creek bank, earthwork and regrading, and installing rip rap, articulated concrete blocks and cutoff wall. Other site improvements include retaining walls, concrete driveways, ADA compliant curb ramps, decomposed granite (DG) access road, and perimeter wrought iron fencing with access gates.	Nov-23	Aug-24	\$3,567,087	\$3,681,056	Grant (IRWM) \$3,681,056
National City Bicycle Wayfinding Signage (19-25)	This project will install more than 100 signs at decision points along bicycle corridors throughout the City.	Apr-24	Oct-24	\$580,730	\$942,040	Grant (ATP) \$942,040
Police Department Generator and Electrical Upgrades / Back-up Power Supply (20-04)	This project upgrades the electrical standby power system in the Civic Center basement to allow for continued operation of the city's command center and computer servers throughout a citywide power outage.	Jun-24	Feb-25	\$299,675	\$1,390,150	Facilities Maint (GF) \$1,250,000
						General Fund \$140,150
National City Eastside I-805 Community Greenbelt Project (22-09)	This project include improvements along the east side of I-805 from Plaza to Division Street will include improved paved paths for bikes and pedestrians, new fencing along the freeway, lighting, public art, educational signage, and landscape improvements.	Mar-24	Mar-25	\$3,940,646	\$5,018,761	Grant (Clean CA) \$4,998,761
						General Fund \$20,000

CIP Projects – Construction Bidding

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts
8th Street Mobility Hub for FRANC NEV Shuttles (22-25)	This project will install solar panels on shade structures, a cage for overnight storage and charging stations for FRANC NEV Shuttles, LED lighting and security cameras.	Aug-24	Feb-25	\$149,865	\$500,000	Grant (CALSTART CMO Voucher Program) \$500,000
FY24 & FY25 Pavement Rehabilitation (23-15)	Citywide street resurfacing, neighborhood slurry seals and sidewalk improvements for ADA accessibility.	Sep-24	Mar-25	\$92,477	\$6,000,000	Gas Tax \$3,500,000
						Transnet \$2,500,000
Pedestrian Safety Enhancements (22-16)	This project will install crosswalk striping, pedestrian countdown signal heads, and Leading Pedestrian Interval (LPI) signal timing at various intersections.	Sep-24	Mar-25	\$59,292	\$427,000	Grant (HSIP) \$427,000
El Toyon Park Improvements (22-26)	The proposed project will renovate El Toyon Park through the construction and/or renovation of shared use paths, shade structures, sports lighting, artificial turf sports field, dog park, scoreboard, community garden, children play structures, community event area, pickleball courts, basketball courts, tennis courts, park lighting, and public art.	Sep-24	Oct-25	\$501,630	\$5,632,600	Grant (Prop 68) \$5,632,600

CIP Projects – Design

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts
P-2 Sewer Upsizing (24-03)	The P2 Sewer Upsize Project will replace existing 6" sewer main with new 10" sewer main along 4th Street east of I-805 to Harbison Ave.	Sep-24	May-25	\$30,000	\$4,500,000	Sewer Fund \$4,500,000
Citywide Protected Left Turn Enhancements (19-22)	Modify permissive left-turn phasing at various signalized intersections to include protected left-turn phasing to enhance safety; improvements include new signal heads, poles, signal equipment, wiring, signing and striping, and ADA accessibility upgrades.	Oct-24	Jun-25	\$188,922	\$2,211,590	Grant (HSIP) \$1,390,590
						Transnet \$800,000
						General Fund \$21,000
Central Community Mobility Enhancements (19-23)	The project will provide approximately 1.7 miles of bicycle facilities providing north-south connections through the Central, Olivewood and Las Palmas neighborhoods in National City, including accessibility improvements on N Ave north of Plaza Boulevard; on-street parking will be maintained in residential neighborhoods.	Dec-24	Aug-25	\$153,780	\$1,750,000	Grant (ATP) \$1,286,000
						Gas Tax \$442,000
						Transnet \$22,000
Paradise Creek Wetland Expansion and Park Site (21-28)	This project consists of demolition of the existing welding shop, wetlands expansion, creation of a park/educational area, installation of trash control devices, interpretive signage, ADA accessibility improvements, public art, and public restrooms.	Feb-25	Dec-25	\$402,512	\$1,457,000	Grant (CNRA) \$957,000
						General Fund \$500,000
Retroreflective Back-Plates (23-04)	Install crosswalk striping, new signal backplates with retroreflective borders, and Leading Pedestrian Interval (LPI) signal timing at various intersections.	Apr-25	Oct-25	\$0	\$863,180	Grant (HSIP) \$852,930
						Transnet \$10,250
Pedestrian Crossing Enhancements (22-28)	Install high visibility pedestrian striping, curb extensions, pedestrian refuge islands, ADA curb ramps, pedestrian push button poles, and pedestrian lighting.	Apr-25	Oct-25	\$0	\$343,000	Grant (HSIP) \$243,000
						Transnet \$100,000

CIP Projects – Design

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts	
Highland Avenue Inter-City Bicycle Connections (22-13)	This project will construct Class IV and II bicycle facilities, traffic calming, signing and striping, signal modifications, and ADA curb ramps on Highland Ave from 30th Street across SR-54 to the southern City boundary with Chula Vista; travel lanes will be maintained.	Apr-25	Dec-25	\$288,996	\$1,897,000	Grant (ATP)	\$1,895,000
						General Fund	\$2,000
W. 19th Street Ped & Bike Safety Enhancements (21-25)	This project will close W. 19th St between Wilson Ave and McKinley Ave to traffic to construct a Class IV bikeway and pedestrian path to enhance safety and accessibility. W. 18th St will be restriped for two-way traffic. All-Way Stop Control will be implemented on McKinley Ave. Other improvements include vandal resistant fencing, LED lighting and public safety cameras.	Jun-25	Mar-26	\$440,000	\$1,959,680	Grant (CNRA)	\$1,659,680
						Transnet	\$200,000
						General Fund	\$100,000
24th Street Transit Center Connections project (22-13)	Construct new bicycle facilities on Hoover Avenue from 22nd Street to 33rd Street, 30th Street from Hoover Ave to Highland Ave, and 22nd Street from Wilson Ave to D Ave; on-street parking will be maintained in high-demand areas.	Jul-25	Dec-26	\$373,341	\$10,120,781	Grant (CPFCDs)	\$3,332,781
						Grant (ATP)	\$3,496,000
						Grant (ATP)	\$3,288,000
						General Fund	\$4,000
Bayshore Bikeway - Segment 5 (19-24)	This project will install 1.5 miles of protected bicycle facilities along McKinley Ave and Marina Way.	Feb-26	Jun-27	\$1,367,396	\$9,359,976	Port of San Diego	\$900,000
						Grant (ATP)	\$5,421,000
						Grant (ATP)	\$2,072,000
						Grant (AHSC)	\$299,756
						Grant (CPFCDs)	\$299,180
						Transnet	\$167,640
						General Fund	\$200,000
8th Street and Roosevelt Avenue Active Transportation Corridor (19-44)	Enhance pedestrian and bicycle connections between Naval Base San Diego, 8th Street Trolley Station and Downtown National City; improvements include protected bicycle facilities, decorative street lighting, landscaping, signing and striping, and ADA accessibility upgrades.	Feb-26	Jun-27	\$757,822	\$5,942,822	Grant (ATP)	\$5,185,000
						Gas Tax	\$265,850
						Transnet	\$269,841
						General Fund	\$222,131

CIP Projects – Design

Projects	Project Scope	Start Date	End Date	Expenditures	Budget	Funding Sources / Amounts	
Drainage Improvements	Replace corrugated metal storm drain pipes and provide other high priority drainage improvements Citywide and in flood-prone areas.	Ongoing	Ongoing	\$200,000	\$1,200,000	General Fund	\$1,200,000
Facilities Upgrades	Complete high priority major maintenance and upgrades to City facilities to support safety, operations and public services. Projects prioritized through needs assessments and inspections of City facilities.	Ongoing	Ongoing	\$300,000	\$2,000,000	Facilities Maint (GF)	\$2,000,000

FY25 CIP Funding Recommendations

Project	Description	General Fund (001)	Facilities Maintenance Fund (001)	Gas Tax (SB1 RMRA) Fund (109)*	Sewer Service Fund (125)	TransNet (Prop "A") Fund (307)*	Information Systems Maintenance Fund (629)	Total
Drainage Improvements (001-409-500-598-7049)	Replace corrugated metal storm drain pipes and provide other high priority drainage improvements Citywide and in flood-prone areas.	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
Facilities Upgrades (001-409-500-598-1500)	Complete high priority major maintenance and upgrades to City facilities to support safety, operations and public services. Projects prioritized through needs assessments and inspections of City facilities.	\$ -	\$ 1,000,000	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000
Paradise Creek Educational Park Restrooms (001-409-500-598-6202)	Install new restrooms at Paradise Creek Educational Park as part of the Paradise Creek Wetlands Expansion project.	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000
Public Safety Cameras (629-409-500-598-8040)	Install new cameras and associated infrastructure for public safety.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000
Sewer Replacement / Upsizing (125-409-500-598-2024)	Repair and/or replace deteriorated sewer lines and/or upsizing to increase capacity and efficiency of the sewer collection system Citywide. Projects prioritized through video camera inspections of existing sewer systems, capacity analysis and review of sewer master plan.	\$ -	\$ -	\$ -	\$ 2,000,000	\$ -	\$ -	\$ 2,000,000

FY25 CIP Funding Recommendations

Project	Description	General Fund (001)	Facilities Maintenance Fund (001)	Gas Tax (SB1 RMRA) Fund (109)*	Sewer Service Fund (125)	TransNet (Prop "A") Fund (307)*	Information Systems Maintenance Fund (629)	Total
Street Resurfacing (109-409-500-598-6035) (307-409-500-598-6035)	Projects include a combination of roadway rehabilitation, grinding and overlay, slurry seals and restriping of finished pavement including bike facilities; other improvements include removal and replacement of damaged or lifted sidewalks and substandard pedestrian curb ramps for ADA compliance.	\$ -	\$ -	\$ 1,570,000	\$ -	\$ 2,046,000	\$ -	\$ 3,616,000
Traffic Monitoring / Safety Enhancements (001-409-500-598-6573)	Provide various infrastructure improvements to National City's transportation network to enhance safety and access for all users; includes transportation planning, engineering, traffic data collection, analysis and reporting, traffic safety evaluations, and ADA compliance audits; funding serves as local match for larger regional, State and/or Federal transportation grant projects and contributes to National City's maintenance of effort for receipt of local Prop A TransNet funding and State Gas Tax Road Maintenance and Rehabilitation Account (RMRA) funding through Senate Bill 1.	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000
Total		\$ 2,000,000	\$ 1,000,000	\$ 1,570,000	\$ 2,000,000	\$ 2,046,000	\$ 100,000	\$ 8,716,000

* Estimated Allocation

Vehicle Fleet & Equipment Summary

TOTAL	223
LEASED VEHICLES Plug-in Hybrid Electric - 26 Full Electric – 4	55
OWNED VEHICLES Plug-in Hybrid Electric – 6 Hybrid – 16	110
SMALL EQUIPMENT	22
MEDIUM EQUIPMENT	23
LARGE EQUIPMENT	13

FY25 Vehicle Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2025 (Funding Needs)	General Fund (001)	Notes
Public Safety						
Police	Medium SUV Patrol (4)		\$325,000	\$325,000	\$325,000	Part of 5-year rotation schedule
Police	Medium SUV Lieutenant		\$90,000	\$90,000	\$90,000	Replacing 10-year-old vehicle
Police	Medium SUV Supervisor		\$80,000	\$80,000	\$80,000	Part of 5-year rotation schedule
Police	Detective/Pool (4)	\$32,000		\$32,000	\$32,000	Replacing city owned; plug-in hybrid electric vehicle
Police	Emergency Equip (1-time cost)		\$40,000	\$40,000	\$40,000	Build-outs for 8 vehicles
Police	Current Lease Vehicles (19)	\$129,000		\$129,000	\$129,000	
Fire	Light Duty Truck (Inspector)	\$15,000		\$15,000	\$15,000	New position in FY24; hybrid vehicle
Fire	Current Lease Vehicles (3)	\$26,000		\$26,000	\$26,000	

Replace based on Rotation Schedule

Needs to be Modernized

New Addition to Vehicle Fleet

FY25 Vehicle Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2025 (Funding Needs)	General Fund (001)	Parks Maint Fund (105)	Sewer Fund (125)	Section 8 Fund (502)	Facilities Maint Fund (626)	Notes
<i>Public Works</i>										
Parks	Small Kubota Tractor FY24 Attachments		\$75,000	\$75,000		\$75,000				Aerator, spreader box, auger, etc.
Parks	Medium Trailer		\$12,000	\$12,000		\$12,000				Replacing 23-year-old trailer
Parks	Current Lease Vehicles (9)	\$44,000		\$44,000		\$44,000				
Wastewater	Rodder Truck		\$500,000	\$500,000			\$500,000			Replacing 22-year-old vehicle
Wastewater	Camera Van		\$500,000	\$500,000			\$500,000			Replacing 22-year-old vehicle
Wastewater	Light Duty Truck Supervisor	\$15,000		\$15,000			\$15,000			New positions in FY24; hybrid vehicle
Wastewater	Current Lease Vehicles (2)	\$18,000		\$18,000			\$18,000			
Streets	Light Duty Truck Superintendent	\$15,000		\$15,000	\$15,000					Prior truck reassigned to PW field ops; hybrid vehicle
Streets	Light Duty Truck Supervisor	\$15,000		\$15,000	\$15,000					New positions in FY24; hybrid vehicle
Streets	Current Lease Vehicles (0)	\$0								
Equipment Maintenance	Current Lease Vehicles (1)	\$8,000		\$8,000	\$8,000					
Facilities	Current Lease Vehicles (4)	\$36,000		\$36,000					\$36,000	

Replace based on Rotation Schedule

Needs to be Modernized

New Addition to Vehicle Fleet

FY25 Vehicle Fleet Funding Recommendations

Department	Vehicle/Equipment	Lease (Annual Cost)	Purchase (Total Cost)	FY 2025 (Funding Needs)	General Fund (001)	Parks Maint Fund (105)	Sewer Fund (125)	Section 8 Fund (502)	Facilities Maint Fund (626)	Notes
<i>Other Departments</i>										
Building	Current Lease Vehicles (1)	\$7,000		\$7,000	\$7,000					
Engineering	Current Lease Vehicles (1)	\$7,000		\$7,000	\$7,000					
Housing/Section 8	Current Lease Vehicles (2)	\$12,500		\$12,500				\$12,500		
Neighborhood Services	Current Lease Vehicles (9)	\$39,500		\$39,500	\$39,500					
Pool	Current Lease Vehicles (4)	\$29,000		\$29,000	\$29,000					
FY Totals		\$448,000	\$1,622,000	\$2,070,000	\$857,500	\$131,000	\$1,033,000	\$12,500	\$36,000	
Contingency - 10%		\$44,800	\$162,200	\$207,000	\$85,750	\$13,100	\$103,300	\$1,250	\$3,600	
FY Totals with Contingency		\$492,800	\$1,784,200	\$2,277,000	\$943,250	\$144,100	\$1,136,300	\$13,750	\$39,600	

Replace based on Rotation Schedule

Needs to be Modernized

New Addition to Vehicle Fleet

Next Steps

- ❖ Corrections, Adjustments, and Refinements
- ❖ Proposed Budget presentation May 21
- ❖ Budget adoption in June 4





Public Comments





City Council Comments/Direction

