

CITY OF MARTINEZ Budget in Brief

Fiscal Years 2016 and 2017



OUR MISSION

The government of the City of Martinez exists to provide great services for a community. This is done by adhering to values including excellent service, innovation, integrity, respect, collaboration and teamwork and implementing such guiding themes and principles as providing an organizational culture reinforcing this service ethic.



Dear Martinez Residents,

In June 2015, the City Council adopted the Budget for Fiscal Years 2016 and 2017 (July 1 to June 30, 2016 and July 1 to June 30, 2017) in the amount of \$88.2 million for all funds, including capital projects. While we are in better economic times, the city is still facing significant expenditure increases. This increase is primarily due to increased CalPERS pension cost resulting from actuarial changes (i.e., people living longer). The city though, continues to prudently invest resources to enhance the city's quality of life and improve on the city as a quality place to live and work.

During this budget the city will bond for the remaining \$5 million dollars of the \$30 million park improvement bond to complete the remaining Measure H park projects. In addition, the city will make increased capital investments in the Amtrak Train Station, a key transportation facility that is highly visible to residents, business people and visitors. Another key initiative is completion of a new City General Plan, which is expected to happen in early 2016. The city is continuing with efforts to provide services to residents through information technology investments; highlights this coming year include enabling residents to rent facilities online and make service requests using mobile applications from their smartphone.

The City Council approved funding \$12.4 million to maintain and rehabilitate the city's existing water infrastructure, parking, marina, parks and trails, Measure H parks, streets and sidewalks, as well as park improvements over the next two years. The city's water utility continues to provide excellent services in the delivery of clean safe water at competitive rates. The city works closely with Republic Services to manage garbage and recycling collection services.

The Budget in Brief document is intended to give you facts about the city, the city's approach to balancing the budget, the major sources of funding (e.g., taxes, customer charges) for city services and capital infrastructure investments. For comments and or questions on this document or the budget please send an email to: Rbraulik@cityofmartinez.org.

Kindest regards,

Rob Braulik

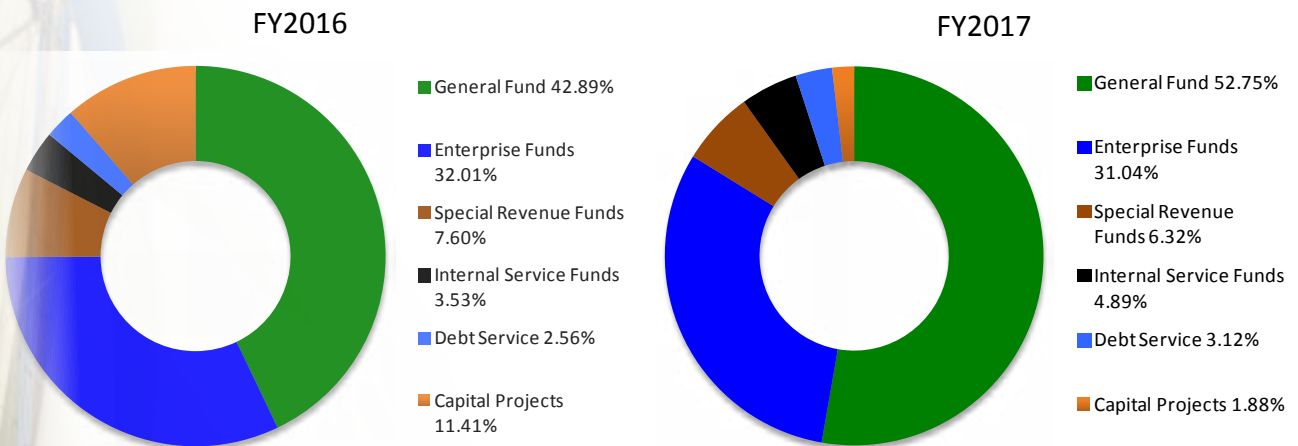
Citywide Budget

The Fiscal Year 2016 and 2017 expenditure budgets amount to \$88.2 million. As depicted in the pie chart, the majority of expenditures support City General Fund activities at \$41.8 million, which primarily funds public safety, parks and recreation, planning, streets and internal support functions to residents and businesses.

The second largest expenditure is the Enterprise Funds, which are comprised of the marina, parking, and water system, which makes up \$27.8 million of the total two-year budget.

In Fiscal Year 2016, the city is expected to fund \$12 million in capital expenditures to continue Measure H parks project, road and street work and facilities like the Amtrak Station. Other funds include the internal service funds such as the Enterprise Fund (including water system, marina and parking revenue funds), and the Special Revenue Fund (including gas tax, various grants, lighting and landscaping, national pollution discharge (NPDES) storm water and various other accounts).

Citywide Fiscal Years 2016 and 2017/Adopted by Fund Type



In order to deliver services to residents, the city is staffed with 127 full-time positions, representing a reduction of 5.4% from the prior Fiscal Years 2008-2010. Many of the adjustments were expected to be one-time measures, but have continued to be maintained into FY2015-17 in order to present a balanced operating budget. This has occurred despite the city population growing 4% the last ten years.

10-year Trend Total Citywide Positions Chart



Budget Development

The development of the Fiscal Year 2015 – 2016 and 2016 -2017 budget development is guided by the City Council’s top priorities, the city’s long-range financial sustainability, legal mandates, and City Manager service level prioritization.

City Council 2016 and 2017 Top Priorities (still under development)

Fiscal Health (FH)

Infrastructure (I)

Safe Community (SC)

Economic Health (EH)

High Performing Government (HPG)

Service Changes

- **Amtrak Station.** \$150,000 | Funds budgeted to paint steel components and install ADA compliant doors at this key gateway transportation facility in the city.
- **City Hall.** \$100,000 | Funds are budgeted to replace windows and paint the facility.
- **Credit Card Parking Meters.** \$250,000 | Funds have been allocated to install 300 more electronic meters in the core downtown area and 4 pay stations.
- **Martinez Citizen Engagement.** \$16,000 | A national citizen survey will be conducted to engage citizens about the city. The results of this scientific survey will be used by city leaders to gauge citizen comments on city services, community amenities and programs and to create an opportunity for dialogue around issues the community cares about.
- **Information Technology Investments.** \$77,600 | Budgeted to fund an IT strategic plan to help the city plan out information technology for the next five years, new upgraded mobile applications to enable residents to access services 24/7/365, and upgrades to the city website portal providing key information and to act as a service hub for residents and businesses.
- **Street Rehabilitation.** \$1,500,000 | Added funding to Capital has been budgeted to continue rehabilitation of city streets.
- **Waterfront Park.** \$3,985,000 | Added funding to complete overall upgrade of the park which includes new ball fields, facilities, lighting and more.

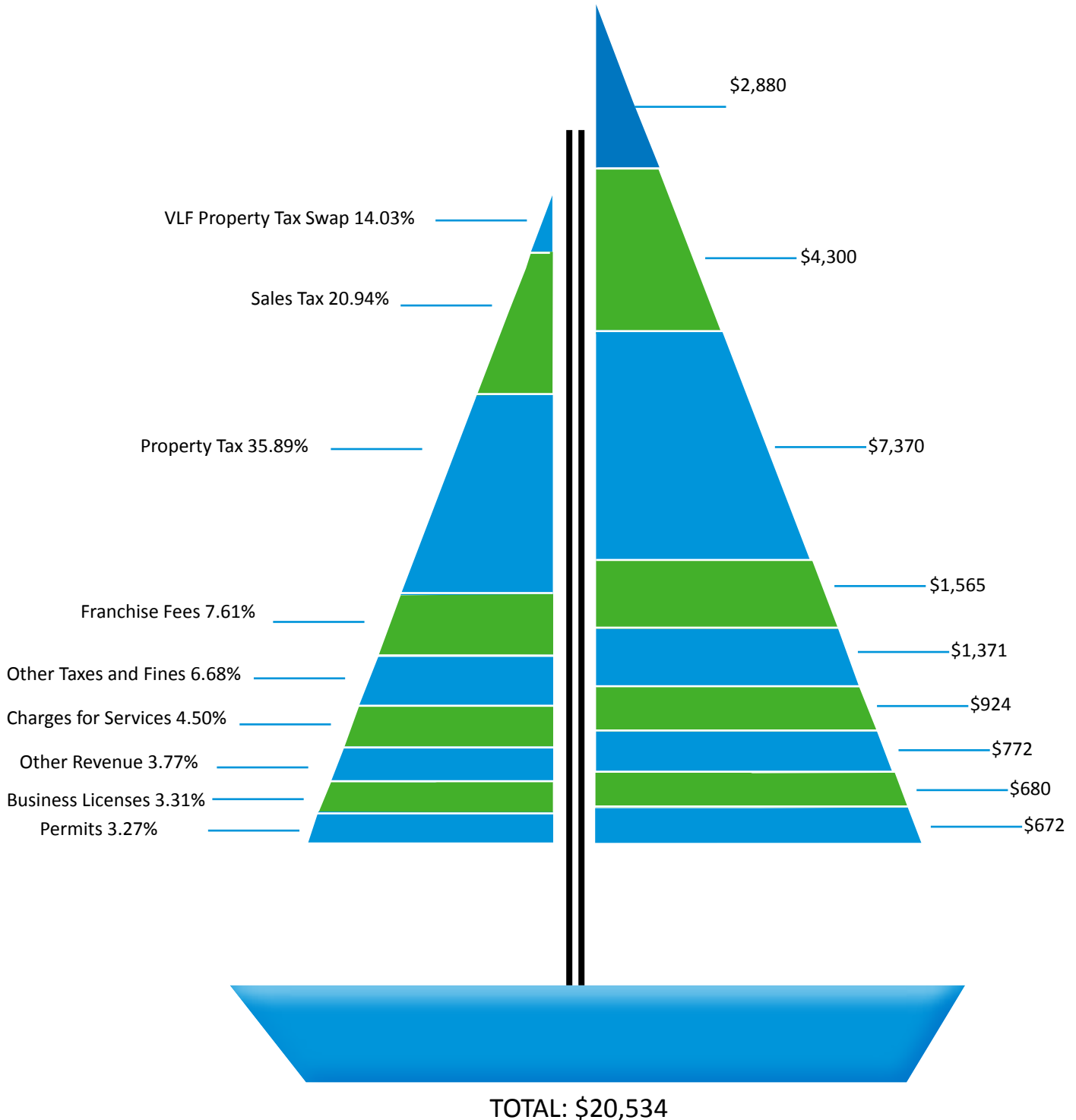
General Fund Budget

For Fiscal Year 2016 and 2017 budget amounts to \$41.8 million. The General Fund pays for various city services such as police, parks and recreation, planning, public works; such services contribute to the quality of life our community as well as internal support functions such as finance, human resources, information technology and legal services. Page 4 and 5 graphics show how taxes and fees support city services.

General Fund Revenues

WHERE DO YOUR DOLLARS AND FEE PAYMENTS GO? The City's General Fund revenue portfolio is as follows: About 86% of all annual revenues are from taxes such as property tax, sales tax, franchise fees. The remaining revenue sources include charges, fees and permits for services.

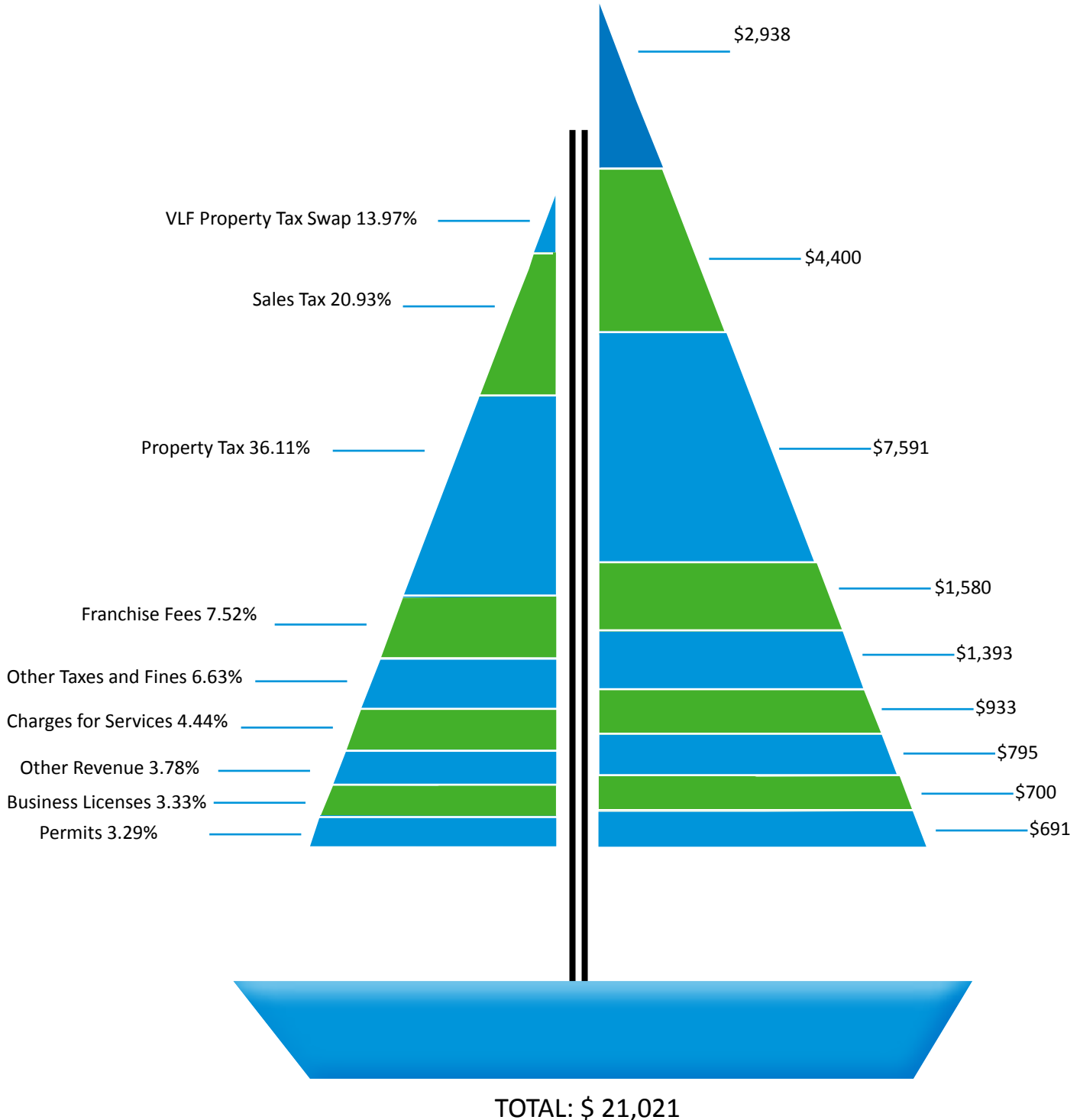
FY2016 (in 000's)



General Fund Revenues

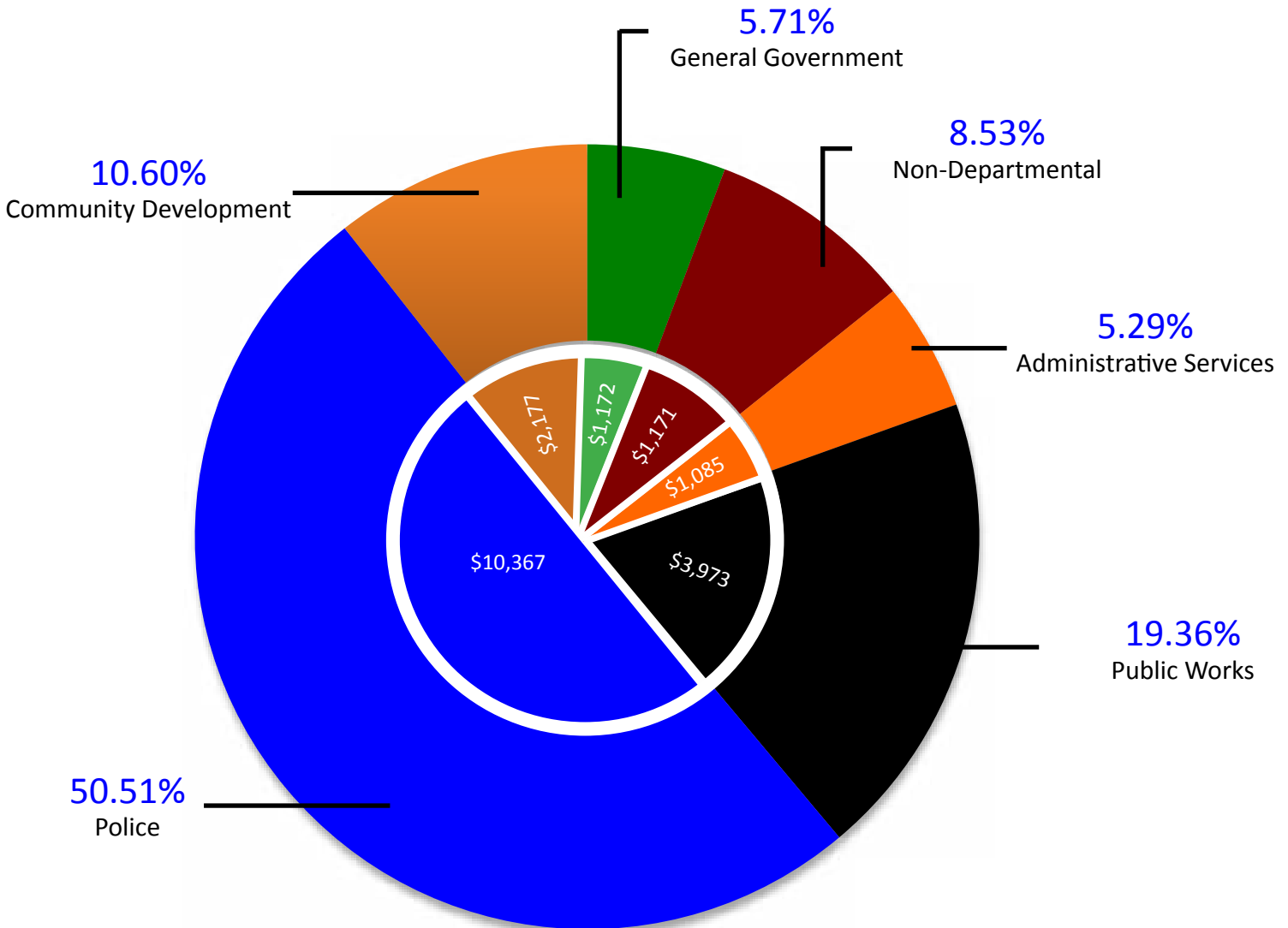
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FY2017 (in 000's)



General Fund Operating Expenses

2016



General Fund Expense Highlights - FY 2016

Parks & Recreation

Parks, open space maintenance	\$1,660,715
Recreation classes	\$503,115
Senior Center	\$362,790
Aquatic Center	\$295,144
Total:	\$2,821,764

Public Safety

Police Ops	\$7,550,911
Dispatch & Records Ops	\$1,515,238
Administrative	\$1,300,871
Total:	\$10,367,020

Infrastructure Maintenance

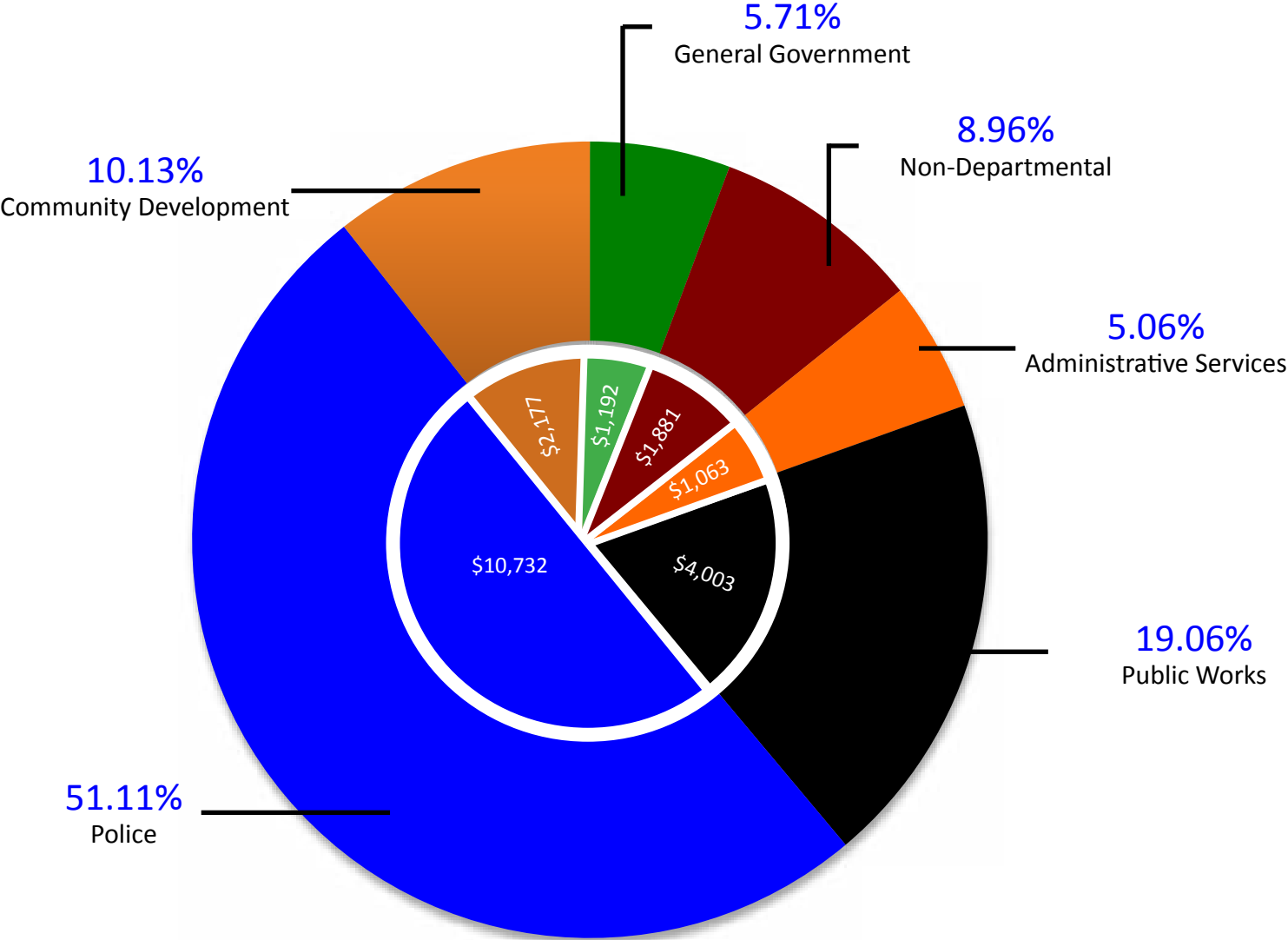
Building, plan check, permits, code enforcement	\$835,939
Engineering & planning	\$773,375
Public facilities	\$329,577
Streets maint., sidewalk, lights & traffic signals	\$1,217,322
Total:	\$3,156,213

Support Services

Council, Treasurer, Clerk, City Manager, City Attorney	\$1,171,812
Admin, Finance, HR	\$1,084,981
Economic Development	\$172,043
General Services	\$254,716
Retiree Benefits	\$1,496,605
Total:	\$4,180,157

General Fund Operating Expenses

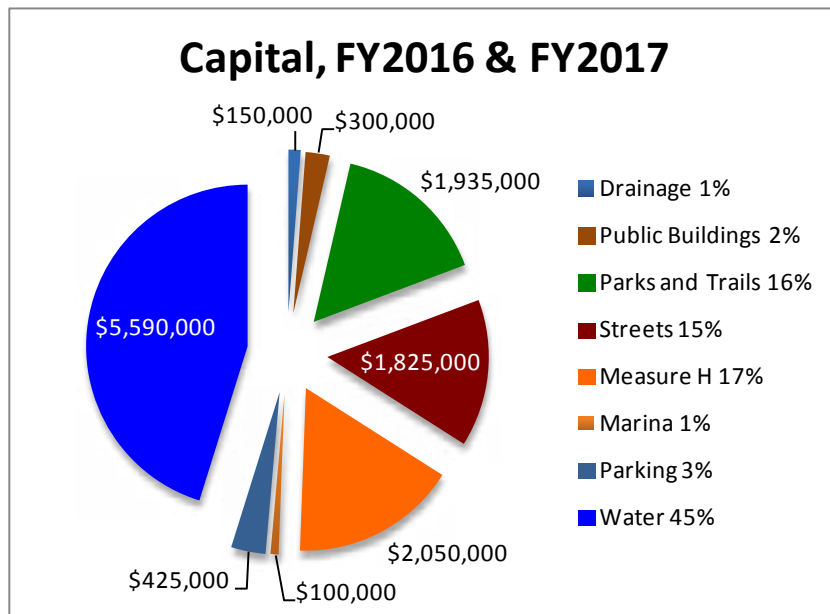
2017



Capital Budget

Of the \$12.4 million in capital funding approved, approximately 17% or \$2 million is dedicated to parks Measure H funding; about 16% or \$1.9 million is dedicated to parks & open trails; approximately 15% or \$1.8 million is scheduled for roads and streets; and approximately 45% or \$5.5 million is planned for water projects.

FY 2016 and FY 2017 General Fund Capital Budget



Utilities

The city treats and delivers water to its residents and customers and maintains the city Storm Drain system. In FY2015-2016 the city became responsible for Sanitation Sewer District 6 which services the Stonehurst subdivision. Utility customers pay for these services. For Fiscal Year 2016 and 2017, the city will receive approximately \$22.8 for providing water services. 25% of budgeted revenues are allocated to purchase untreated water and chemicals to provide drinking water to customers.

Utility Fund Expenses = \$26.3 million (including debt service)

Water enterprise & debt service	Investment
Operating 2015 - 2017	\$18,391,742
Capital 2015 -2017	\$5,590,000
Debt service 2015 - 2017	\$2,304,327

Martinez at a Glance

Incorporated: April 1, 1876
Government : General Law Municipal Corporation
Population: 36,842
Area: 13.1 square miles
S&P Bond Rating: AA+
Businesses: 1,160

Public Safety

Number of Annual Police Calls for Service | 32,001

Infrastructure & Utilities

Streets | 233 miles
Water Mains | 100 miles
Water Delivered to Customers | 508.3 million gallons

Principal Employers

- Contra Costa County
- U.S. Veterans Administration
- Shell Oil Company
- Kaiser
- Martinez Unified School District
- Wal-Mart
- Safeway
- City of Martinez
- Home Depot
- Muir Senior Care

Libraries

Library Facilities | 1
Items Checked Out Annually | 98,993
Books | 28,344
Audio Visual Material | 4,635
Periodicals | 738

Parks, Recreation & Community Centers

Open Space | 427 acres in 15 areas
Developed Park Miles | 103 acres
Medians | 11 acres
Parks | 17
Playgrounds | 11
Community & Youth Centers | 4
Walking & Biking Trails | 9

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Mayor and City Council

Rob Schroder, Mayor

Mark Ross, Vice Mayor

AnaMaria Avila Farias, Councilmember

Lara DeLaney, Councilmember

Debbie M^cKillop, Councilmember