

MONTEREY PENINSULA REGIONAL PARK DISTRICT  
BOARD OF DIRECTORS MEETING

**DATE:** May 2, 2016  
**TO:** Board of Directors  
**FROM:** Shuran Parker, Administrative Services Manager  
**REVIEWED BY:** Rafael Payan, General Manager  
**SUBJECT:** Public Hearing for Review of MPRPD Proposed FY2016-17 Budget and Approval of Resolution #2016-08, to Adopt the FY2016-17 Agency Budget

---

**RECOMMENDED ACTION:**

It is recommended that the Board conduct a public hearing for review of the MPRPD Proposed FY2016-17 Budget (**ATTACHMENT 1**). It is further recommended that the Board approve Resolution #2016-08 (**ATTACHMENT 2**) to adopt said budget.

**FISCAL IMPACT:**

Approval of this proposed budget will establish \$6,180,700 in combined revenues and \$6,839,705 in combined expenditures for FY2016-17, and authorize the use of reserve funds to cover the revenue shortfall (\$659,005).

**FUNDING SOURCE:**

Not applicable

**FUNDING BALANCE:**

Not applicable

**DISCUSSION:**

The proposed budget for FY2016-17 includes projected revenues of \$6,180,700 and projected expenditures of \$6,839,705. These figures include the revenues and expenditures for the General Fund as well as the Parks, Open Space and Coastal Preservation Assessment District.

The projected revenues are approximately 2.4% less than the current revenue estimate of \$6,333,643 for FY2015-16, primarily because of grant revenues received in FY2015-16 but not anticipated in FY2016-17.

The proposed FY2016-17 expenditures are about 9.6% above estimated expenditures for FY2015-16, due in large part to anticipated expenditures for potential Board seats (2) and community facilities district elections to be held in November 2016.

As for the General Fund Balance, we are estimating an ending balance of \$10,961,628 at 6/30/17 which is a 5.7% decrease compared to the estimated ending balance of \$11,620,633 at 6/30/16.

It bears noting that a great portion of the estimated fund balance includes the following amounts for Restricted, Assigned and Unassigned projects and expenditures.

<u>Account</u>	<u>Purpose</u>	<u>Amount</u>	<u>Status</u>
Seawall Mitigation Funds	Buy Coastal Dune Property	\$2,323,427 (3/31/16)	Restricted
Sherar Property	Acquisition	\$900,000 (6/30/16)	Assigned
Operating Expenses	Six month's expenses	\$3,419,853 (2016-17)	Unassigned
Depreciation	Accumulated depreciation	\$1,009,213 (6/30/15)	Unassigned
Unanticipated Expenses	Unanticipated expenditures	\$1,000,000	Unassigned
	<b>COMBINED TOTAL</b>	<b>\$8,652,493</b>	

These amounts, totaling \$8,652,591 are top of mind for staff and must be considered, particularly as we near the expiration of current assessment district funding in FY2018-19.

Also, as previously noted, staff proposes to cover the excess expenditures by using funds from the District's reserves.

As detailed in the Budget Message, the proposed FY2016-17 budget is a spending plan that continues to fund the District's core programs and services during a continually challenging economic environment. For further information, please refer to the attached proposed budget document.

It is recommended that the Board approve Resolution #2016-08, adopting the FY2016-17 budget.

**ATTACHMENTS:**

1. MPRPD FY2016-17 Proposed Budget
2. Resolution #2016-08 to Adopt FY2016-17 Budget

The mailer was sent to all registered voters within the District.

The FY16-17 budget formally adopted by the Board on 5/2/16 stated that funds were to be used to pursue a Community Facilities District. The informational mailer was part of the CFD expenditures as outlined in the TBWB contract.