

**Police and Fire Departments  
Measure W - 200 (a)  
FY 2021-22 Annual Budget**

	<u>FY 2018-19 Actual</u>	<u>FY 2019-20 Actual</u>	<u>FY 2020-21 Projected</u>	<u>FY 2021-22 Budget</u>
<b>Beginning Available Balance</b>	<b>\$ 3,289,645</b>	<b>\$ 4,665,213</b>	<b>\$ 5,491,575</b>	<b>\$ 5,451,066</b>
<b>Revenues</b>				
<b>Police</b>				
Measure W Sales Tax	5,830,051	5,688,479	5,727,500	5,914,500
Reimbursements	-	-	-	-
Investment Proceeds	48,571	84,359	-	-
	<u>5,878,622</u>	<u>5,772,838</u>	<u>5,727,500</u>	<u>5,914,500</u>
<b>Fire</b>				
Measure W Sales Tax	5,830,051	5,688,479	5,727,500	5,914,500
Reimbursements	-	-	-	-
Investment Proceeds	47,827	77,639	-	-
	<u>5,877,878</u>	<u>5,766,118</u>	<u>5,727,500</u>	<u>5,914,500</u>
	<b><u>11,756,500</u></b>	<b><u>11,538,956</u></b>	<b><u>11,455,000</u></b>	<b><u>11,829,000</u></b>
<b>Expenditures</b>				
<b>Police</b>				
Salary & Benefits	4,496,797	4,605,229	4,790,566	5,223,408
Services & Supplies	509,292	541,908	756,491	891,961
Administration	127,359	115,449	109,008	140,600
Capital Outlay	-	-	-	-
	<u>5,133,448</u>	<u>5,262,586</u>	<u>5,656,065</u>	<u>6,255,969</u>
<b>Fire</b>				
Salary & Benefits	4,682,513	4,696,748	5,446,613	5,442,198
Services & Supplies	335,709	379,362	76,399	566,125
Administration	127,359	115,449	109,008	140,600
Equipment & Maintenance	101,903	258,449	207,424	55,000
	<u>5,247,484</u>	<u>5,450,008</u>	<u>5,839,444</u>	<u>6,203,923</u>
	<b><u>10,380,932</u></b>	<b><u>10,712,594</u></b>	<b><u>11,495,509</u></b>	<b><u>12,459,892</u></b>
<b>Transfers</b>				
Transfer In	-	-	-	-
Transfer Out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Annual Activity</b>				
Police	745,174	510,252	71,435	(341,469)
Fire	630,394	316,110	(111,944)	(289,423)
	<b><u>1,375,568</u></b>	<b><u>826,362</u></b>	<b><u>(40,509)</u></b>	<b><u>(630,892)</u></b>
<b>Ending Available Balance</b>	<b>\$ 4,665,213</b>	<b>\$ 5,491,575</b>	<b>\$ 5,451,066</b>	<b>\$ 4,820,174</b>
<b>Available Balance Calculation</b>				
Current assets		\$ 6,075,829		
Current liabilities		(584,254)		
Program Commitments		-		
Ending Available Balance		<u>\$ 5,491,575</u>		

(a) The portion of Measure W Fund - 081 relating to Fire is also presented in Fire on page E-17.

**POLICE DEPARTMENT****MEASURE W SUBFUND (200-201)****PROGRAM DESCRIPTION**

Stockton's voters approved Measure W in November 2004, which authorized a one-quarter percent Transaction and Use Tax to provide additional public safety services, with the proceeds being split equally between the Police and Fire Departments. The program guidelines include an Economic Uncertainty fund reserve to be funded at 25% of annually budgeted revenues. This reserve is currently fully funded.

The Police Department uses the funds primarily to pay for Police Officer salaries and benefits. Some Measure W dollars have also been used to purchase equipment, vehicles, and radios for Measure W-funded Police Officers.

**KEY CONSIDERATIONS**

- Measure W will continue to pay for salaries, benefits, and equipment for 24 Police Officer positions in FY 2021-22 assigned to the Field Operations Division for street patrol.
- Measure W proceeds are anticipated to increase by 3% from the current year-end projection. Revenues continue to be monitored closely to ensure the long-term affordability of planned expenditures from tax revenues. Revenue projections for FY 2020-21 remain relatively flat compared to FY 2019-20 despite the COVID-19 pandemic. In times of revenue declines, the Economic Uncertainty Fund is intended to be used to maintain service levels. The purpose of the fund balance is to use reserves to fund Police Officer salaries, benefits, and associated equipment. Continuing to fund 24 Officers will draw on the fund balance in FY 2021-22.
- The budgeted amount in Services and Supplies in FY 2021-22 will fund ammunition for the Measure W-funded officers.
- The State of California charges a quarterly administration fee for services associated with the collection of the Measure W Public Safety Sales Tax. A sales tax audit contract provides auditing/compliance services to ensure sales tax is properly collected and distributed.
- In FY 2021-22, the Police Department's share of the recommended Economic Uncertainty reserve is approximately \$1.5 million.

## **FIRE DEPARTMENT**

### **MEASURE W FUND (200)**

#### **PROGRAM DESCRIPTION**

Stockton's voters approved Measure W in November 2004, which authorized a one-quarter percent Transaction and Use Tax for public safety services. Proceeds are split equally between the Police and Fire Departments. The program guidelines include an Economic Uncertainty fund reserve of 25% of annually budgeted revenues. The Fire portion of this reserve is fully funded.

The Fire Department uses Measure W proceeds to pay for a portion of Fire suppression personnel salary and benefits assigned to Fire Company No. 3 (southeast Stockton), Fire Company No. 4 (central Stockton) and Fire Company No. 13 (northeast Stockton). Proceeds have also been used for one-time purchases of fire engines, equipment, and radios. For the past six years, Measure W proceeds have consistently funded the salary and benefits of 25 firefighting positions that provide fire protection and other emergency services.

#### **KEY CONSIDERATIONS**

- Measure W revenues will continue to pay for 25 firefighting positions.
- Measure W proceeds are anticipated to increase by 3% from the current year-end projection. Revenues continue to be monitored closely to ensure the long-term affordability of planned expenditures from tax revenues.
- The Economic Uncertainty Fund will be used for the increased cost of maintaining the current service levels as a result of the significant increase in employee benefit costs. Continuing to fund 25 positions is projected to draw down the fund balance in FY 2021-22.
- Measure W tax proceeds will continue to be used for annual new diver training for the Fire Department's Water Rescue Operations Program and will also provide one-time funds for the purchase of additional washer-extractors.
- The State of California charges a quarterly administration fee for services associated with the collection of the Measure W Public Safety Sales Tax. A sales tax audit contract provides auditing/compliance services to ensure sales tax is properly collected and distributed.
- In FY 2021-22, the Fire Department's share of the recommended Economic Uncertainty reserve is approximately \$1.5 million. The overall budget projection indicates that the balance in the Measure W Economic Uncertainty Fund will stay above the program's requirement.