

Pajaro Community Park
County Contribution for FY 23 & Long-range
Funding
Preliminary Analysis Report
Board Referral No. 2022.23



Presentation Overview

- Background/Concerns
- Process
- Recommendations/Options

Background

- Board Referral No. 2022.23
 - Referral No. 2022.23 assigned CAO and PWFP on November 22, 2022
 - Referral No. 2022.23 provided a brief description of the current budget shortfall and funding need for FY 23 as well as the necessity for a long-range funding solution for Pajaro Community Park
 - Referral No. 2022.23 also speaks to a future capital improvement project of replacing the artificial turf soccer field

Location Map



History of Pajaro Community Park

- 2006-2013- Former Redevelopment Agency works with Community of Pajaro to secure funding through private donations and a \$5 million Prop 84 grant
- 12/4/2014- Pajaro/Sunny Mesa Community Services District (PSMCSD) enters in an O&M Agreement with County, accepting funding responsibility and upkeep of Park until 2039
- 10/22/2013- Property and Park transferred from Successor Agency to the Redevelopment Agency to PSMCSD
- 12/15/2015- PSMCSD enters into O&M Agreement for an annual County contribution of \$25,000 until 2039
- 10/19/2021- Vacant County parcel transfer occurs and County's portion of net sale proceeds to be distributed to PSMCSD; estimated at \$5,000

Additional Background

- PSMCSD requesting County contribution of \$40-60,000 to meet operational needs for FY 23
- Park expenses are \$59-64,000 annually with 3.5% increase
- Capital improvements such as replacing the artificial turf soccer field will be needed in the near future; estimated cost \$500,000 to \$1 million



Process

- Near term need for FY 23
 - Approx \$40,000 to \$60,000
 - Budget Committee, then full Board of Supervisors
- Long term need – long-range funding source for future FY
 - Options on next slides
- Timing
 - Return to the Board April 2023 (target)

Possible Funding Options

➤ Option A

- County contribution from discretionary sources
 - General Fund Contingencies & Cannabis Assignment
- General Fund Contingencies \$556,260
- Cannabis Assignment \$5,843,934
- For one-time contribution for FY23

Possible Funding Options

➤ Option B

- PSMCSD to conduct Prop 218 election to increase tax assessment rates
- Legal documents do not preclude PSMCSD from increasing tax assessment rates
- Conduct Engineer's Report or Rate Study to determine annual funding needs and capital replacement program

Possible Funding Options

➤ Option C

- PSMCSD to request that annual funding be included in County budget process
- Under CAO-Non Departmental Budget Unit
- Execute amendment to annual \$25,000 funding MOU
- Reduction to County services and departments

Possible Funding Options

➤ Option D

- County Parks to assume funding, operations and maintenance
- Most costly option
- 2 FTE annual cost approx. \$195,437
- Additional funding of \$1-200,000 for vehicles, tools and supplies
- Potential legal and liability issues from PSMCSD being partially dependent upon County

Recommendations / Options

- Continue with Process (Staff Recommendation)
 - Near term = Budget Committee, then BOS
 - Long term = Option B, start meeting with PSMCSD
- Modify Referral/Request
- Rescind Referral/Request

Questions or Comments?

