

Agenda Date: May 23, 2023
Agenda No.: 13

Pajaro Community Park

County Contribution for FY 23 & Long-range Funding Referral Update

Board Referral No. 2022.23

Presented by
Bryan Flores, Chief of Parks



Presentation Overview

- Referral 2022.23 Background
- Process
- History of Pajaro Community Park
- Possible Funding Options
 - Option A
 - Option B
 - Option C
 - Option D
- Questions or Comments

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

Process

- January 17, 2023 - Presented preliminary analysis response to Referral No. 2022.23 at Board of Supervisors meeting, initial approval of \$35,000 one-time funding request for PSMCSD Pajaro Park, funding source not identified
- March 3, 2023 - Budget Committee presentation and recommendation for \$35,000 one-time funding request; Budget Committee supported recommendation
- March 28, 2023 - Board of Supervisors final approval and ratification of resolution for \$35,000 one-time funding request; passed unanimously
- May 23, 2023 - Provide update for Referral No. 2022.23, focusing on long-range funding options

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

Funding Needs

- Park operational expenses are \$59-64,000 annually with 3.5% increase
- Capital improvements such as replacing the artificial turf soccer field, playground equipment, park amenities, repair and replacement of hard surfaces; estimated cost \$500,000 to \$1,000,000+
- Engineer's Report would detail park amenities lifespan, annual maintenance cost and replacement value



Possible Funding Options

- Option A
 - Completed - \$35,000 County contribution to assist PSMCSD with FY23 operations and maintenance shortfall

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

Questions or Comments?

