June 7, 2022

Option to Fund Open Space and Affordable Housing

Background

On May 24, I identified options to fund $2.0 million for Open Space and $5.0 million for future Implementation of Affordable Housing Task Force Recommendations. Within the Transmittal of the Recommended Fiscal Year 2022/23 (page 6) details uses of the expected June 30, 2022 General fund Balance.

Recommendation

If the Board wishes to fund $2.0 million for Open Space and $5.0 million for future Affordable Housing Task Force Recommendations, I recommend the following changes:

- Create a $2.0 million PAYGO project within the Capital Projects Fund for the purpose of purchasing Open Space. Delay the $1.25 million Kino South Beach Volleyball PAYGO project and reduce the Canoa Ranch Campground Development PAYGO Project by $0.75.
- Create a $5.0 million reserve for Future Affordable Housing Recommendations within the General Fund.
- Eliminate the $3.0 million from the Contingency – Inflation, Fuel and Security reserve.
- Eliminate the $2.0 million operating transfer out to the Facilities Management Renewal Fund Project and the corresponding operating transfer in.

<table>
<thead>
<tr>
<th></th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Open Space</td>
<td>$2,000,000</td>
</tr>
<tr>
<td>Affordable Housing Task Force Recommendations</td>
<td>$5,000,000</td>
</tr>
<tr>
<td>Contingency - Inflation, Fuel and Security</td>
<td>$(3,000,000)</td>
</tr>
<tr>
<td>Facilities Management Renewal Fund Project Transfer</td>
<td>$(2,000,000)</td>
</tr>
<tr>
<td>Capital Projects - KSC - Kino South Beach Volleyball</td>
<td>$(1,250,000)</td>
</tr>
<tr>
<td>Capital Projects - PR - Canoa Ranch Campground Development</td>
<td>$(750,000)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ -</strong></td>
</tr>
</tbody>
</table>

If approved, Finance and Risk Management will adjust the Adopted Budget to incorporate the changes.

Sincerely,

Jan Lesher
County Administrator

JKL/dym – May 25, 2022

c: Carmine DeBonis, Jr., Deputy County Administrator for Public Works
Francisco García, MD, MPH, Deputy County Administrator & Chief Medical Officer
Health and Community Services
Ellen Moulton, Director, Analytics and Data Governance
Michelle Campagne, Director, Finance and Risk Management
Andy Welch, Deputy Director, Finance and Risk Management
Xavier Rendon, Budget Division Manager, Finance and Risk Management