



SECTION 5

BUDGET SUMMARIES



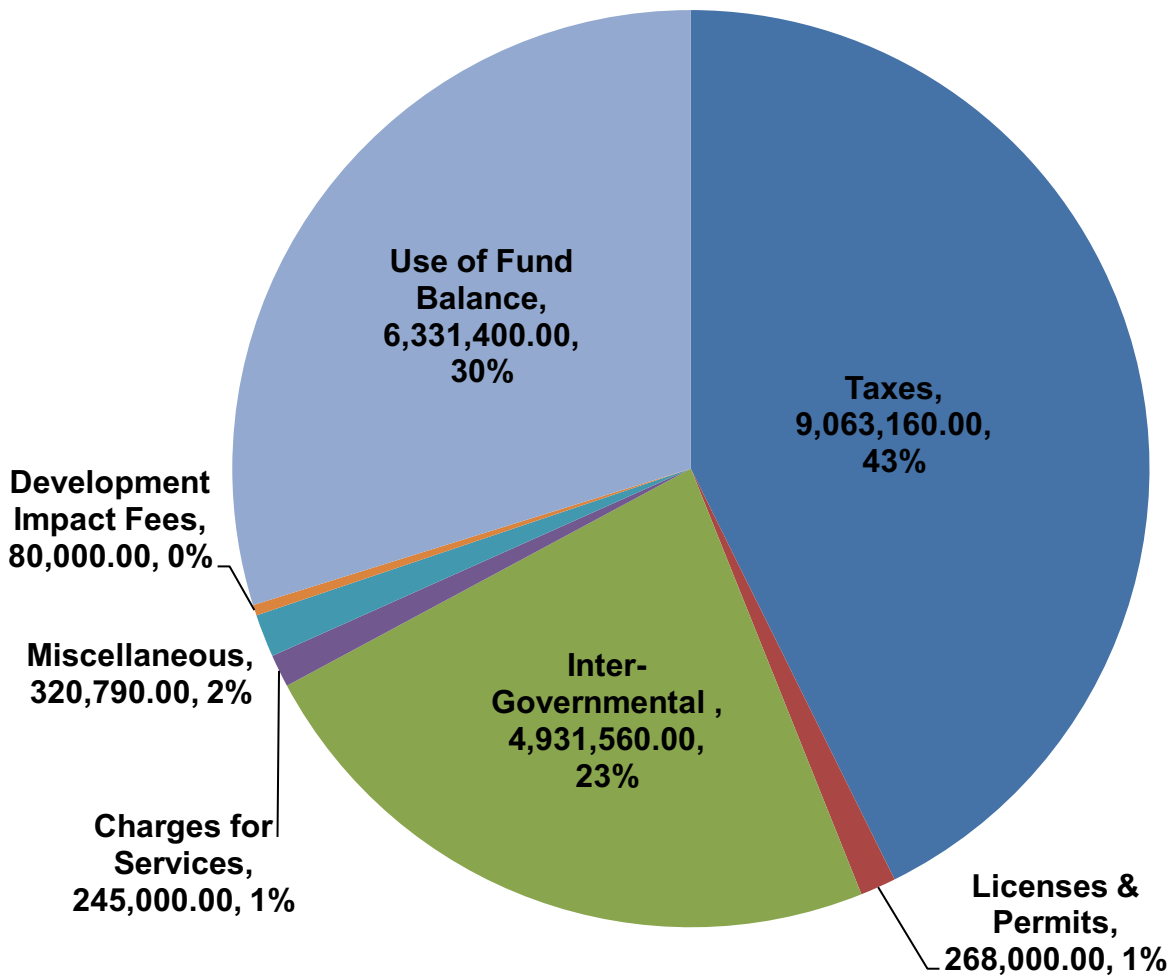
Plaza Merchants--1932

BUDGET REVENUE SUMMARY BY FUND

REVENUE CATEGORY

Accounting Fund	Taxes	Licenses and Permits	Inter-governmental	Charges for Services	Miscellaneous	Development Impact Fees	Use of Fund Balance	Total
General Fund	7,096,000	268,000	103,000	245,000	173,000	0	0	7,885,000
General Capital Projects Fund	0	0	962,900	0	0	0	0	962,900
Community Development Block Grant Fund	0	0	113,060	0	0	0	0	113,060
Curb, Gutter and Sidewalk Impact Fee Capital Projects Fund	0	0	1,325,000	0	0	40,000	0	1,365,000
Fire Development Impact Fee Fund	0	0	0	0	0	40,000	0	40,000
Traffic Safety Special Revenue Fund	0	0	0	0	92,000	0	0	92,000
Gasoline Tax Special Revenue Fund	0	0	958,400	0	500	0	0	958,900
Proposition 42 Traffic Congestion Relief Special Revenue Fund	0	0	0	0	0	0	337,400	337,400
Combined Measure I Capital Projects Fund	0	0	800,000	0	16,000	0	1,653,800	2,469,800
Bikeways and Sidewalks Article 3 Special Revenue Fund	0	0	0	0	0	0	95,700	95,700
AB 2766 Motor Vehicle Surcharge Special Revenue Fund	0	0	98,700	0	250	0	0	98,950
Transportation Development Act Special Revenue Fund	0	0	260,000	0	1,500	0	0	261,500
Risk Management Internal Service Fund	0	0	0	0	0	0	100,500	100,500
Lighting and Landscape Districts Special Revenue Fund	30,160	0	0	0	240	0	3,400	33,800
Public Access TV Special Revenue Fund	0	0	0	0	10,500	0	0	10,500
Equipment Purchase Internal Service Fund	0	0	0	0	0	0	35,900	35,900
Landfill/Land Use Special Revenue Fund	0	0	55,000	0	800	0	45,700	101,500
RDA Capital Projects Fund	0	0	254,500	0	4,000	0	2,003,000	2,261,500
RDA Low & Moderate Housing Special Revenue Fund	387,000	0	1,000	0	12,000	0	1,763,000	2,163,000
RDA Debt Service Fund	1,550,000	0	0	0	10,000	0	293,000	1,853,000
Grand Total	9,063,160	268,000	4,931,560	245,000	320,790	80,000	6,331,400	21,239,910

**Figure 18
City of Twentynine Palms
Total City Revenues For All Accounting Funds
FY2012**



This figure shows the combined projected revenue sources for all 20 City accounting funds for FY2012 and the percentage of total revenues that each revenue source contributes. Total projected revenues of all 20 accounting funds are \$21,239,510.

BUDGET EXPENDITURE SUMMARY BY FUND EXPENDITURE CATEGORY

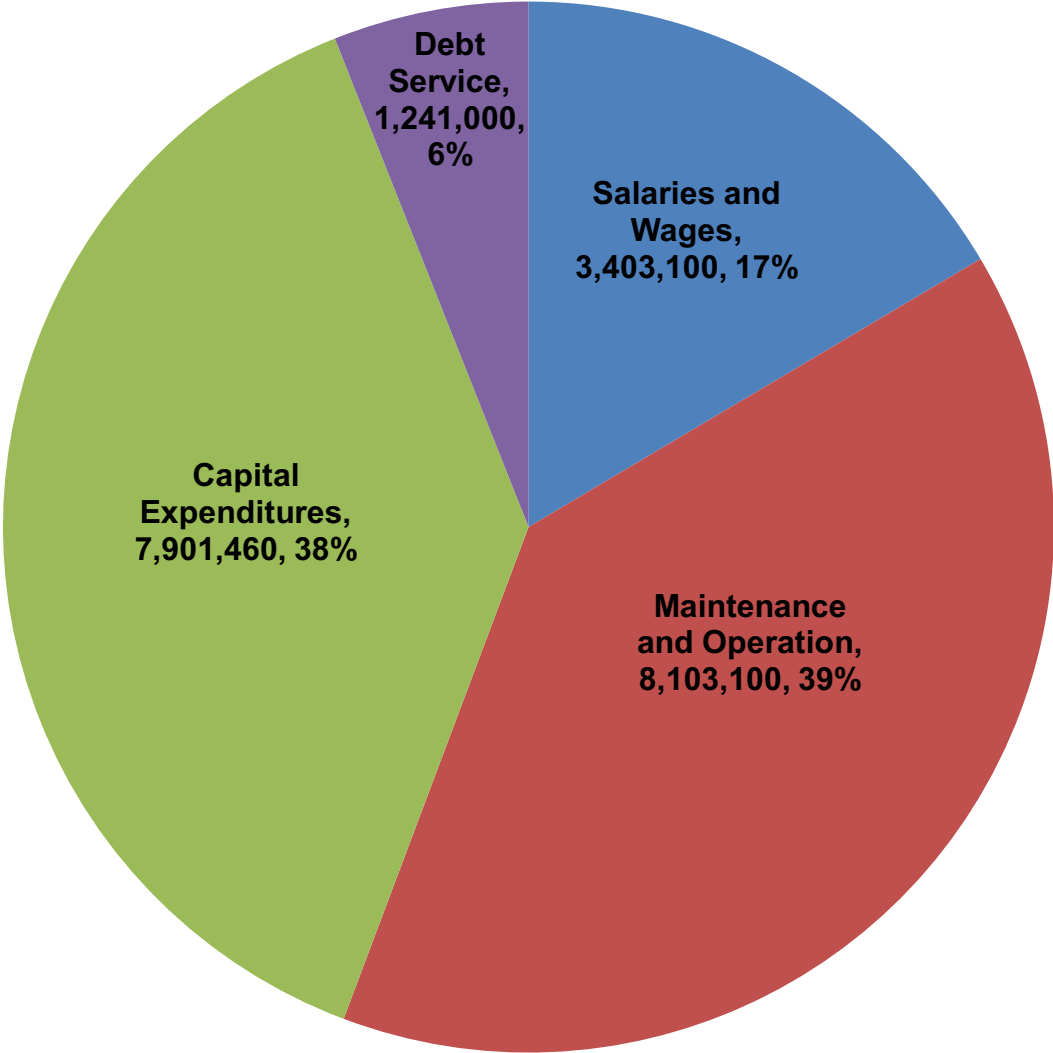
Accounting Fund	Salaries and Wages	Maintenance and Operations	Capital Expenditures	Debt Service	Total
Elected Officials Department	53,600	15,000	0	0	68,600
Administrative Services Department	273,500	223,500	0	0	497,000
Finance	216,100	16,800	0	0	232,900
City Clerk	242,700	17,100	0	0	259,800
Non-Departmental	0	950,700	0	0	950,700
Economic Development	0	197,250	0	0	197,250
Community Development Department	222,100	121,300	0	0	343,400
Building & Safety	0	110,000	0	0	110,000
Code Enforcement	124,500	4,600	0	0	129,100
Police Department (Sheriff Contract)	0	3,158,000	0	0	3,158,000
Animal Control Department	317,300	85,200	0	0	402,500
Public Works Department	14,000	14,500	0	0	28,500
Parks Division	284,600	137,200	0	0	421,800
Community Services Department	261,300	62,000	0	0	323,300
Recreation	476,500	144,500	0	0	621,000
Luckie Park Swimming Pool	40,200	34,550	0	0	74,750
Senior Center	0	34,000	0	0	34,000
Youth Club	0	9,400	0	0	9,400
Community Center	0	22,900	0	0	22,900
Total General Fund	2,526,400	5,358,500	0	0	7,884,900
General Capital Projects Fund					
Wastewater Treatment Plant Study	0	0	100,000	0	100,000
Gateway Signs	0	0	50,000	0	50,000
Animal Control Truck	0	0	45,000	0	45,000
Ball field Groomer	0	0	8,000	0	8,000
Encelia Street Connection	0	0	200,000	0	200,000
Collins Bike Path	0	0	15,000	0	15,000
Knott's Sky Park Electrical Plan & Construction	0	0	80,000	0	80,000
Downtown Crosswalk – Tamarisk	0	0	20,000	0	20,000
Slurry Seal Community Center Parking Lot	0	0	15,000	0	15,000
Sunnyvale/Sun Valley Curbs, Gutters & Sidewalk	0	0	245,000	0	245,000
Hardware and Software System Upgrades	0	0	90,000	0	90,000
Luckie Park Pool Upgrade	0	0	32,000	0	32,000
Mural Replacement or Other Public Art	0	0	20,000	0	20,000
Fireworks Display	0	0	25,000	0	25,000
Total General Capital Projects Fund	0	0	945,000	0	945,000
Community Development Block Grant Fund	0	0	113,060	0	113,060
Curb, Gutter and Sidewalk Impact Fee Fund					
National Park Drive Sidewalk Project	0	0	450,000	0	450,000
Downtown Sidewalk Construction	0	0	500,000	0	500,000
City Match – Sunnyvale/Sun Valley Sidewalks	0	0	106,000	0	106,000
Total C, G and Sidewalk Impact Fee Fund	0	0	1,056,000	0	1,056,000
Fire Develop Impact Fees Capital Projects Fund	0	0	0	0	0
Traffic Safety Special Revenue Fund	0	92,000	0	0	92,000
Gasoline Tax Special Revenue Fund	681,700	181,600	0	0	863,300

Accounting Fund	Salaries and Wages	Maintenance and Operations	Capital Expenditures	Debt Service	Total
Proposition 42 Traffic Congestion Relief Fund	0	0	337,400	0	337,400
Measure I Combined Funds	0	751,800	1,718,000	0	2,469,800
Bikeways and Sidewalks Article 3 Fund	0	95,700	0	0	95,700
AB 2766 Motor Vehicle Surcharge Fund	0	15,300	0	0	15,300
Transportation Development Act (TDA) Fund	0	220,000	0	0	220,000
Risk Management Internal Service Fund	0	100,500	0	0	100,500
Landscape and Lighting Districts Fund	0	33,800	0	0	33,800
Public Access TV Special Revenue Fund	0	7,000	0	0	7,000
Equipment Purchase Special Revenue Fund	0	35,900	0	0	35,900
Landfill/Land Use Special Revenue Fund	0	101,500	0	0	101,500
Redevelopment Agency (RDA) Capital Projects Fund	163,000	266,500	1,832,000	0	2,261,500
Redevelopment Agency (RDA) Low- and Moderate-Income Housing Fund	32,000	31,000	1,900,000	200,000	2,163,000
Redevelopment Agency Debt Service Fund	0	812,000	0	1,041,000	1,853,000
Grand Total All Accounting Funds	3,403,100	8,103,100	7,901,460	1,241,000	20,648,660

Twentynine Palms Visitor Center



Figure 19
City of Twentynine Palms
Total City Expenditures For All Accounting Funds
FY2012



This figure shows the combined projected expenditures for all City accounting funds for FY2012 and the percentage of total expenditures across all accounting funds. The total projected expenses for FY2012 from all accounting funds are \$20,648,660.

FY2012 PROJECTED CHANGES IN FUND BALANCES

Governmental Accounting Funds (Tax-Supported Activities)

Definition and Purpose.

Accountants employ the term “Fund Balance” to describe the net assets of Governmental and Fiduciary Funds calculated in accordance with generally accepted accounting principles (GAAP). Budget professionals commonly use this same term to describe the net assets of governmental funds calculated on a government’s budgetary basis. In both cases, “Fund Balance” is intended to serve as a measure of the financial resources available in a governmental fund. It is essential that the City of Twentynine Palms maintain adequate levels of fund balance to provide working capital, mitigate current and future risks (e.g. revenue shortfalls and unanticipated expenditures) and to ensure stable tax rates. Fund balance levels are also a crucial consideration in long-term financial planning. Credit rating agencies carefully monitor levels of fund balance in a government’s General Fund to evaluate a government’s continued creditworthiness. Those interested primarily in a government’s creditworthiness or fiscal condition are more likely to favor higher levels of fund balance.

The table below shows the estimated fund balance of each Accounting Fund on July 1, 2011, and the estimated fund balance on June 30, 2012.

Governmental Accounting Fund	Estimated Beginning Fund Balance July 1, 2011	Estimated Increase or Decrease In Fund Balance	Estimated Ending Fund Balance June 30, 2012
General Fund	\$ 11,083,969	\$ 100	\$ 11,084,069
General Capital Projects Fund	0	17,900	17,900
Community Development Block Grant (CDBG) Fund	0	0	0
Curb, Gutter and Sidewalk Impact Fee Capital Projects Fund	0	309,000	309,000
Fire Development Impact Fees Capital Projects Fund	-300,000	40,000	-260,000
Traffic Safety Special Revenue Fund	191,701	0	191,701
Gasoline Tax Special Revenue Fund	508,526	120,600	629,126
Proposition 42 Traffic Congestion Relief Special Revenue Fund	337,400	-337,400	0
Combined Measure I Capital Project Fund	3,348,472	-1,653,800	1,694,672
Bikeways and Sidewalks Article 3 Special Revenue Fund	95,700	-95,700	0
AB 2766 Motor Vehicle Surcharge Special Revenue Fund	0	83,650	83,650
Transportation Development Act (TDA) Special Revenue Fund	226,089	41,500	267,589
Risk Management Internal Service Fund	100,500	-100,500	0
Lighting & Landscaping Assessment Districts Special Revenue Fund	48,951	-3,400	45,551
Public Access TV Special Revenue Fund	88,823	3,500	92,323
Equipment Purchase Internal Service Fund	35,900	-35,900	0
Landfill/Land Use Special Revenue Fund	48,683	-45,700	2,983
Redevelopment Agency Capital Projects Fund	7,356,993	-2,003,000	5,353,993
Redevelopment Agency Low/Moderate Income Housing Fund	4,781,798	-1,763,000	3,018,798
Redevelopment Agency Debt Service Fund	2,262,180	-293,000	1,969,180
Total Governmental Funds Estimated Change in Fund Balance	\$ 30,215,685	\$ -5,715,150	\$ 24,500,535

Projected Significant Changes in Fund Balance (Greater than 10%).

Total fund balance for all Governmental Funds will be decreased by \$5,715,150 from \$30,215,685 to \$24,500,535 during FY2012. Significant deviations, defined as a change in fund balance of more than 10%, are explained below:

General Capital Projects Fund. The City uses a General Capital Projects Fund to account for financial transactions related to the purchase of major capital equipment or the construction of major capital facilities (other than those that are constructed in various development impact capital projects funds, special revenue funds or in the Twentynine Palms Redevelopment Agency. Funds deposited in this Accounting Fund are generally grants or one-time non-recurring revenues. The General Capital Projects Fund will collect \$962,900 in revenues and spend \$945,000 for capital projects and capital equipment. This will leave an increase in the fund balance of \$17,900 during the fiscal year.

Curb, Gutter and Sidewalk Impact Fee Capital Projects Fund. A separate Capital Projects Fund has been established to record the revenues and expenditures for all curb, gutter and sidewalk development impact fees paid by residential, commercial or industrial developers where the location, geography, or other factors preclude the installation of these off-site improvements at the time of development. Prior to FY2012, the collections were recorded as a liability in the General Fund. During FY2012, the City will transfer \$1,365,000 from the General Fund to the Curb, Gutter and Sidewalk Capital Projects Fund. It will spend \$1,056,000 from this fund for curb, gutter and sidewalk projects, leaving a fund balance at the end of the fiscal year of \$309,000. Money will be used in a future fiscal year to do a larger one-time project.

Gasoline Tax Special Revenue Fund. This Accounting Fund is used to account for revenues and the related expenditures limited to a variety of highway and transportation purposes. Revenues are derived from Sections 2103, 2105, 2106, 2107 and 2107.5 of the California Streets and Highway Code. This Accounting Fund is used to record the financial transactions primarily for operating costs for City streets and roads. The fund balance will increase by \$120,600 on revenues of \$958,900 and expenditures of \$863,300. This increase in fund balance is the result of a \$117,400 Transfer of Proposition 42 Special Revenue Funds to the Gasoline Tax Special Revenue fund and the City's efforts to hold down operating costs.

Proposition 42 Traffic Congestion Relief Special Revenue Fund. On March 4, 2010, as part of a special budget session called by the Governor, the State Legislature passed ABx8 6 and ABx8 9, which contain provisions for a swap of State sales taxes on gasoline for a gasoline excise tax. The bills were signed by the Governor on March 22. Governor Schwarzenegger signed AB 70 on March 23, which is a clean up to ABX8 6 on March 23, 2010. This legislation eliminated Proposition 42 funding for FY2011, and replaced it with additional gasoline excise tax allocation to cities and counties. The law included expressed legislative intent to fully replace City and County Proposition 42 State sales tax on gasoline with allocations from the new higher motor vehicle gasoline excise tax (HUTA) rate. There will be no Proposition 42 revenues during FY2012, and the City intends to close out this accounting fund in FY2012.

The City is appropriating the entire \$337,400 in Proposition 42 Fund Balance during FY2012. The use of \$337,400 in fund balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012. The City will transfer \$117,400 of the Proposition 42 Special Revenue Fund Balance to the Gasoline Tax Special Revenue Fund and \$220,000 from fund balance to the General Capital Projects Fund. Since this accounting fund is being closed out at the end of FY2012, there will be no ending fund balance on June 30, 2012.

Combined Measure I Capital Projects Fund. The Combined Measure I Capital Projects fund is used to account for all activities, revenues and expenditures related to Twentynine Palms' allocation of Measure I half-cent retail transaction and use tax to construct, repair, rehabilitate and maintain City streets, roads, bridges, traffic control devices, sidewalks, bike lanes and other transportation facilities. The Combined Measure I Capital Projects Fund will have an estimated beginning fund balance of \$3,384,472 on July 1, 2011. The City will use

\$1,653,800 during FY2012 for slurry seal, advanced seal, construction and reconstruction projects during FY2012, leaving an ending fund balance of \$1,694,672 for future projects.

Bikeways and Sidewalks Article 3 Special Revenue Fund. The City does not anticipate that it will deposit any Bikeways and Sidewalks Article 3 allocations from the revenues collected as part of the Transportation Development Act (TDA). It will use \$95,700 from the Fund Balance during FY2012. The use of \$95,700 in FY2012 from the Bikeways and Sidewalks Article 3 Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012. Total resources available for FY2012 are \$95,700. Twentynine Palms will transfer the entire fund balance to other funds during FY2012. \$15,000 will be transferred to the General Capital Projects Fund to complete the Collins Bike Path. Another \$80,700 transferred to the AB 2766 Motor Vehicle Surcharge Special Revenue Fund during the fiscal year. Total funds transferred out during FY2012 will be \$95,700. There will be no City funds in the Bikeways and Sidewalks Article 3 Special Revenue Fund Balance on June 30, 2012.

AB 2766 Motor Vehicle Surcharge Special Revenue Fund. The City anticipates that it will receive \$18,000 in grants to upgrade its heavy-duty diesel equipment to reduce nitrogen (NOx), particulate matter (PM) and reactive organic gases (ROG). Interest earnings are projected to be \$250 and another \$80,700 will be transferred from the Bikeways and Sidewalks Article 3 Special Revenue Fund. Total FY2012 resources available for appropriation are \$98,950. Twentynine Palms will spend \$15,300 to install diesel engine kits on City diesel powered trucks and equipment to reduce air pollution and improve air quality during FY2012. The AB2766 Motor Vehicle Surcharge Fund Balance will increase to \$83,650 on June 30, 2012.

Transportation Development Act (TDA) Special Revenue Fund. The City will continue to see a continued reduction in Transportation Development Act (TDA) Article 8 funds. Twentynine Palms has been informed that it will receive \$250,000 from the San Bernardino Associated Governments (SANBAG) during FY2012. In addition, the City will transfer \$10,000 from the Risk Management Internal Service Fund to the Transportation Development Act (TDA) Special Revenue Fund for streets and roads. Another \$1,500 will be earned in interest revenue. Total financial resources available for appropriation are \$261,500. The City will spend \$220,000 in Transportation Development Act (TDA) funds during FY2012. This includes \$20,000 for road maintenance and \$200,000 to slurry seal City streets. The Transportation Development Act (TDA) Fund Balance will increase from \$226,089 on July 1, 2011 to a projected \$267,589 on June 30, 2012.

Risk Management Internal Service Fund. The City operated a Risk Management Internal Service Fund to keep track of revenues and expenditures related to the City's liability, workers' compensation, property and bond insurance coverage. The Risk Management Internal Service Fund would pay insurance premiums and then charge each accounting fund a portion of the premium. Beginning in FY2012, to simplify the City's accounting system, insurance premiums are charged directly to each accounting fund and this Accounting Fund will be discontinued. The City will appropriate \$100,500 from the Risk Management Internal Service Fund Balance for transfer to other accounting funds. This use of \$100,500 in FY2010 and \$100,500 in FY2012 from the Risk Management Internal Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012. The City will transfer \$74,000 to the General Capital Projects Fund and \$26,500 to the Gasoline Tax Special Revenue fund, Transportation Development Act (TDA) Special Revenue and the Twentynine Palms Redevelopment Agency. There will be no fund balance in the Risk Management Internal Service Fund on June 30, 2012.

Equipment Purchase Internal Service Fund. The Purpose of the Equipment Purchase Internal Service Fund was to account for the financial resources used to purchase and dispose of cars, trucks, heavy equipment and rolling stock used in City operations and to provide City services. Departments would pay into this accounting fund each year whether or not they bought new vehicles, heavy equipment or rolling stock. When the department needed to purchase new equipment they could draw upon the funds that had accumulated in this Accounting Fund. This Accounting Fund is being discontinued in FY2012 and the purchase of vehicles and heavy equipment will be accounted for in the appropriate Special Revenue Fund or Capital Projects Fund. No revenues are being deposited into this Accounting Fund. The City will transfer \$35,900 to the General Capital Projects Fund to

purchase equipment. The Equipment Purchase Internal Service Fund will end the fiscal year on June 30, 2012 with no fund balance.

Landfill/Land Use Special Revenue Fund. The mission of the Landfill/Land Use Special Revenue Fund is to account for solid waste revenues including grant revenues, and landfill tipping fee revenues from haulers outside the county as well as expenses for abandoned vehicle abatement, dangerous building abatement, graffiti removal, illegal dumping, recycling programs, hazardous household waste programs, litter reduction and expenses related to the Mojave Desert and Mountain Integrated Waste Joint Powers Authority. Twentynine Palms anticipates that it will receive a \$5,000 grant from the California Department of Conservation for recycling plastic containers. This grant comes from the California Redemption Value (CRV) that is charged by retailers on all beverage containers. It will also receive \$500 in interest revenue and \$50,000 in Article 19 fees from San Bernardino County landfills. Total resources available for appropriation are \$55,800. The City will spend \$101,500 on solid waste programs including \$500 for abandoned vehicle abatement, \$5,000 in dangerous building abatement, \$10,000 to cleanup illegal dumping, \$10,000 for recycling programs, \$40,000 for the household hazardous waste program, and \$5,000 in plastic container litter reduction. The City will also contribute \$30,000 to the Mojave Desert and Mountain Integrated Waste Joint Powers Authority. The Landfill/Land Use Special Revenue Fund Balance will be reduced from \$48,683 on June 30, 2011 to \$2,983 on June 30, 2012. In FY2013, the City will need to increase the revenues of this Accounting Fund, reduce its expenses or charge the expenses to another Accounting Fund.

Redevelopment Agency Capital Projects Fund. The mission of the Twentynine Palms Redevelopment Agency Capital Projects Fund is to account for all activities, revenues, expenditures, assets and liabilities for the purpose of securing commercial and industrial development for job creation and revitalization of blighted residential, commercial or industrial areas in the City of Twentynine Palms. The Twentynine Palms Redevelopment Agency Capital Projects Fund revenues are projected to be \$2,261,500 during FY2012. Revenues will include \$4,500 transfer from the Risk Management Internal Service Fund, a \$250,000 transfer from the Redevelopment Agency Debt Service Fund, \$4,000 in interest income and the use of \$2,003,000 from the Redevelopment Agency Capital Projects Fund Balance. The use of \$2,003,000 in FY2012 from the Redevelopment Agency Capital Projects Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012. Total financial resources to be appropriated from all revenue sources during FY2012 are \$2,261,500.

The City and the Redevelopment Agency will need to focus its resources (especially with regard to the 2011 bond proceeds) to eliminate blight, create jobs and transform and revitalize the downtown. The City will spend \$25,000 on marketing and business promotion and another \$50,000 on other economic development efforts from the Redevelopment Agency. These funds will be combined with \$90,000 tourism advertising budget and the \$25,000 business recruitment and promotion budget the General Fund economic development budget. Funds will be spent in accordance with a marketing plan developed by elected officials, the Chamber of Commerce, the Innkeepers Association and other local businesses and interested stakeholders. In addition to marketing the downtown, the Redevelopment Agency will spend \$31,000 to complete the Redevelopment Agency's portion of the General Plan, \$10,000 to update the Downtown Specific Plan, and \$7,000 to purchase new accounting software.

Redevelopment Agency Capital projects will include \$285,000 to eliminate abandoned, dangerous and blighted buildings, \$300,000 to develop and implement a property improvement program to assist business owners, \$25,000 for sidewalk repairs, \$750,000 for Project Phoenix, and \$150,000 for projects to be designated at a later date by the City Council. The Redevelopment Agency Capital Projects fund will also combine \$300,000 of its money with \$200,000 from the Measure I Capital Projects Fund to complete the environmental document, engineering and construction of the first phase of the curb, gutter and sidewalk along Highway 62 from Encelia Avenue to Split Rock Avenue. Total Redevelopment Agency Capital Projects Fund spending during FY2012 will be \$2,261,500. The Redevelopment Agency Capital Projects Fund Balance will be reduced from \$7,356,993 on June 30, 2011 to \$5,353,993 on June 30, 2012.

Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund. The mission of the Low- and Moderate-Income Housing Special Revenue Fund in the Twentynine Palms Redevelopment Agency is to account for all activities, revenues, expenditures, assets and liabilities used for increasing or improving housing for low- and moderate-income households. The Twentynine Palms Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund revenues during FY2012 are projected to be \$2,163,000. This includes \$387,000 in tax increment funds, \$12,000 in interest income, \$1,000 transfer from the Risk Management Internal Service Fund and \$1,763,000 from the Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund Balance. The use of \$1,763,000 in FY2012 from the Redevelopment Agency Low- and Moderate-Income Housing Fund Balance represented the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Expenditures in the Twentynine Palms Redevelopment Agency Low- and Moderate-Income Housing Fund will include \$32,000 for personnel services, \$31,000 for maintenance and operations expenses and \$200,000 for debt service payments. \$1,900,000 is reserved for a future low- and moderate-income housing project to be determined at a later date by the City Council. Total FY2012 expenditures are \$2,163,000. The Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund Balance will be decreased from \$4,781,798 on July 1, 2011 to \$3,018,798 on June 30, 2012.

Redevelopment Agency Debt Service Fund. The purpose of the Debt Service Fund in the Twentynine Palms Redevelopment Agency is to account for the activities, revenues, expenditures, assets and liabilities of the Redevelopment Agency for debt service payments, Education Revenue Augmentation Fund (ERAF) payments and any pass through payments to other taxing agencies required by law or contract. The Twentynine Palms Redevelopment Agency Debt Service Fund tax increment revenues during FY2012 are projected to be \$1,550,000. Interest revenues are projected to be \$10,000 and \$293,000 will be taken from the Redevelopment Agency Debt Service Fund Balance. The use of \$293,000 in FY2012 in Redevelopment Agency Debt Service Fund Balance represents the taking of prior year's surplus and appropriating it in FY2012. Total funds available for appropriation during FY2012 are \$1,853,000.

Expenditures in the Twentynine Palms Redevelopment Agency Debt Service Fund include \$388,000 in pass through payments to other taxing entities, \$99,000 in Education Revenue Augmentation Fund (ERAF) payments to the State of California, \$25,000 in San Bernardino County administrative charges for the collection of property tax, \$250,000 transfer to the Redevelopment Agency Capital Projects Fund, \$50,000 in debt interest payments and \$1,041,000 in debt principal payments. Total expenditures are projected to be \$1,853,000. The Redevelopment Agency Debt Service Fund Balance is expected to decrease from \$2,262,180 on July 1, 2011 to \$1,969,180 on June 30, 2012.



Bill and Frances Keys and friends—1918

BUDGET REVENUE AND EXPENDITURE SUMMARY BY MAJOR FUND CATEGORY

General Fund

Revenues

Property Taxes	\$ 1,725,000
Other Taxes	5,371,000
Licenses and Permits	268,000
Intergovernmental Revenue	103,000
Charges for Services	245,000
Use of Property and Money	95,000
Miscellaneous	30,000
Transfers from Other Funds	48,000
Total General Fund Revenues	\$ 7,885,000

Expenditures

Elected Officials Department	\$ 68,600
Administrative Services Department	989,700
Non-Departmental	950,700
Community Development Department	779,750
Law Enforcement	3,560,500
Public Works Department	450,300
Community Services (Recreation)	1,085,350
Total General Fund Expenditures	\$ 7,884,900

General Capital Projects Fund

Revenues

Transfer from General Fund	\$ 373,000
Transfers from Other Funds	344,900
SANBAG Grant – Sunnyvale Sun Valley Curb, Gutters and Sidewalks	245,000
Total General Capital Projects Fund Revenues	\$ 962,900

Expenditures

Wastewater Treatment Plant Study	\$ 100,000
Vehicles & Equipment	53,000
Minor Projects	100,000
Encelia Street Connection from Sunnyslope Avenue to Two-Mile Road	200,000
Knott's Sky Park Electrical Master Plan and Underground Electrical Construction	80,000
Sunnyvale/Sun Valley Curbs, Gutters and Sidewalks	245,000
Hardware and Software Systems Upgrades	90,000
Luckie Park Swimming Pool Upgrade	32,000
Mural Replacement or Other Public Art	20,000
Fireworks Display	25,000
Total General Capital Projects Fund Expenditures	\$ 945,000

Community Development Block Grant (CDBG) Special Revenue Fund

Revenues

Community Development Block Grant (CDBG) Revenue	\$ 113,060
Total Community Development Block Grant (CDBG) Revenues	\$ 113,060

Expenditures

Luckie Park Swimming Pool Upgrade	\$ 38,060
Luckie Park Well Project	75,000
Total Community Development Block Grant (CDBG) Expenditures	\$ 113,060

Curb, Gutter and Sidewalk Development Impact Fee Capital Projects Fund

Revenues

Curb, Gutter and Sidewalk Development Impact Fees	\$ 40,000
Transfer from General Fund	1,325,000
Total Curb, Gutter and Sidewalk Development Impact Fees Revenue	\$ 1,365,000

Expenditures

National Park Drive Sidewalk Project	\$	450,000
Downtown Sidewalk Construction		500,000
City Match – Sunnyvale/Sun Valley Sidewalk Project		106,000
Total Curb, Gutter and Sidewalk Development Impact Fee Capital Expenditures	\$	1,056,000

Fire Development Impact Fees Capital Projects Fund

Revenues

Fire Development Impact Fees	\$	40,000
Total Fire Development Impact Fees Capital Projects Fund Revenue	\$	40,000

Expenditures

No Expenditure of Fire Development Impact Fees	\$	0
Total Fire Development Impact Fees Capital Projects Fund Expenditures	\$	0

Traffic Safety Special Revenue Fund

Revenues

Vehicle Code Fines	\$	90,000
Interest Earned		2,000
Total Traffic Safety Special Revenue Fund Revenues	\$	92,000

Expenditures

Traffic Signals, Signs and Striping and Traffic Engineering	\$	44,000
Transfer to General Fund for Traffic Safety use		48,000
Total Traffic Safety Special Revenue Fund Expenditures	\$	92,000

Gasoline Tax Special Revenue Fund

Revenues

Gasoline Tax Revenues	\$ 830,000
Interest Earned	500
Transfer from Risk Management Fund	11,000
Transfer from Proposition 42 Traffic Congestion Relief Fund	117,400
Total Gasoline Tax Fund Revenues	\$ 958,900

Expenditures

Salaries and Wages	\$ 681,700
Maintenance and Operations	181,600
Total Gasoline Tax Fund Expenditures	\$ 863,300

Proposition 42 Traffic Congestion Relief Special Revenue Fund

Revenues

Traffic Congestion Relief Funds are now received as Gas Tax Funds	\$ 0
Use of Fund Balance ¹¹⁴	337,400
Total Proposition 42 Traffic Congestion Relief Special Revenue Fund Revenues	\$ 377,400

Expenditures

Transfer to Gasoline Tax Special Revenue Fund	\$ 117,400
Transfer to General Capital Projects Fund	220,000
Total Proposition 42 Traffic Congestion Relief Special Revenue Fund Expenditures	\$ 337,400

¹¹⁴ The use of \$377,400 in FY2012 from the Proposition 42 Traffic Congestion Relief Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Combined Measure I Capital Projects Fund

Revenues

Measure I Distribution	\$ 600,000
SANBAG Measure I Discretionary Distribution	200,000
Interest Earned	16,000
Use of Combined Measure I Fund Balance ¹¹⁵	1,653,800
Total Combined Measure I Capital Projects Fund Revenues	\$ 2,469,800

Expenditures

Congestion Management Program	\$ 3,000
Street and Crosswalk Repair	20,000
Advanced Seal Projects	728,800
Hwy 62 Curbs, Gutters and Sidewalks	200,000
Hwy 62, Sunrise to Canyon – Widening	200,000
Street Overlay Projects	1,318,000
Total Combined Measure I Capital Projects Fund Expenditures	\$ 2,469,800

Bikeways and Sidewalks Article 3 Special Revenue Fund

Revenues

No Revenue	\$ 0
Use of Bikeways and Sidewalks Article 3 Special Revenue Fund Balance ¹¹⁶	95,700
Total Bikeways and Sidewalk Article 3 Special Revenue Fund Revenues and Use of Fund Balance	\$ 95,700

¹¹⁵ The use of \$1,653,800 in FY2012 from the Combined Measure I Capital Projects Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

¹¹⁶ The use of \$95,700 in FY2012 from the Bikeways and Sidewalks Article 3 Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Expenditures

Transfer to AB Motor Vehicle Surcharge Special Revenue Fund	\$	80,700
Transfer to General Capital Projects Fund		15,000
Total Bikeways and Sidewalk (Article 3) Special Revenue Fund Expenditures	\$	95,700

AB 2766 Motor Vehicle Surcharge Special Revenue Fund

Revenues

AB 2766 Allocations from the Mojave Desert Air Quality Management District	\$	18,000
Interest Earned		250
Transfer from Bikeways and Sidewalk Article 3 Special Revenue Fund		80,700
Total Gasoline Tax Special Revenue Fund Revenues	\$	98,950

Expenditures

Maintenance and Operations (Diesel Engine Kits)	\$	15,300
Total Gasoline Tax Special Revenue Fund Expenditures	\$	15,300

Transportation Development Act (TDA) Special Revenue Fund

Revenues

Article 8 Transportation Development Act (TDA) Revenues	\$	250,000
Interest Earned		1,500
Transfer from Risk Management Internal Service Fund		10,000
Total Transportation Development Act (TDA) Special Revenue Fund Revenues	\$	261,500

Expenditures

Slurry Seal Projects	\$	200,000
Road Maintenance (Downtown Crosswalk at Highway 62 and Tamarisk)		20,000
Total Transportation Development Act (TDA) Special Revenue Fund Expenditures	\$	220,000

Risk Management Internal Service Fund

Revenues

No Revenues	\$	0
Use of Risk Management Internal Service Fund Balance ¹¹⁷		100,500
Total Risk Management Internal Service Fund Revenues	\$	100,500

Expenditures

Transfer to Capital Projects Fund for the General Fund	\$	74,000
Transfer to Gasoline Tax, Article 8 and Twentynine Palms Redevelopment Funds		26,500
Total Risk Management Internal Service Fund Expenditures	\$	100,500

Lighting and Landscape Assessment Districts Special Revenue Fund

Revenues

District #1 Bordered by Sunnyslope, Encelia, El Paseo and Panorama	\$	22,660
District #2 Historic Plaza		7,500
Interest Income		240
Lighting and Landscape Assessment Districts Special Revenue Fund Revenues	\$	30,400

Expenditures

District #1 Lighting and Maintenance	\$	29,300
District #2 Lighting and Maintenance		4,500
Lighting and Landscape Assessment Districts Special Revenue Fund Expenditures	\$	33,800

¹¹⁷ The use of \$100,500 in FY2012 from the Risk Management Internal Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Public Access TV Special Revenue Fund

Revenues

Subscriber Contributions	\$ 10,000
Interest Income	500
Total Public Access TV Special Revenue Fund Revenues	\$ 10,500

Expenditures

Videotape City Council and Planning Commission Meetings	\$ 5,000
Electronic Equipment	2,000
Total Public Access TV Special Revenue Fund Expenditures	\$ 7,000

Equipment Purchase Internal Service Fund

Revenues

Use of Fund Balance ¹¹⁸	\$ 35,900
Total Equipment Purchase Internal Service Fund Revenues	\$ 35,900

Expenditures

Transfer to General Capital Projects Fund	\$ 35,900
Total Equipment Purchase Fund Expenditures	\$ 35,900



Oasis of Mara photograph by Harlow Jones

¹¹⁸ The use of \$35,900 in FY2012 from the Equipment Purchase Internal Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Landfill/Land Use Special Revenue Fund

Revenues

Recycling Grant	\$ 5,000
Interest Earned	800
Article 19 Fees	50,000
Use of Landfill/Land Use Fund Balance ¹¹⁹	45,700
Total Landfill/Land Use Special Revenue Fund Revenues	\$ 101,500

Expenditures

Household Hazardous Waste Program	\$ 40,000
Mojave Desert & Mountain Integrated Waste JPA	30,000
Abatement and Recycling Programs	31,500
Total Landfill/Land Use Special Revenue Fund Expenditures	\$ 101,500

Twentynine Palms Redevelopment Agency Capital Projects Fund

Revenues

Transfer from Debt Service Fund	\$ 250,000
Transfer from Risk Management Fund	4,500
Interest Earned	4,000
Use of Redevelopment Agency Capital Projects Fund Balance ¹²⁰	2,003,000
Total Redevelopment Agency Capital Projects Fund Revenues	\$ 2,261,500

Expenditures

Personnel Services	\$ 163,000
Maintenance and Operations	266,500
Downtown Improvement Projects	1,832,000
Total Redevelopment Agency Capital Projects Fund Expenditures	\$ 2,261,500

¹¹⁹ The use of \$45,700 from the Landfill/Land Use Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it in FY2012.

¹²⁰ The use of \$2,003,000 in FY2012 from the Redevelopment Agency Capital Projects Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

City of Twentynine Palms Redevelopment Agency Low- and Moderate-Income Housing Fund

Revenues

Property Taxes	\$ 387,000
Transfer from Risk Management Fund	1,000
Interest Earned	12,000
Use of Low- and Moderate-Income Housing Fund Balance ¹²¹	1,763,000
Total Low- and Moderate-Income Housing Fund Revenues	\$ 2,163,000

Expenditures

Salaries and Wages	\$ 32,000
Maintenance and Operations	31,000
Affordable Housing Project to be Determined by City Council	1,900,000
Debt Service Payments	200,000
Total Low- and Moderate Income Housing Fund Expenditures	\$ 2,163,000

City of Twentynine Palms Redevelopment Agency Debt Service Fund

Revenues

Property Taxes	\$ 1,550,000
Interest Earned	10,000
Use of Redevelopment Agency Debt Service Fund Balance ¹²²	293,000
Total Low- and Moderate-Income Housing Fund Revenues	\$ 1,853,000

Expenditures

Pass-Through Payments to Taxing Agencies	\$ 388,000
SERAF and County Service Charges	124,000
Transfer to Redevelopment Agency Capital Projects Fund	250,000
Debt Service Payments	1,091,000
Total Low and Moderate Income Housing Fund Expenditures	\$ 1,853,000

¹²¹ The use of \$1,763,000 in FY2012 from the Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

¹²² The use of \$293,000 in FY2012 from the Redevelopment Agency Debt Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

HISTORICAL REVENUE AND EXPENDITURE SUMMARY

General Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Property Taxes	\$ 4,662,649	\$ 5,594,000	\$ 4,596,000
Other Taxes	2,711,011	2,526,000	2,500,000
Licenses and Permits	291,769	268,000	268,000
Intergovernmental Revenue	72,706	50,000	103,000
Charges for Services	295,099	257,000	245,000
Fines and Penalties	20,875	15,000	15,000
Use of Property and Money	133,118	237,000	95,000
Miscellaneous	90,122	15,000	15,000
Transfers from Other Funds	48,000	48,000	48,000
Total General Fund Revenues	\$ 8,325,279	\$ 8,010,000	\$ 7,885,000

Expenditures

	Actual 2010	Estimated 2011	Approved 2012
Elected Officials Department	\$ 45,422	\$ 59,400	\$ 68,600
Administrative Services Department	1,598,848	1,946,700	1,940,400
Community Development Department	1,192,047	948,290	779,750
Law Enforcement Department	2,706,683	2,877,400	3,158,000
Animal Control Department	384,372	390,600	402,500
Public Works Department	401,237	489,050	450,300
Community Services Department	993,248	1,033,750	1,085,350
Total General Fund Expenditures	\$ 7,322,037	\$ 7,745,190	\$ 7,884,900

General Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Transfer from Traffic Congestion Relief Fund	\$ 0	\$ 0	\$ 220,000
Transfer from Risk Management Fund for General Fund	0	0	74,000
Transfer from Article 3 Fund for Collins Bike Path	0	0	15,000
Transfer from Equipment Purchase for General Fund	0	0	35,900
Transfer from General Fund	0	406,200	373,000
SANBAG grant for Sunnyvale/Sun Valley curbs, gutters, etc	0	0	245,000
Use of Revenues/General Capital Projects Fund Balance	132,866	0	0
Total General Capital Projects Fund Revenues	\$ 132,866	\$ 406,200	\$ 962,900

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Wastewater Treatment Plant Study	0	0	100,000
Homeland Security Grant Purchases	4,932	14,300	0
Computer Upgrades	70,432	25,000	0
Vehicle Replacement	0	19,600	0
Gateway Signs	0	0	50,000
Animal Control Truck	0	0	45,000
Baseball Field Groomer	0	0	8,000
Encelia Street Connection from Sunnyslope to Two-Mile Rd.	0	0	200,000
Collins Bike Path	0	0	15,000
Knott Sky Park Electrical Master Plan and Construction	0	0	80,000
Renovations at Indian Cove Property	27,528	300	0
Downtown Crosswalk – Tamarisk	0	0	20,000
Slurry Seal Community Service Parking Lot			15,000
Sunnyvale/Sun Valley Curb, Gutters & Sidewalks	3,250	32,400	245,000
Solar Project	50	10,000	0
Energy Efficiency Grant Project	88	60,000	0
City Match – Energy Efficiency Grant		134,600	0
Equipment Replacement Fund		100,000	0
Hardware and Software Systems Upgrade	0	0	90,000
Luckie Park Swimming Pool Upgrade	0	0	32,000
Mural Replacement or Other Public Art	0	0	20,000
Fireworks Display	0	0	25,000
Total General Capital Projects Fund Expenditures	\$ 132,866	\$ 396,200	\$ 945,000

Community Development Block Grant (CDBG) Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Community Development Block Grant Revenues	\$ 209,908	\$ 341,000	\$ 113,060
Total Community Development Block Grant Revenues	\$ 209,908	\$ 341,000	\$ 113,060

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Metal Building – KSP	\$ 55	\$ 136,000	\$ 0
Youth Club	5,000	0	0
High Desert Football	10,970	0	0
Luckie Park Improvement	119,802	50,000	0
CDBG – Un-programmed	218,852	0	0
Luckie Park Swimming Pool Upgrade	0	0	38,060
Community Center Improvements	0	55,000	0
Knott Sky Park Improvements	0	100,000	0
Luckie Park Well Project	0	0	75,000
Total Community Development Block Grant Expenditures	\$ 354,679	\$ 286,000	\$ 113,060

Curb, Gutter and Sidewalk Development Impact Fees Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Curb, Gutter and Sidewalk Development Impact Fees	\$ 0	\$ 0	\$ 40,000
Transfer from General Fund	0	0	1,325,000
Total Curb, Gutter and Sidewalk Development Impact Fees Capital Projects Fund Revenues	\$ 0	\$ 0	\$ 1,365,000

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
National Park Drive Sidewalk	\$ 0	\$ 0	\$ 450,000
Downtown Sidewalk Construction	0	0	500,000
City Matching Funds for Sunnyvale/Sun Valley Sidewalk	0	0	106,000
Total Curb, gutter and Sidewalk Development Impact Fees Capital Projects Fund	\$ 0	\$ 0	\$ 1,056,000

Fire Impact Development Impact Fees Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Fire Impact Fee Revenues	\$ 0	\$ 0	\$ 40,000
Total Fire Development Impact Fees Revenues	\$ 0	\$ 0	\$ 40,000

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
No Expenditures of Fire Development Impact Fees	\$ 0	\$ 0	\$ 0
Total Traffic Safety Special Revenue Fund Expenditures	\$ 0	\$ 0	\$ 0

Traffic Safety Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Vehicle Code Fines	\$ 95,694	\$ 90,000	\$ 90,000
Interest Revenue	1,819	1,300	2,000
Total Traffic Safety Special Revenue Fund Revenues	\$ 97,513	\$ 91,300	\$ 92,000

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Traffic Signals, Signs and Striping and Traffic Engineering	\$ 56,265	\$ 55,000	\$ 44,000
Transfer to General Fund for Traffic Safety Use	48,000	48,000	48,000
Total Traffic Safety Special Revenue Fund Expenditures	\$ 104,265	\$ 103,000	\$ 92,000

Gasoline Tax Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 413	\$ 600	\$ 500
Transfer from Risk Management Fund	0	0	11,000
2103 Funds	0	308,000	341,000
2106 Funds	108,404	107,000	105,000
2107 Funds	224,062	220,000	216,000
2107.5 Funds	6,000	6,000	6,000
2105 Funds	168,116	166,000	162,000
Total Gasoline Tax Special Revenue Fund Revenues	\$ 506,9954	\$ 807,600	\$ 958,900

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Personnel Services	\$ 300,055	\$ 325,300	\$ 681,700
Maintenance and Operations ¹²³	174,728	155,900	181,600
Total Gasoline Tax Special Revenue Fund Expenditures	\$ 474,783	\$ 481,200	\$ 863,300

¹²³ Maintenance and operations expenditures includes \$25,000 to install backup batteries for City traffic signals.

Proposition 42 Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Revenue	\$ 1,959	\$ 1,150	\$ 0
SB County Portion of Mesquite Springs Street Paving	0	283,500	0
Proposition 42 Traffic Congestion Relief	278,358	0	0
Proposition 1B Revenues	369,131	0	0
SANBAG—American Recovery and Reinvestment Act	0	437,000	0
Use of Proposition 42 Fund Balance ¹²⁴	0	0	337,400
Total Proposition 42 Capital Projects Fund Revenues	\$ 649,448	\$ 721,650	\$ 337,400

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Traffic Signals and Lights	\$ 2,273	\$ 3,000	\$ 0
Traffic Signal Maintenance	975	1,500	0
Signs and Striping	159	200	0
Transfer to Gasoline Tax Special Revenue Fund	0	0	117,400
Transfer to General Capital Projects Fund	0	0	220,000
Slurry Seal Projects	0	335,000	0
Overlay of Mesquite Springs Road from Two Mile Road to Indian Springs	137,635	796,000	0
Total General Proposition 42 Capital Projects Fund Expenditures	\$141,042	\$ 1,135,700	\$ 337,400

¹²⁴The use of \$377,400 in FY2012 from the Proposition 42 Traffic Congestion Relief Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Combined Measure I Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Measure I Distribution	\$ 282,810	\$ 550,000	\$ 600,000
Interest Earned	15,293	14,000	16,000
Miscellaneous	0	2,500	0
Regional Projects	503,308	0	0
Local Projects	232,296	0	0
SANBAG Measure I Discretionary	0	0	200,000
Use of Fund Balance ¹²⁵	0	0	1,653,800
Total Combined Measure I Capital Projects Revenues	\$ 1,033,707	\$ 566,500	\$ 2,469,800

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Congestion Management Program Administration	\$ 20,521	\$ 3,000	\$ 3,000
Hwy 62 – Sunrise to Canyon – Widen	7,442	10,000	200,000
Pavement Management Program	17,611	2,500	0
Adobe & El Paseo – Median, Crosswalk & Flashing Light	743	7,500	20,000
Hwy 62 – Curbs, Gutters & Sidewalks	0	0	200,000
Overlay Projects			
Sullivan, Adobe to Hillside	0	0	124,000
Amboy Rd – Utah Trail to Bagdad Hwy	0	0	222,000
Mesquite Springs, El Paseo Two-Mile Road	0	0	138,000
Ocotillo Ave – Sunnyslope to Two-Mile Road	0	0	55,000
Joshua Drive – Split Rock Avenue to Adobe Road	0	0	83,000
Baseline Road—Utah Trail to Adobe Road	0	0	200,000
Adobe Road—Baseline to Hwy 62	0	0	200,000
Advanced Seal Projects			
Lear Ave at Hwy 62 to Amboy Road	0	0	110,000
Hatch/Sullivan to Hwy 62	0	0	52,000
Larrea Ave, 29 Palms Hwy to Two Mile Road	0	0	100,000
Utah Trail – Mesa to Amboy Road	0	0	44,100
Indian Trail, Mesquite Springs to Adobe Road	0	0	44,000
Utah Trail, Valle Vista to Mesa Road	0	0	44,000
Valle Vista, Condor to Bullion	0	0	132,200
Sun Valley – Hillside to Adobe Road	0	0	56,000
Condor – MCAGCC Gate to Adobe Road	0	0	104,400
Raymond Dr – Mesquite Springs to Adobe	0	0	42,100
Reconstruction Projects			
Sunnyvale, Sun Valley to Hillside	0	0	200,000

¹²⁵ The use of \$1,653,800 in FY2012 from the Combined Measure I Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Sunnyslope – Ocotillo to Aztec	0	0	96,000
Combined Measure I Capital Projects Expenditures	\$ 46,317	\$ 23,000	\$ 2,469,800

Bikeways and Sidewalks Article 3 Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Bikeways and Sidewalks Article 3 Revenues	\$ 0	0	0
Interest Revenue	99	100	0
Use of Bikeways and Sidewalks Article 3 Fund Balance ¹²⁶	0	0	95,700
Total Bikeways and Sidewalks Article 3 Special Revenues and Use of Fund Balance	\$ 99	\$ 100	\$ 95,700

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Transfer to AB 2766 Motor Vehicle Surcharge Fund	\$ 0	\$ 0	\$ 80,700
Transfer to General Capital Projects Fund	0	0	15,000
Total Bikeways and Sidewalks Article 3 Special Revenue Fund Expenditures	\$ 0	\$ 0	\$ 95,700

¹²⁶ The use of \$95,700 in FY2012 from the Bikeways and Sidewalks Article 3 Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

AB 2766 Motor Vehicle Surcharge Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
AB2766 Allocations from the Mojave Desert Air Quality Management District	\$ 18,054	18,000	18,000
Interest Revenue	384	250	250
Transfer from Bikeways and Sidewalks Article 3 Special Revenue Fund	0	0	80,700
Total AB2766 Motor Vehicle Surcharge Special Revenue Fund Revenues	\$ 8,438	\$ 18,250	\$ 98,950

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Diesel Engine Kits	\$ 9,925	\$ 0	\$ 15,300
Miscellaneous	2,500	0	0
Total AB2766 Motor Vehicle Surcharge Special Revenue Fund Expenditures	\$ 12,306	\$ 0	\$ 15,300

Transportation Development Act (TDA) Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 1,267	\$ 0	\$ 1,500
Miscellaneous	3,472	3,500	0
Transfer from Risk Management Internal Service Fund	0	0	10,000
Article 8	246,269	367,100	250,000
SANBAG – Safe Routes 2 School	0	438,000	0
City Matching From Curb, Gutter & Sidewalk Impact Fees	0	132,000	0
CAL EMA/FEMA Reimbursement	0	29,000	0
Use of Transportation Development Act Fund Balance ¹²⁷	154,225	0	0
Total Transportation Development Act (TDA) Special Revenue Fund Revenues	\$ 405,233	\$ 969,600	\$ 261,500

¹²⁷ The use of \$154,225 in FY2010 from the Transportation Development Act (TDA) Special Revenue Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it in FY2010.

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Salaries	223,468	230,800	\$ 0
Insurance and Retirement	75,059	94,500	0
General Liability Insurance	12,940	16,000	0
Flood Cleanup/Repair	434	47,000	0
Adobe Road Widening	110	0	0
Sidewalk Rehabilitation	18,735	0	0
Slurry Seal Projects	0	0	200,000
Downtown Crosswalk	0	0	20,000
Mesquite Springs, Hwy 62 to Two Mile – Widen & Berms	9,524	2,200	0
Safe Routes 2 School	79,863	525,000	0
Palm Tree Maintenance	(14,900)	0	0
Total Transportation Development Act (TDA) Special Revenue Fund Expenditures	\$ 405,233	\$ 915,500	\$ 220,000

Risk Management Internal Service Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 659	\$ 360	\$ 0
Miscellaneous	5,450	-5,000	0
Charges to General Fund	132,867	112,500	0
Charges to Special Revenue Funds	41,270	45,000	0
Charges for Workers' Compensation	49,581	110,000	0
Use of Risk Management Internal Service Fund Balance ¹²⁸	45,052	0	100,500
Total Risk Management Internal Service Fund Revenues	\$ 274,879	\$ 262,860	\$ 100,500

¹²⁸The use of \$45,052 in FY2010 and \$100,500 in FY2012 from the Risk Management Internal Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2010 and FY2012.

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Workers Compensation Premiums	\$ 95,439	\$ 90,000	\$ 0
Claims Administration	0	5,000	0
Meetings and Travel	100	1,200	0
Defense Costs	5,503	5,000	0
Liability Insurance Premiums	163,065	140,000	0
Claims Settlement	95	5,000	0
Public Officials Bond	0	800	0
Transfer to General Capital Projects Fund for General Fund	0	0	74,000
Transfer to Gasoline Tax, TDA and Redevelopment Agency	0	0	26,500
Total Risk Management Internal Service Fund Expenditures	\$ 264,202	\$ 247,000	\$ 100,500

Lighting and Landscape Assessment Districts Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 324	\$ 200	\$ 240
Homeowner Assessments	23,595	22,000	30,160
Use of Risk Management Internal Service Fund Balance			3,400
Total Lighting and Landscape Assessment Districts Special Revenue Fund Revenues	\$ 23,919	\$ 29,700	\$ 33,800

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Electricity	\$ 248	\$ 300	\$ 2,300
Water	8,082	10,000	10,000
Publishing Notices	0	250	0
Graffiti Removal	0	500	1,000
Maintenance Contract	22,763	18,000	20,500
Total Lighting and Landscape Assessment Districts Special Revenue Fund Expenditures	\$ 31,093	\$ 29,050	\$ 33,800

Public Access TV Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 559	\$ 400	\$ 500
Subscriber Contributions	10,612	10,000	10,000
Total Public Access TV Special Revenue Fund Revenues	\$ 11,171	\$ 10,400	\$ 10,500

Expenditures

	Actual FY2010	Estimated FY2011	Proposed FY2012
Videotaping Meeting	\$ 4,300	\$ 5,000	\$ 5,000
Electronic Equipment	10,349	2,000	2,000
Total Public Access TV Special Revenue Fund Expenditures	\$ 14,649	\$ 7,000	\$ 7,000

Equipment Purchase Internal Service Fund

Revenues

	Actual FY2010	Estimated FY2011	Proposed FY2012
Transfer From General Fund	\$ 0	\$ 100,000	\$ 0
Total Equipment Purchase Internal Service Fund Revenues	\$ 0	\$ 100,000	\$ 0

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Ford Flatbed F350 Truck (2011)	\$ 0	\$ 35,406	\$ 0
Toro 360 Mower (2011)	0	22,380	0
John Deere Gator T's	0	6,331	0
Transfer to General Capital Projects Fund	0	0	35,900
Total Equipment Purchase Internal Service Fund Expenditures	\$ 0	\$ 64,117	\$ 35,900

Landfill/Land Use Special Revenue Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Earned	\$ 1,808	\$ 800	\$ 800
Recycling Grant	5,000	5,000	5,000
Article 19 Fees	48,350	55,800	55,800
Use of Risk Management Internal Service Fund Balance			45,700
Total Landfill/Land Use Special Revenue Fund Revenues	\$ 55,158	\$ 55,800	\$ 101,500

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Graffiti Removal	\$ 190	\$ 100	\$ 1,000
Abandoned Vehicles	195	500	500
Dangerous Building Abatement	-5,826	12,000	5,000
Illegal Dump Clean-up	6,220	5,000	10,000
Recycling Programs	6,194	10,000	10,000
Hazardous Household Waste Program	26,009	39,200	40,000
Mojave Desert Joint Powers Authority	28,033	30,000	30,000
Recycling Grant/Litter Reduction	1,138	5,000	5,000
Total Landfill/Land Use Special Revenue Fund Expenditures	\$ 62,153	\$ 101,800	\$ 101,500

City of Twentynine Palms Redevelopment Agency Capital Projects Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Interest Income	\$ 5,533	\$ 5,000	\$ 4,000
Gain from Sale of Assets	0	500	0
Transfer from Risk Management Internal Service Fund	0	0	4,500
Transfer from Redevelopment Debt Service Fund	2,000,000	2,500,000	250,000
Proceeds from Redevelopment Bonded Debt	0	7,500,000	0
Use of Redevelopment Agency Capital Project Fund Balance ¹²⁹	0	0	2,003,000
Total Redevelopment Agency Capital Projects Fund Revenues	\$ 2,005,533	\$ 10,005,500	\$ 2,261,500

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Salaries	\$ 105,299	\$ 118,200	\$ 113,900
Insurance and Retirement	34,629	45,000	49,100
Electricity	405	400	0
Water	59	500	0
Legal Notices	183	300	500
Property Acquisition	195	0	0
Audit	2,250	4,000	5,000
Marketing and Business Promotion	0	0	25,000
RDA Portion of General Plan Update	36,856	100,000	31,000
Contract Services – Consulting	23,953	50,000	50,000
General Liability	8,501	9,500	10,000
Legal Service	42,828	35,000	30,000
Economic Development	44,640	25,000	50,000
Storefront Improvements Project	0	10,000	0
Downtown Parking	1,356	0	0
Blight Elimination and Dangerous Buildings	11,690	10,000	65,000
Abatement of Abandoned and Blighted Buildings	0	0	220,000
Bucklin Park Parking Lot	67,878	20,000	0
National Park Drive Median	7,457	9,000	0
Downtown Plan	53,071	15,000	10,000
Street Furniture, Visitors Center Sign	0	0	20,000
Historic Plaza Redesign and Construction	521,499	150,000	0

¹²⁹ The use of \$2,003,000 in FY2012 from the Redevelopment Agency Capital Projects Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

Veterans Park Improvements	14,275	0	0
Building Improvements Bucklin Park	167,006	1,000	0
Property Improvements Program	127,336	25,000	300,000
Property Improvements Sidewalks	34,974	225,000	25,000
Hwy 62 – Curbs, Gutters & Sidewalks	0	300,000	300,000
Wastewater/Draining Master Plan	0	10,000	50,000
Project Phoenix	39,904	35,000	750,000
Projects to be Announced	0	100,000	125,000
New Accounting Software	0	0	7,000
Research and Development—Geothermal Study	0	0	25,000
Transfer to Debt Service Fund	0	1,500,000	0
Total Redevelopment Agency Capital Projects Fund Expenditures	\$ 1,346,244	\$ 2,797,900	\$ 2,261,500

City of Twentynine Palms Redevelopment Agency Low- and Moderate-Income Housing Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Current Secured Property Tax Increment	\$ 384,872	\$ 375,000	\$ 387,000
Interest Income	9,579	10,000	12,000
Transfer From Risk Management Internal Service Fund	0	0	1,000
Proceeds from Redevelopment Agency Bonded Debt	0	2,750,000	0
Use of Low and Moderate Fund Balance ¹³⁰	0	0	1,763,000
Total Redevelopment Agency Low- and Moderate-Income Housing Fund Revenues	\$ 394,451	\$ 3,135,000	\$ 2,163,000

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Salaries and Wages	\$ 20,655	\$ 20,700	\$ 22,600
Insurance and Retirement	6,241	10,500	9,400
RDA Portion of General Plan Update	0	45,000	8,000
Service Charges	5,897	6,000	6,000
General Liability	1,667	2,500	3,000
Legal Service		1,500	2,000
Economic Development		5,000	12,000
Affordable Housing Project to be Determined by Council	26,561	30,000	1,900,000
Debt Service	0	0	200,000
Total Low and Moderate Income Housing Fund Expenditures	\$ 61,021	\$ 121,200	\$ 2,163,000

¹³⁰ The use of \$1,763,000 in FY2012 from the Redevelopment Agency Low- and Moderate-Income Housing Special Revenue Fund represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

City of Twentynine Palms Redevelopment Agency Debt Service Fund

Revenues

	Actual FY2010	Estimated FY2011	Approved FY2012
Current Secured Property Tax Increment	\$ 1,539,486	\$ 1,550,000	\$ 1,550,000
Interest Income	18,614	8,000	10,000
Proceeds of Debt	0	1,500,000	0
Use of Redevelopment Agency Debt Service Fund Balance ¹³¹	0	0	293,000
Total Redevelopment Agency Debt Service Fund Revenues	\$ 1,558,100	\$ 3,058,000	\$ 1,853,000

Expenditures

	Actual FY2010	Estimated FY2011	Approved FY2012
Pass-Through Agreements	\$ 264,309	\$ 325,000	\$ 388,000
SERAF	478,5/86	99,000	99,000
Transfer to Capital Projects Fund	2,000,000	2,500,000	250,000
County Service Charges	23,588	25,000	25,000
Interest Expense	60,334	55,000	50,000
Debt Service	0	500,000	1,041,000
Total Redevelopment Agency Debt Service Fund Expenditures	\$ 2,826,817	\$ 3,504,000	\$ 1,853,000

¹³¹ The use of \$293,000 in FY2012 from the Redevelopment Agency Debt Service Fund Balance represents the taking of prior year's accumulated fund surplus and appropriating it for expenditure in FY2012.

SUMMARY OF MAJOR CAPITAL PROJECTS AND CAPITAL PURCHASES IMPACT ON FUTURE OPERATING BUDGETS

The City will spend \$7,856,460 across all 20 accounting funds for capital equipment and capital improvements. Revenues for these capital expenditures will come primarily from State and Federal grants, development impact fees and Capital Project Fund appropriations. (Please see Figure 20 for a summary of major capital projects and capital equipment purchases.)

Parks and Recreation.

The Community Services Department will spend \$75,000 to rebuild the well in Luckie Park, \$15,000 to slurry seal the Community Center Parking Lot and \$70,060 to upgrade the swimming pool to meet new San Bernardino County Health Department standards. \$80,000 will be spent in Knott's Sky Park to complete an electrical master plan and install the underground electrical facilities at the park. \$20,000 has also been reserved in the General Capital Projects Fund Balance to replace the mural removed by Walgreens or sponsor some other public art piece. In addition to these improvements, the Community Services Department will spend \$8,000 for a new baseball field groomer. **None of these projects or capital purchases will have a major impact on the operating costs of the department.**

The FY2012 budget also includes the construction of Gateway Signs ("Welcome to Twentynine Palms") on Highway 62 and the entrance to Joshua Tree National Park. Staff anticipates that these signs will require three hours a week in staff time to maintain the landscaping around these signs. There will also be some nominal cost increases for power to operate the lights, although staff will study the possibility to providing power through a solar system.

Streets and Roads.

The improvement of the City's street, curb, gutter and sidewalk infrastructure will be a major priority for the City Council during FY2012. The City will contribute \$200,000 to the widening of Highway 62 from Sunrise to Canyon to include a turn lane and two traffic lanes in each direction. The environmental document has been approved, the engineering has been completed and this project was sent out to bid by the California Department of Transportation (CalTrans) in May 2011.

In addition to this highway widening project, the City will spend \$500,000, including \$200,000 in Measure I funds and \$300,000 from the Redevelopment Agency Capital Projects Fund, to complete the environmental document, engineering and phase I construction of street widening, curb, gutter and sidewalk from Encelia Avenue to Split Rock Avenue on Highway 62. To allow residential areas north of the City better access to the commercial areas on Highway 62, the City will spend \$200,000 from the General Capital Projects Fund to construct 0.25 miles of two-lane road on Encelia Drive from Sunnyslope Avenue to Two-Mile Road. **There will**

be no increase in maintenance costs or operating costs to the City for any improvements on Highway 62 because any cost increases will be the responsibility of the California Department of Transportation.

During FY2012, the City will also spend \$450,000 to construct curb, gutter and sidewalk on the west side of National Park Drive from Highway 62 to the Joshua Tree National Park Headquarters to promote economic development and improve pedestrian circulation between the National Park and downtown. The Project includes constructing sidewalk completely around the Old School House Museum and in front of the 29 Palms Art Gallery. The City will spend \$25,000 on backup batteries for traffic lights and has reserved another \$500,000 for curb, gutter and sidewalk construction in the downtown area at a location to be determined by the City Council.

The City will also spend \$245,000 in Transportation Development Act Article 3 Pedestrian Bicycle funds, obtained through the San Bernardino County Associated Governments (SANBAG), to construct new sidewalks near Oasis Elementary School, running north of El Paseo Drive along Hillside Avenue and extending west into the residential neighborhood of Sun Valley Drive and Sunnyvale Drive. The sidewalks are designed to increase safety in the area for residents, especially children and youth traveling to and from school, who currently have to walk in the street or navigate dirt paths adjacent to the roadway. The SANBAG grant will also allow the City to link the curbs, gutters and sidewalks project with a previously installed curb, gutter, and sidewalk project near the same area using a California Department of Transportation (CalTrans) Safe Routes to School grant. This project will also include \$106,000 from the Curb, Gutter and Sidewalk Development Impact Fees Capital Projects Fund to match the grant funds from SANBAG and \$200,000 in Measure I funds to reconstruct Sun Valley Drive.

In addition to the projects mentioned above, the City will spend \$200,000 in Transportation Development Act (TDA) funds for slurry seal projects, \$728,800 in Measure I funds for advanced seal projects and another \$1,718,000 in Measure I for street overlays throughout the City.

Staff anticipates no operating or maintenance costs to these street, curb, gutter and sidewalk projects in the City because the infrastructure will be new and not require any maintenance for several years.

Undergrounding of Overhead Power Lines.

The Public Utilities Commission (PUC) requires Southern California Edison to set aside a portion of the revenue derived from Twentynine Palms customers for the undergrounding of overhead power lines. There is currently \$863,410 in this account and this amount increases by approximately \$69,059 per year. The City staff is currently studying potential undergrounding projects and will shortly bring forward options for the City Council to consider. **Maintenance of the underground power lines will be the responsibility of Southern California Edison.**

Other Capital Projects and Capital Purchases.

In addition to these park, street and road capital projects and purchases, the City will spend \$90,000 to upgrade its hardware and software systems, \$45,000 to purchase a new animal control vehicle and \$53,000 to purchase a new SUV patrol vehicle using a law enforcement State of California COPS grant. **The upgrade of the City's computer and hardware systems will help make staff more efficient and reduce some indirect operating costs across the organization. These efficiencies will allow staff to focus more time on current City Council projects and priorities. Vehicle purchases will replace older vehicles, resulting in projected maintenance cost reductions of approximately \$2,000 per year.**

Figure 20
City of Twentynine Palms
Summary of Major Capital Projects and Capital Purchases
FY2012

	Capital Project or Capital Purchase	Amount
1	Wastewater Treatment Study Update	\$ 100,000
2	Gateway Signs (“Welcome to Twentynine Palms”)	50,000
3	Law Enforcement COPS Grant SUV Patrol Vehicle	53,203
4	Animal Control Truck	45,000
5	Ball field Groomer	8,000
6	Encelia Drive Construction from Sunnyslope Avenue to Two-Mile Road	200,000
7	Collins Bike Path Along Adobe Road	15,000
8	Knott’s Sky Park Electrical Master Plan & Construction of Underground Electrical	80,000
9	Downtown Crosswalk on Highway 62 at Tamarisk	40,000
10	Community Emergency Response Team (CERT) Equipment	10,000
11	Community Center Parking Slurry Seal	15,000
12	Replace Mural Removed by Walgreens or Other Public Art Piece	20,000
13	Computer System Hardware and Software Upgrades	90,000
14	Luckie Park Swimming Pool Upgrade	70,060
15	Fireworks Display	25,000
15	Sunnyvale/Sun Valley Curbs, Gutters and Sidewalks (SANBAG Contribution)	245,000
16	Sunnyvale/Sun Valley Curbs, Gutters and Sidewalks (Curb, Gutter, Sidewalk Fund)	106,000
17	Luckie Park Well Reconstruction Project	75,000
18	National Park Drive Sidewalk Construction from Highway 62 to Park Headquarters	450,000
19	Downtown Sidewalk Construction at Location to Be Determined By City Council	500,000
20	Highway 62 Widening from Sunrise to Canyon	200,000
21	Highway 62 Environmental & Engineering Encelia to Split Rock (Measure I)	200,000
22	Highway 62 Environmental & Engineering Encelia to Split Rock (Redevelopment)	300,000
23	Traffic Signal Battery Backups	25,000
24	Measure I Street Advanced Seal Projects	751,800
25	Sullivan, Adobe Road to Hillside Road (Overlay)	124,000
26	Amboy Road. - Utah Trail to Bagdad Highway (Overlay)	222,000
27	Mesquite Springs, El Paseo to Two Mile Rd (Overlay)	138,000
28	Sunnyvale, Sun Valley to Hillside (Reconstruct)	200,000
29	Sunnyvale - Ocotillo to Aztec (Reconstruct)	96,000
30	Ocotillo Avenue - Sunnyslope- Ocotillo to Aztec (Overlay)	55,000
31	Joshua Drive – Split Rock Road to Adobe Road (Overlay)	83,000
32	Baseline Road, Utah Trail to Adobe Road (Overlay)	200,000
33	Adobe Road---Baseline to Hwy 62 (Overlay)	200,000
34	Transportation Development Act (TDA) Slurry Seal Projects	200,000
35	Research and Development—Geothermal Study	25,000
36	Redevelopment Agency Wastewater Drainage Master Plan	50,000
37	Redevelopment Agency Project Phoenix	750,000
38	Redevelopment Agency Abatement of Abandoned, Blighted and Dangerous Buildings	285,000
39	Redevelopment Agency Street Furniture, Visitor Center Sign	20,000
40	Redevelopment Agency Business Property Improvement Program	300,000
41	Redevelopment Agency Sidewalk Repair	25,000
42	Redevelopment Agency Projects to be Named	150,000
	Total	\$ 6,797,063