

**A PROCLAMATION OF
THE CITY OF TWENTYNINE PALMS
ON THE OCCASION OF
THE 15th ANNIVERSARY OF THE
TWENTYNINE PALMS CITIZEN PATROL
“TWENTYNINE PALMS CITIZEN ON PATROL WEEK, JUNE 19 – 25, 2005”**

WHEREAS, the entire community can effect a positive change with any volunteer action, no matter how big or small; and

WHEREAS, volunteers can connect with the local community through service organizations, such as **Citizens on Patrol**; and

WHEREAS, on a daily basis, **Citizen on Patrol** volunteers work in their communities, donating their time to make a real difference in the lives of children, adults and the elderly; and

WHEREAS, during the week of June 19-25, 2005, **Citizen on Patrol** Volunteers should be recognized for their commitment to the community; and

WHEREAS, the **Citizen on Patrol** Volunteers have the power to fight the pervasive feeling of social disconnection experienced by so many elderly people, frequently checking on the homebound; and

WHEREAS, since June 1990 the **Citizens on Patrol** in the City of Twentynine Palms have donated 221,441 valuable hours equivalent to \$4,650,261 performing duties such as fingerprinting for children’s identification, patrolling the City streets mindful of suspicious and criminal activity; and

WHEREAS, the members of the **Citizens on Patrol** give unselfishly in many other circumstances, serving the City of Twentynine Palms, and assisting the San Bernardino County Sheriff’s with street closures, power outages, traffic accidents, and checking on properties when the owner is absent.

NOW, THEREFORE, BE IT RESOLVED that the City Council proclaims the week of June 19-25, 2005 as “**CITIZENS ON PATROL WEEK**” in the City of Twentynine Palms.

DATED this 14th day of June 2005.

Dawn Benton Jr., Mayor

TWENTYNINE PALMS CHAMBER OF COMMERCE AND VISITORS BUREAU

MONTHLY RECAP REPORT: MAY 2005

Chamber Board of Directors announce that Ms. Dee Richhart was selected as President elect for 2006-2007, Ms. Betty Laferriere as Vice President, Mr. David Selman, Treasurer, Kurt Schauppner as Secretary, and Mr. Melvin Berlin as President Pro-tem. The Board of Directors certified the recent director's election that voted Mr. Melvin Berlin, Cindy McVay and Kurt Schauppner for 2005-2008 terms. Mr. Graham Williams, current Treasurer and President elect on the Twentynine Palms Chamber of Commerce Board of Directors tendered his resignation to be effective June 30, 2005. Mr. Williams has resigned to pursue an 18 month long course in Leadership.

Chamber's Annual Awards Dinner and Installation of Officers and Directors to be held on Saturday, June 11, 2005 **has been sold out**. Dinner will be at Theatre 29 starting at 5pm. This will be a dinner theatre format with the production of 100 Lunches after the ceremonies.

The Membership Survey was sent out on May 5, 2005 and will close on June 17th. Survey indications are 55% "very favorable to overall Chamber performance" and 38% "somewhat favorable." The survey will provide a tool for measuring member satisfaction with all chamber aspects from our facilities, programs, services, governance, communication etc. Once areas of high and low satisfaction have been identified, the board, committees and staff will target their efforts on making quality improvements.

The Street Fair and Car Show will take place on June 3, 2005, from 6pm to 10pm on Highway 62. We have 22 Sponsors, 30 Vendors and 40 Entrants.

Chamber Board of Directors voted in the regular meeting of May 19th to purchase another **Blue Star Memorial Highway Plaque** to be set on Highway 62 east of town. Mr. David Denslow presented the Chamber board with a check from the Knights of Columbus and its members in the amount of \$350.00 towards this

project. Mr. Denslow, on behalf of the Knights of Columbus sent a challenge the community to help raise the additional funds for placement and landscaping of the plaque areas. In addition to this kind donation, Mr. Stanley Thimakis of Tustin CA donated \$500.00 towards the Blue Star project.

VISITOR SERVICES

New information/publications available in the Visitor Center include:

- *Chamber 29 News-May* Edition;
- *National Park Service Current Conditions*, weekly dated handout

Gift Shop -

- Sales in Gift Shop for May \$650.05.

May New Members: 1

Total Chamber Members: 249

Contact Statistics: May 2005:

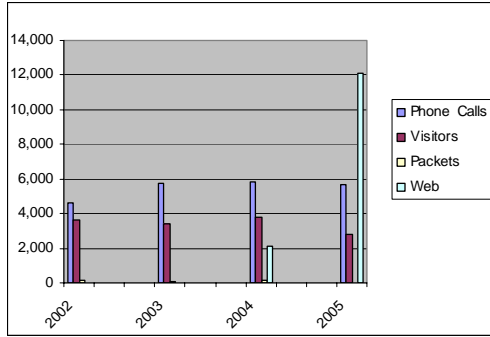
Phone Calls: 2,613

Visitors: 949

Web Count: 1,772

Information Packets Mailed: 10

	Phone Calls	Visitors	Packets	Web
2002	4,651	3,660	154	0
	Phone Calls	Visitors	Packets	Web
2003	5,789	3,424	106	0
	Phone Calls	Visitors	Packets	Web Count
2004	5,846	3,756	131	2153
	Phone Calls	Visitors	Packets	Web Count
2005	5,698	2,820	10	12,123



MARKETING

- Preparing for submission of articles with information regarding the Twentynine Palms Airport to newspapers, magazines, and clubs;
- Preparing for submission articles pertaining to rock climbing to newspapers, magazines, and clubs;

TOURS, CONFERENCES & MEETINGS

OTHER MARKETING

Chamber will capitalize event information regarding the following:

- 29's Street Fair and Car Show, June 6th;
- Reach Out 29's 7th Annual Coalition Breakfast; June 11, 9am-11am;
- Chamber of Commerce Annual Installation and Awards Dinner, June 11, 5:00pm;
- Wish Upon a Desert Moon Dinner and Dance June 18th;
- 10th Annual Dell-Winston School Solar Car Challenge, July 15th;
- Annual Furnace Creek 508 bike race in October. Sun Runner Editor, Steve Brown has agreed to do an extensive article;
- Pioneer Days, October 14th 15th, 16th, 17th;

The following articles highlighted Twentynine Palms area and events:

- "Ben Vaughn in the Valley of Wonder", *Los Angeles Times Magazine*;
- "Sights set on Observatory," *LA Time*;

- "Inland Empire Real Estate," *Travel Host*;
- "Joshua Tree Retreat and Institute of Mental Physics," *Travel Host*;
- "Inland Empire Day Trips, The Morongo Basin," *Travel Host*;
- *Largest Marine Base in the World, The Press Enterprise*;
- A continuing analysis of websites and publications concerning our area and their amenities are being critiqued and documented. New information has been provided to update the visit29.org website

BUSINESS & ECONOMIC DEVELOPMENT

- Chamber Staff was selected to participate on sub-committee "Tourism" of the Morongo Basin Consortium.

LEGISLATIVE AFFAIRS:

MILITARY AFFAIRS

- M.A.C. Assistance Fund
The Chamber has continued to maintain a small fund of donated monies which has been set aside to assist military personnel and their families with urgent needs. Military personnel are eligible to apply for assistance upon referral from the Navy/Marine Corps Relief Society.

EVENTS

- 29's Street Fair and Car Show, June 6th;
- Reach Out 29's 7th Annual Coalition Breakfast; June 11, 9am-11am;
- Chamber of Commerce Annual Installation and Awards Dinner, June 11, 5:00pm;
- Wish Upon a Desert Moon Dinner and Dance June 18th;
- 10th Annual Dell-Winston School Solar Car Challenge, July 15th;
- Annual Furnace Creek 508 bike race in October. Sun Runner Editor, Steve Brown has agreed to do an extensive article;
- Pioneer Days, October 14th-16th

The Chamber Mixer will be hosted by Penca Capitol LLC, at the Desert Vista's housing development on June 16, 2005 5pm to 7pm.

Twentynine Palms Chamber of Commerce
Phone Call/Visitor Breakdown for the Month of May 2005

Subject	Phone Calls	Walk-Ins
Action Council	12	4
Animal Control	3	
Art Galleries		6
Bank	2	
Camping	7	16
Car Repairs		1
Chamber Business	592	143
Demographics	2	6
Development		25
Directions	85	27
DMV		
Email Inquiry	37	
Entertainment	40	23
Flower Buttons		30
Gift Shop		21
Golf	17	10
Government	1	
Information 411	264	21
Installation Dinner	110	35
Internet Access		26
Joshua Tree N.P.	65	86
Laundromat		
Lodging	79	57
Maps	21	47
Marine Base	28	14
Marketing	60	16
Miscellaneous	164	48
Mixers	78	13
Murals	35	45
Newspaper		3
Packet Requests (Relocation)	10	
Phone Books	1	22
Pioneer Days	17	
Post Office		
Public Shower		
RealtorsRentals, Homes, Apartments, Business	145	50
Reporters	4	2
Restaurants	58	50
RV Parks	37	15
Street Fair/Car Show	405	45
Sunrunner Magazine		2
Swimming Pool	5	
Transportation	34	7
Weather	7	3
Wild Flowers	188	30
TOTAL	2613	949

Packets Mailed

10

RESOLUTION NO. 05-10

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TWENTYNINE PALMS, CALIFORNIA, ADOPTING THE CITY BUDGET FOR FISCAL YEAR 2005/2006 AND THE TENTATIVE BUDGET FOR FISCAL YEAR 2006/2007

WHEREAS, the City Council is required to adopt a balanced budget by July 1, 2005; and

WHEREAS, the City Council intends to adopt a two-year budget; and

WHEREAS, the City Council was presented a balanced budget for review; and

WHEREAS, the City Council held a public workshop on June 14, 2005, to discuss the proposed City budget.

NOW, THEREFORE, BE IT RESOLVED, the City Council resolves as follows:

1. The adopted General Fund budget for fiscal year 2005/2006 is \$4,978,280, and the adopted tentative General Fund budget for fiscal year 2006/2007 is \$5,046,880.
2. The adopted budget for the special, capital projects and debt service and internal service funds for fiscal year 2005/2006 is \$4,292,010, and the adopted tentative budget for those funds for fiscal year 2006/2007 is \$2,154,650.
3. The Classification and Wage Scales for the two fiscal years are also adopted as part of the budgets.
4. The City Manager is authorized to transfer appropriations within funds as long as the total adopted budget allocation of that fund is not exceeded.
5. Transfers from fund to fund will require approval of the City Council.

PASSED, APPROVED, AND ADOPTED on the 14th day of June 2005.

Dawn Benton, Mayor

ATTEST:

Charlene L. Sherwood CMC, City Clerk

I hereby certify that the foregoing Resolution No. 05-10 was duly adopted by the City Council of the City of Twentynine Palms at a regular meeting thereof, held on the 14th day of June, 2005, by the following vote of the Council:

AYES: Councilmembers:
NOES: Councilmembers:
ABSENT: Councilmembers:

Charlene L. Sherwood CMC, City Clerk

RESOLUTION NO. 05-11

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TWENTYNINE PALMS SETTING FEES FOR FISCAL YEAR 2005/2006

WHEREAS, the City of Twentynine Palms has set fees for the operation and provision of governmental services to the public; and

WHEREAS, annually the City Council reviews the appropriateness of those fees and makes modifications when warranted based on the cost of providing the services; and

WHEREAS, the City Council has determined that the fees as set forth in the attached Fee Schedule are reflective of the cost of providing governmental services to the public.

NOW, THEREFORE, BE IT RESOLVED, that the City Council of the City of Twentynine Palms establishes as fees for the Fiscal Year 2005/2006 those detailed in the attached Fee Schedule which is incorporated as part of this resolution.

PASSED, APPROVED, AND ADOPTED by the City Council of the City of Twentynine Palms this 14th day of June, 2005.

Dawn Benton, Mayor

Attest:

Charlene L. Sherwood CMC, City Clerk

I hereby certify that the foregoing Resolution No. 05-11 was duly adopted by the City Council of the City of Twentynine Palms at a regular meeting thereof, held on the 14th day of June, 2005, by the following vote of the Council:

AYES:	COUNCILMEMBERS:
NOES:	COUNCILMEMBERS:
ABSENT:	COUNCILMEMBERS:

Charlene L. Sherwood CMC, City Clerk

RESOLUTION NO. 05-12

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TWENTYNINE PALMS, CALIFORNIA, ESTABLISHING ITS PROPOSITION 4 SPENDING LIMIT FOR FISCAL YEAR 2005/2006

The City Council of the City of Twentynine Palms resolves as follows:

WHEREAS, each year the City is required to establish a Proposition 4 spending limit by resolution; and

WHEREAS, the spending limit for 2005/2006 has been determined by increasing the 2004/2005 spending limit by the population and per capita personal income changes as permissible under Article XIII B , and as set out in Exhibit "A", attached and incorporated here; and

WHEREAS, the documentation set out on Exhibit "A" used to determine this increase has been available since May 10, 2005, at City offices.

NOW, THEREFORE, the City Council resolves and orders that the Proposition 4 spending limit for Fiscal Year 2005/2006 shall be \$28,405,475.

PASSED, APPROVED AND ADOPTED on the 14th day of June 2005.

Dawn Benton, Mayor

ATTEST:

Charlene Sherwood, City Clerk

I hereby certify that the foregoing Resolution No. 05-12 was duly adopted by the City Council of the City of Twentynine Palms at a regular meeting thereof, held on the 14th day of June, 2005 by the following vote of the Council:

AYES: COUNCILMEMBERS:
NOES: COUNCILMEMBERS:
ABSENT: COUNCILMEMBERS:

Charlene Sherwood, City Clerk



STAFF REPORT

June 14, 2005

To: City Council/ Redevelopment Board via City Manager
From: Finance Director
Subject: Loan from City to RDA

ATTACHMENTS

- Resolution No.05-13/
- RDA 05-01
- Financing Agreement and Promissory Note

RECOMMENDATION

The City Council and the Redevelopment Agency Board adopt Resolutions No.05-13 and RDA 05-01, approving the new loan between the two entities.

BACKGROUND

The Redevelopment Agency (RDA) operates on borrowed funds. Until it begins to generate enough tax increment to issue certificates of participation and borrow funds through the financial markets, the City will be loaning the funds as needed. The RDA currently has a loan from the City of \$345,000 which was recently paid off. In order to carry out the projects that are budgeted over the next two years, the RDA will need to borrow more money from the City, a total of \$600,000.

The borrowed funds will go into the RDA Capital Improvement Fund. That fund had a deficit balance of \$195,000 at June 30, 2004. The proposed loan would leave that fund with a positive balance of \$156,000 at the end of the current fiscal year. The remaining balance of the loan would be used up in 2005 - 06, and the RDA would borrow more funds in fiscal years 2005 - 06 and 2006 - 07.

RESOLUTION NO. 05-13 / RDA 05-01

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TWENTYNINE PALMS AND THE BOARD OF DIRECTORS OF THE TWENTYNINE PALMS REDEVELOPMENT AGENCY CREATING A NEW FINANCING AGREEMENT BETWEEN THE TWO AGENCIES

WHEREAS, the City of Twentynine Palms (City) and the Redevelopment Agency (RDA) are cooperating governmental entities which share similar goals; and

WHEREAS, the RDA must borrow money to carry out its programs and to receive tax increment; and

WHEREAS, the City has loaned funds to the RDA in the past for operations and capital projects, and the RDA has repaid those funds promptly; and

WHEREAS, the RDA, having recently repaid the current loan, is in need of new financing.

NOW, THEREFORE, BE IT RESOLVED that the City and the RDA agree to enter into a financing agreement in the form of a loan from the City to the RDA, a copy of which is attached (Exhibit A) and made a part of this resolution. The terms of which are as follows:

1. The amount of the loan shall be \$600,000.
2. The term shall be indefinite.
3. The interest rate shall be the monthly rate available through the Local Agency Investment Fund plus 2%.
4. The loan shall be repaid by the tax increment the agency receives, less the 20% set-aside for low-to-moderate income housing.

PASSED, APPROVED AND ADOPTED, by the City Council and the Board of Directors of the Redevelopment Agency at a regular meeting held on the 14th day of June 2005.

Dawn Benton, Mayor/
Redevelopment Agency Chair

ATTEST:

Charlene L. Sherwood CMC, City Clerk/
Redevelopment Agency Secretary

I hereby certify that the foregoing Resolution No. 05-13/RDA 05-01 was duly adopted by the City Council of the City of Twentynine Palms at a regular meeting thereof, held on the 14th day of June, 2005, by the following vote of the Council:

AYES: COUNCIL/BOARDMEMBERS:
NOES: COUNCIL/BOARDMEMBERS:
ABSENT: COUNCIL/BOARDMEMBERS:

Charlene L. Sherwood CMC, City Clerk/
Redevelopment Agency Secretary



STAFF REPORT

June 14, 2005

ATTACHMENT

Resolution No. 05-14

To: City Council via City Manager
From: Finance Director
Subject: General Fund Balance Reserves, and the establishment of two new funds

RECOMMENDATION

The City Council adopt Resolution No. 05-14 authorizing the above actions.

BACKGROUND

The City Manager refers to the establishment of General Fund Reserves and a Capital Equipment Replacement Fund in his Budget Message. This action will accomplish that goal.

The reserves would be as follows:

Reserve for Compensated Absences

This reserve is adjusted at the end of each fiscal year

The current amount is; 267,000

Emergency Reserve, 10% of the General Fund Balance 344,000

Operating Reserve, an amount set aside for possible needs during
fiscal year 2005 – 2006 1,000,000

Contingency Reserve, for unforeseen events, this reserve is
designed to protect the remainder of the General Fund
Balance that is not otherwise reserved. 1,160,000

Transfers out of the General Fund to establish new Capital
Equipment Replacement Funds:

Capital Replacement Fund	500,000
Vehicle Replacement Fund	<u>150,000</u>
TOTAL GENERAL FUND RESERVES AND TRANSFERS OUT	3,421,000

This will reserve most of the General Fund Balance, which was \$3,442,429 at June 30, 2004.

RESOLUTION NO. 05-14

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF TWENTYNINE PALMS, CALIFORNIA, SETTING ASIDE A PORTION OF THE GENERAL FUND BALANCE IN RESERVE, AND PROVIDING CAPITAL FOR TWO NEW FUNDS.

WHEREAS, the City General Fund has an unappropriated fund balance of \$3,442,429 at June 30, 2004; and

WHEREAS, the City Council deems it prudent to prioritize the use of the fund balance; and

WHEREAS, the City Council wishes to set aside a portion of the fund balance for future capital purchases.

NOW, THEREFORE, BE IT RESOLVED, the City Council resolves to set aside amounts of the General Fund Balance as follows:

1. A Reserve for Compensated Absences shall be established in the amount of \$267,000.
2. An Emergency Reserve shall be established in the amount of \$344,000.
3. An Operating Reserve shall be established in the amount of \$1,000,000.
4. A Contingency Reserve shall be established in the amount of \$1,160,000.
5. The Budget for fiscal year 2004 – 2005 shall be amended to transfer from the Unappropriated General Fund Balance the amount of \$650,000 to establish the following new funds;

Capital Replacement Fund	\$500,000
Vehicle Replacement Fund	\$150,000

6. The above reserves supercede all previous reserves of the General Fund Balance.

PASSED, APPROVED, AND ADOPTED on the 14th day of June 2005.

Dawn Benton, Mayor

ATTEST:

Charlene L. Sherwood CMC, City Clerk

I hereby certify that the foregoing Resolution No. 05-14 was duly adopted by the City Council of the City of Twentynine Palms at a regular meeting thereof, held on the 14th day of June, 2005 by the following vote of the Council:

AYES: Councilmembers:
NOES: Councilmembers:
ABSENT: Councilmembers:

Charlene L. Sherwood CMC, City Clerk

STAFF REPORT

June 14, 2005

ATTACHMENT

▶ Schedule A-Law Enforcement
Services Contract

To: City Council via City Manager
From: Finance Director
**Subject: Adoption of the Sheriff Contract Schedule "A" for Fiscal Year
2005-2006.**

RECOMMENDATION

The City Council adopt the Sheriff Contract Schedule "A" for Fiscal Year 2005-2006, in the amount of \$1,860,715.

BACKGROUND

The contract with the Sheriff's Department for police services indicates the rate for services each fiscal year will be developed and provided to the City through Schedule "A".

Attached for the City Council's adoption is the Schedule "A" for Fiscal Year 2005-2006 in the amount of \$1,860,715.

STAFF REPORT

June 14, 2005

To: City Council via City Manager
From: Finance Director
Subject: Investment Policy

ATTACHMENT

▶ Statement of Investment Policy

RECOMMENDATION

The City Council approve the City Investment Policy.

BACKGROUND

State law requires each City to approve its Investment Policy each year. The time of the approval of the annual budget is the best time to do this.

The Policy presented is the same as the one currently in effect. The policy is restrictive in the type of investments permitted for the protection of the City.

CITY OF TWENTYNINE PALMS

STATEMENT OF INVESTMENT POLICY

Purpose This policy is intended to provide guidelines for the prudent investment of the City's temporary idle cash, and outline policies to maximize the efficiency of the City's cash management system. The ultimate goal is to enhance the economic status of the City while protecting its idle cash.

Objective The City's cash management system is designed to accurately monitor and forecast expenditures and revenues; thus, enabling the City to invest funds to the fullest extent possible. The City will attempt to obtain the highest yield available as long as such investments meet the criteria established for safety and liquidity.

Policy The City of Twentynine Palms operates its temporary pooled idle cash investments under the prudent person rule. (California Civil Code Section 2261 which states, in essence, that "in investing ... property for the benefit of another, a trustee shall exercise the judgment and care, under the circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs. ..."). This affords the City a broad spectrum of investment opportunities as long as the investment is deemed prudent and is allowable under current legislation of the State of California (Government Code Section 56300 et seq.)

Investments may be made in the following media:

*Checking accounts or Passbook Savings Account Demand Deposits with commercial banks and/or savings and loan companies

*Local Agency Investment Fund (LAIF) Demand Deposits

*Certificates of Deposit (or Time Deposits) placed with commercial banks and/or savings and loan companies

*Treasury Bonds or Securities of the U.S. Government or its agencies

Requirements Any Commercial Banks utilized must be fully insured by the Federal Deposit Insurance Corporation (FDIC) for at least \$100,000. Any Savings and Loans utilized must be fully insured by the Federal Savings & Loan Insurance Corporation (FSLIC) for at least \$100,000. Any deposits in excess of the insured amount must be fully collateralized. When there is significant doubt about the solvency of a governmental insurance agency, the financial institutions utilizing such an agency will also be required to collateralize all City deposits up to the insured amount in addition to such insurance. This requirement will continue until the insurance agency regains a financially healthy status. In utilizing any banks or savings and loans, a review will occur to ensure that the institution is in a sound financial condition.

LAIF Demand Deposits are limited to \$30,000,000 per agency.

A minimum of three quotes will be required on all investments if quotes are the established standard of seeking the best rates, i.e. CDs. Efforts will be made to fully consider local financial institutions.

Financial institutions that the City utilizes must annually submit audited financial statements. Interest must be paid at least quarterly, preferably monthly, and at maturity. Interest must be calculated based on a 360-day year.

Criteria

Criteria for selecting investments and order of priority are as follows:

1. Safety - The safety and risk associated with an investment refers to the potential loss of principal, interest or a combination of these amounts. The City only operates in those investments that are considered very safe.

2. Liquidity - This refers to the ability to "cash in" at any moment in time with a minimal chance of losing some portion of principal or interest. Liquidity is an important investment quality especially when the need for unexpected funds occurs occasionally.

3. Yield - Yield is the potential dollar earnings an investment can provide, and is sometimes described as the rate of return.

Safekeeping - Securities purchased from brokers/dealers shall be held in third party safekeeping by the trust department of the City's bank or other designated third party trust, in the City's name and control, whenever possible.

City Constraints - The basic premise underlying the City's investment philosophy is, and will continue to be, to insure that money is always safe and available when needed. Investments will not be made in the following media:

*Amounts over \$100,000, which are not collateralized.

*Deposit requirements of periods exceeding 365 days.

*The City will generally not invest in an institution, which has not been in business for at least three (3) years or with assets less than \$50 million. As an alternative the City may invest a maximum of \$99,000 in such an institution.



STAFF REPORT

June 14, 2005

ATTACHMENT Capital Improvement Plan
--

To: City Council via City Manager
From: Finance Director
Subject: Capital Improvement Plan

RECOMMENDATION

The City Council Approve the Capital Improvement Plan.

BACKGROUND

The Capital Improvement Plan has been updated from last year. The projects for fiscal years 2005-06 and 2006-07 are those that are included in the budget. Some of the projects proposed for future years depend on successful grant applications. Community Development Block Grant funding in the future is in question because there are proposed changes to the program that may or may not happen.

The suggestions from the pavement management study presented at the May 24 City Council meeting have been incorporated into the plan. The budget for street funds was in its final stages when the study was presented, so the slurry seal projects are not proposed for the next two years. The revenue for Article 8 has been estimated conservatively, so if the funding turns out to be more than expected, the addition amount can be used for a slurry seal program.