

RESOLUTION NO. CSD 18-

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
TEMECULA COMMUNITY SERVICES DISTRICT
AMENDING THE FISCAL YEAR 2017-18 ANNUAL
OPERATING BUDGET**

THE BOARD OF DIRECTORS OF THE TEMECULA COMMUNITY SERVICES DISTRICT OF THE CITY OF TEMECULA DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. The purpose of this review is to conduct an analysis of revenues and expenditures to ensure that the Temecula Community Services District (TCSD) maintains a prudent and healthy fiscal position.

Section 2. That each year a Mid-Year review is conducted of all Temecula Community Services (TCSD) operating budgets.

Section 3. That the Mid-Year review has been completed and the recommended adjustments are reflected in the schedules attached hereto as Exhibit A.

Section 4. That the Fiscal Year 2017-18 TCSD operating budgets are amended in accordance with the attached schedules.

PASSED, APPROVED, AND ADOPTED by the Board of Directors of the Temecula Community Services District of the City of Temecula this 27th day of February, 2018.

Jeff Comerchero, President

ATTEST:

Randi Johl, Secretary

[SEAL]

STATE OF CALIFORNIA)
COUNTY OF RIVERSIDE) ss
CITY OF TEMECULA)

I, Randi Johl, Secretary of the Temecula Community Services District of the City of Temecula, do hereby certify that the foregoing Resolution No. CSD 18- was duly and regularly adopted by the Board of Directors of the Temecula Community Services District of the City of Temecula at a meeting thereof held on the 27th day of February, 2018, by the following vote:

AYES: BOARD MEMBERS:

NOES: BOARD MEMBERS:

ABSTAIN: BOARD MEMBERS:

ABSENT: BOARD MEMBERS:

Randi Johl, Secretary

EXHIBIT A



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

TEMECULA COMMUNITY SERVICES DISTRICT - ALL FUNDS COMBINED

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)																																																																																																									
Revenues by Fund																																																																																																															
Fund 190 Citywide Operations	8,667,934	9,932,978	3,892,395	52,754	9,985,732	0.5%																																																																																																									
Fund 192 Service Level B	973,876	1,001,635	538,522	-	1,001,635	0.0%																																																																																																									
Funds 501-530 Service Level C	1,604,225	1,594,666	832,670	-	1,594,666	0.0%																																																																																																									
Fund 194 Service Level D	7,639,655	7,703,410	4,055,665	-	7,703,410	0.0%																																																																																																									
Fund 195 Service Level R	5,745	5,732	3,440	-	5,732	0.0%																																																																																																									
Fund 196 Service Level L	236,499	246,375	127,270	-	246,375	0.0%																																																																																																									
Fund 197 Library	674,063	843,059	242,488	44,000	887,059	5.2%																																																																																																									
Fund 198 Public Art	40,398	64,497	32,471	-	64,497	0.0%	Total Revenues and Other Sources	19,842,395	21,392,352	9,724,921	96,754	21,489,106	0.5%	Expenditures by Fund							Fund 190 Citywide Operations	8,565,493	10,146,586	4,240,934	126,536	10,273,122	1.2%	Fund 192 Service Level B	895,485	984,711	374,070	-	984,711	0.0%	Funds 501-530 Service Level C	1,424,680	1,469,447	657,783	-	1,469,447	0.0%	Fund 194 Service Level D	7,679,330	7,924,709	62,686	-	7,924,709	0.0%	Fund 195 Service Level R	4,762	9,850	-	-	9,850	0.0%	Fund 196 Service Level L	163,668	251,678	110,027	-	251,678	0.0%	Fund 197 Library	705,900	870,394	315,422	5,200	875,594	0.6%	Fund 198 Public Art	-	7,200	-	30,300	37,500	420.8%	Fund 375 Intern Fellowship	9,293	-	-	-	-	0.0%	Total Expenditures and Other Financing Uses	19,448,611	21,664,575	5,760,922	162,036	21,826,611	0.7%	Excess of Revenues Over (Under) Expenditures	393,783	(272,223)	3,963,999	(65,282)	(337,505)	24.0%	Fund Balance, Beginning of Year	3,504,214	3,897,998	3,897,998	-	3,897,998	0.0%	Fund Balance, End of Year	3,897,998	3,625,774	7,861,997	(65,282)	3,560,492	-1.8%
Total Revenues and Other Sources	19,842,395	21,392,352	9,724,921	96,754	21,489,106	0.5%																																																																																																									
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Fund Balance, End of Year	3,897,998	3,625,774	7,861,997	(65,282)	3,560,492	-1.8%																																																																																																									

Fund Description

The Temecula Community Services District is a separate governmental entity created to provide Parks and Recreation services as well as the maintenance of parks and facilities, residential street lights, slopes, refuse and recycling, maintenance of rural roads, lake park maintenance, library services and intern fellowship opportunities.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 190 CITYWIDE OPERATIONS

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Department						
General Operations	4,813,838	5,802,297	1,686,015	10,300	5,812,597	0.2%
Senior Center	70,524	85,509	30,321	(4,545)	80,964	-5.3%
Community Recreation Center	360,208	344,341	118,296	3,177	347,518	0.9%
Recreation	215,616	253,151	146,849	-	253,151	0.0%
Temecula Community Center	102,603	99,684	35,554	-	99,684	0.0%
Temecula History Museum	87,993	113,994	42,201	(5,270)	108,724	-4.6%
Aquatics	423,717	406,534	182,048	3,500	410,034	0.9%
Sports	433,269	427,797	171,475	9,501	437,298	2.2%
Temecula Children's Museum	227,499	216,197	95,399	-	216,197	0.0%
Community Theater	601,558	720,028	437,418	28,650	748,678	4.0%
Cultural Arts	68,413	43,302	27,793	(2,400)	40,902	-5.5%
Civic Center Conference Center	80,380	59,946	18,213	(16,800)	43,146	-28.0%
Human Services	58,496	39,623	26,157	1,641	41,264	4.1%
Margarita Recreation Center	22,985	22,587	5,148	-	22,587	0.0%
Jefferson Recreation Center	5,700	7,262	-	-	7,262	0.0%
Contract Classes	1,050,952	1,112,168	799,676	(15,000)	1,097,168	-1.3%
Park Rangers	44,182	36,576	22,264	-	36,576	0.0%
Responsible Compassion	-	141,982	47,569	40,000	181,982	28.2%
Total Revenues and Other Sources	8,667,934	9,932,978	3,892,395	52,754	9,985,732	0.5%
Expenditures by Department						
General Operations	2,069,806	2,142,623	716,065	20,719	2,163,342	1.0%
Senior Center	281,856	359,748	150,553	-	359,748	0.0%
Community Recreation Center	887,206	952,063	442,166	5,317	957,380	0.6%
Special Events	587,563	905,376	400,957	-	905,376	0.0%
Temecula Community Center	217,252	215,661	93,442	-	215,661	0.0%
Temecula History Museum	324,125	391,338	154,581	1,000	392,338	0.3%
Aquatics	731,747	928,146	396,540	10,000	938,146	1.1%
Sports	305,721	347,767	134,707	-	347,767	0.0%
Temecula Children's Museum	254,113	307,431	139,770	-	307,431	0.0%
Community Theater	1,199,354	1,327,995	602,583	-	1,327,995	0.0%
Cultural Arts	283,413	237,875	110,209	-	237,875	0.0%
Civic Center Conference Center	60,233	95,336	39,368	-	95,336	0.0%
Human Services	168,844	182,567	79,319	-	182,567	0.0%
Margarita Recreation Center	65,207	119,786	53,999	-	119,786	0.0%
Jefferson Recreation Center	26,904	38,470	13,071	-	38,470	0.0%
Contract Classes	780,594	859,489	450,845	(10,500)	848,989	-1.2%
Park Rangers	237,982	195,779	92,440	-	195,779	0.0%
Responsible Compassion	83,573	539,136	170,319	100,000	639,136	18.5%
Total Expenditures and Other Financing Uses	8,565,493	10,146,586	4,240,934	126,536	10,273,122	1.2%
Excess of Revenues Over (Under) Expenditures	102,441	(213,608)	(348,539)	(73,782)	(287,390)	34.5%
Fund Balance, Beginning of Year	1,036,267	1,138,708	1,138,708	-	1,138,708	0.0%
Fund Balance, End of Year	1,138,708	925,100	790,168	(73,782)	851,318	-8.0%

Fund Description

Citywide Operations reflects the collection of the Special Tax (Measure C) charged to households for recreation programs as well as fees for classes and activities. Accounts for facility operations, maintenance, and community recreation programs. Measure C was approved by residents in 1997 at a rate of \$74.44 per parcel for the purpose of maintaining the City's parks, recreation facilities, aerial street lighting and traffic signals. The Special Tax revenue is allocated equally between TCSD and the General Fund to fund both recreation programs and parks maintenance.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 192 SERVICE LEVEL B - STREET LIGHTING

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Assessments	641,756	641,384	336,806	-	641,384	0.0%
Funding From General Fund	331,396	-	-	-	-	0.0%
Funding From Measure S	-	360,251	200,305	-	360,251	0.0%
Use of Money and Property						
Investment Interest	724	-	1,411	-	-	0.0%
Total Revenues and Other Sources	973,876	1,001,635	538,522	-	1,001,635	0.0%
Expenditures by Category						
Personnel	11,836	17,211	8,249	-	17,211	0.0%
Operations and Maintenance	883,649	967,500	365,821	-	967,500	0.0%
Total Expenditures and Other Financing Uses	895,485	984,711	374,070	-	984,711	0.0%
Excess of Revenues Over (Under) Expenditures	78,391	16,924	164,452	-	16,924	0.0%
Fund Balance, Beginning of Year	90,658	169,049	169,049	-	169,049	0.0%
Fund Balance, End of Year	169,049	185,973	333,501	-	185,973	0.0%

Fund Description

Service Level B reflects the collection of benefit assessments charged to property owners. Service Level B includes only those parcels within residential subdivisions that receive residential street lighting services. This service level includes operational, administrative, maintenance and utility costs of residential street lights.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Funds: 501-530 SERVICE LEVEL C - LANDSCAPE / SLOPE MAINTENANCE

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Assessments	1,594,514	1,585,636	825,767	-	1,585,636	0.0%
Use of Money and Property						
Investment Interest	9,711	9,030	6,903	-	9,030	0.0%
Total Revenues and Other Sources	1,604,225	1,594,666	832,670	-	1,594,666	0.0%
Expenditures by Category						
Personnel	95,214	72,578	44,693	-	72,578	0.0%
Operations and Maintenance	1,329,466	1,396,869	613,089	-	1,396,869	0.0%
Total Expenditures and Other Financing Uses	1,424,680	1,469,447	657,783	-	1,469,447	0.0%
Excess of Revenues Over (Under) Expenditures	179,545	125,219	174,887	-	125,219	0.0%
Fund Balance, Beginning of Year	1,260,961	1,440,506	1,440,506	-	1,440,506	0.0%
Fund Balance, End of Year	1,440,506	1,565,725	1,615,393	-	1,565,725	0.0%

Fund Description

Service Level C Fund reflects the collection of benefit assessments charged to property owners for the purpose of providing perimeter landscaping and slope maintenance throughout the City. Service Level C assesses only those parcels within residential subdivisions receiving TCSD perimeter landscaping and slope maintenance and are separated into 32 zones. The rate levels for Zones 6 and 29, are subject to a Consumer Price Index-Urban Consumers (CPI-U) annual inflator while all other rate levels will not increase. Zones 30-32 will not be assessed, as the property owners have elected to have the landscaping maintained by the respective Homeowner's Associations (HOAs).



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 194 SERVICE LEVEL D - REFUSE AND RECYCLING

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Assessments	7,586,166	7,683,210	4,040,838	-	7,683,210	0.0%
Recycling Program	17,555	18,000	12,906	-	18,000	0.0%
Use of Money and Property						
Investment Interest	8,203	2,200	1,921	-	2,200	0.0%
Intergovernmental Revenues						
Grants	27,731	-	-	-	-	0.0%
Total Revenues and Other Sources	7,639,655	7,703,410	4,055,665	-	7,703,410	0.0%
Expenditures by Category						
Personnel	107,266	116,772	55,855	-	116,772	0.0%
Operations and Maintenance	7,572,064	7,807,937	6,831	-	7,807,937	0.0%
Total Expenditures and Other Financing Uses	7,679,330	7,924,709	62,686	-	7,924,709	0.0%
Excess of Revenues Over (Under) Expenditures	(39,675)	(221,299)	3,992,979	-	(221,299)	0.0%
Fund Balance, Beginning of Year	468,211	428,536	428,536	-	428,536	0.0%
Fund Balance, End of Year	428,536	207,237	4,421,515	-	207,237	0.0%

Fund Description

Service Level D Fund is used to collect benefit assessments charged to property owners for the purpose of providing refuse collection, recycling, and street sweeping throughout the City. In addition, Service Level D has received grants to increase recycling efforts Citywide.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 195 SERVICE LEVEL R - STREET / ROAD MAINTENANCE

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Assessments	5,561	5,532	3,026	-	5,532	0.0%
Use of Money and Property						
Investment Interest	183	200	414	-	200	0.0%
Total Revenues and Other Sources	5,745	5,732	3,440	-	5,732	0.0%
Expenditures by Category						
Operations and Maintenance	4,762	9,850	-	-	9,850	0.0%
Total Expenditures and Other Financing Uses	4,762	9,850	-	-	9,850	0.0%
Excess of Revenues Over (Under) Expenditures	983	(4,118)	3,440	-	(4,118)	0.0%
Fund Balance, Beginning of Year	22,428	23,411	23,411	-	23,411	0.0%
Fund Balance, End of Year	23,411	19,293	26,851	-	19,293	0.0%

Fund Description

Service Level R Fund reflects the operational, administrative, construction and maintenance costs for certain unpaved roads that become inaccessible after inclement weather. Zone R-1 provides service in the Nicolas/Liefer Road area. The maximum rate that can be charged for Zone R-1 for an improved parcel is \$115.26 and for an unimproved parcel is \$57.62.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 196 SERVICE LEVEL L - HARVESTON LAKE PARK MAINTENANCE

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Assessments	225,567	239,475	123,086	-	239,475	0.0%
Harveston Lake Boat Revenue	4,307	4,200	2,518	-	4,200	0.0%
Recovery of Prior Year Expense	4,116	-	-	-	-	0.0%
Use of Money and Property						
Investment Interest	2,508	2,700	1,666	-	2,700	0.0%
Total Revenues and Other Sources	236,499	246,375	127,270	-	246,375	0.0%
Expenditures by Category						
Personnel	11,472	15,689	9,496	-	15,689	0.0%
Operations and Maintenance	152,196	235,989	100,531	-	235,989	0.0%
Total Expenditures and Other Financing Uses	163,668	251,678	110,027	-	251,678	0.0%
Excess of Revenues Over (Under) Expenditures	72,831	(5,303)	17,243	-	(5,303)	0.0%
Fund Balance, Beginning of Year	311,523	384,354	384,354	-	384,354	0.0%
Fund Balance, End of Year	384,354	379,051	401,597	-	379,051	0.0%

Fund Description

Service Level L Fund reflects the benefit assessments charged to property owners for the purpose of maintaining the Harveston Lake Park. Expenditures include operational, administrative and maintenance costs.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 197 LIBRARY FUND

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Licenses, Permits and Service Charges						
Library Funding From GF/Measure S	549,542	726,734	181,684	44,000	770,734	6.1%
Printing and Copies	27,462	27,000	12,628	-	27,000	0.0%
Facilities Rentals	20,779	18,375	8,575	-	18,375	0.0%
Fines and Forfeitures						
Fines and Fees	74,376	65,000	34,687	-	65,000	0.0%
Lost and Damaged Materials	(163)	2,550	3,459	-	2,550	0.0%
Use of Money and Property						
Investment Interest	2,067	3,400	1,456	-	3,400	0.0%
Total Revenues and Other Sources	674,063	843,059	242,488	44,000	887,059	5.2%
Expenditures by Category						
Personnel	52,681	67,593	37,401	-	67,593	0.0%
Operations and Maintenance	633,568	802,801	278,021	5,200	808,001	0.6%
Operating Transfer Out	19,651	-	-	-	-	0.0%
Total Expenditures and Other Financing Uses	705,900	870,394	315,422	5,200	875,594	0.6%
Excess of Revenues Over (Under) Expenditures	(31,837)	(27,335)	(72,934)	38,800	11,465	-141.9%
Fund Balance, Beginning of Year	276,667	244,830	244,830	-	244,830	0.0%
Fund Balance, End of Year	244,830	217,495	171,896	38,800	256,295	17.8%

Fund Description

Library Fund is used to account for the maintenance and operations of the Ronald H. Roberts Temecula Public Library on Pauba Road.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 198 PUBLIC ART

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Operating Transfers In						
Transfer In	14,582	-	-	-	-	0.0%
CIP Fund	-	-	-	-	-	0.0%
Public Art Revenues	25,445	64,417	31,829	-	64,417	0.0%
Use of Money and Property						
Investment Interest	371	80	642	-	80	0.0%
Total Revenues and Other Sources	40,398	64,497	32,471	-	64,497	0.0%
Expenditures by Category						
Operations and Maintenance	-	-	-	30,300	30,300	0.0%
Operating Transfer Out	-	7,200	-	-	7,200	0.0%
Total Expenditures and Other Financing Uses	-	7,200	-	30,300	37,500	420.8%
Excess of Revenues Over (Under) Expenditures	40,398	57,297	32,471	(30,300)	26,997	-52.9%
Fund Balance, Beginning of Year	28,207	68,605	68,605	-	68,605	0.0%
Fund Balance, End of Year	68,605	125,902	101,076	(30,300)	95,602	-24.1%

Fund Description

This fund was established pursuant to Temecula Municipal Code Section 5.08.040, whereby the fund serves as a depository for the fees paid in lieu of art as well as monetary donations for public art. The Public Art In Lieu fee is one-tenth of one percent of an eligible development project in excess of \$100,000. Eligible uses of this fund include the design, acquisition, installation, improvement, maintenance and insurance of public artwork; offering of performing arts programs on City property for the community; and art education programs on City property for the community.



**City of Temecula
Fiscal Year 2017-18
Mid-Year Adjustments**

Fund: 375 INTERN FELLOWSHIP FUND

Description	2016-17 Actuals	2017-18 Current Budget	Year to Date Actuals 12/31/2017	Proposed Increase (Decrease)	2017-18 Revised Budget	% Increase (Decrease)
Revenues by Source						
Operating Transfers In						
General Fund	-	-	-	-	-	0.0%
Use of Money and Property						
Investment Interest	-	-	-	-	-	0.0%
Total Revenues and Other Sources	-	-	-	-	-	0.0%
Expenditures by Category						
Operations and Maintenance	-	-	-	-	-	0.0%
Operating Transfer Out - General Fund	9,293	-	-	-	-	0.0%
Total Expenditures and Other Financing Uses	9,293	-	-	-	-	0.0%
Excess of Revenues Over (Under) Expenditures	(9,293)	-	-	-	-	0.0%
Fund Balance, Beginning of Year	9,293	-	-	-	-	0.0%
Fund Balance, End of Year	-	-	-	-	-	0.0%

Fund Description

Accounts for personnel expenditures for intern and fellowship employment opportunities. The City of Temecula Internship Program offers part-time internships to high school and undergraduate college students. The internships are designed to expose students to the workings of local city government. Internship positions are open year round in three sessions of 10 weeks (summer, fall, and spring). The City of Temecula Fellowship Program is designed for undergraduate, graduate and post-graduate level students and allows individuals to work in their areas of specialty/interest. Fellows gain valuable work experience, as well as the skills and knowledge that will enhance their job prospects by working in a fast-paced, challenging environment.