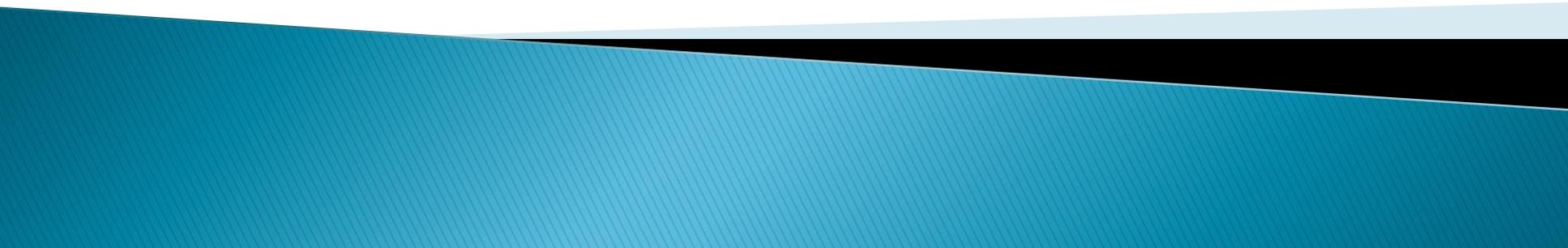


City of Visalia Measure T Independent Accountants' Report

(July 1, 2023– June 30, 2024)



Measure T–Annual Presentations to Council

- ▶ January – Annual review of the report verifying that funds are in accordance with the Ballot Measure, Program Guidelines and Expenditure Plan
 - ▶ January – Annual Comprehensive Financial Report (ACFR)
 - ▶ March – Mid Year Budget Review
 - ▶ June – Annual Recertification
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Measure T

- ▶ Measure T was approved by the voters March 2004.
- ▶ ¼ cent Sales Tax for enhanced police and fire services.
- ▶ Sales Tax is split – 40% Fire and 60% Police.



Measure T – Requirements

- ▶ Measure T revenues cannot replace General Fund budgeted operating expenditures for police and fire.
- ▶ Measure T uses a detailed 20 year plan for:
 - Hiring Personnel;
 - Construction of Facilities; and
 - Equipment Purchases.

Original plan included a deficit that would be covered by increased revenues, lower expenditures, and General Fund subsidy. Since 2008, Measure T has been operating on an amended plan due several years of lower revenues, higher expenditures, and no subsidy from the General Fund.

- ▶ Measure T requires an Economic Uncertainty Fund
 - 25% of the annually budgeted revenues will be deposited into a separate fund for emergency use.

Measure T – Requirements

- ▶ **Independent Accountants’ Report on Applying Agreed-Upon Procedures**
 - An Independent Auditor will annually review tax revenues received and expenditures from the measure, to ensure compliance with the Ballot Measure, Program Guidelines and Expenditure Plans.
- ▶ **Annual Recertification**
 - Annual Recertification of the plan with detail of what monies have been received, what monies have been spent, and what monies are available. This is done every June.
- ▶ **Effectiveness Review**
 - Review the progress of the Measure T Plan and the continuing need for the sales tax measure at the first City Council meeting in January 2029, and every 8 years thereafter.
 - Last review completed in 2021

Measure T – Report

- ▶ Report Completed by M. Green and Company for fiscal year ending June 30, 2024.
- ▶ The CAC Committee has reviewed the report on January 8, 2025.
- ▶ No formal action is required today. Just receive and review report.

Report Findings for Fiscal Year 23/24

- There were no report findings for FY 23/24.

Measure T Police – Actuals:

	Measure T - Police	
	22/23 Actual	23/24 Actual
REVENUES		
Measure T Sales Tax	\$ 5,861,495	\$ 5,529,066
Subventions and Grants	13,240	29,079
Interest Earnings + Miscellaneous	126,137	483,132
Total Revenues	<u>6,000,872</u>	<u>6,041,277</u>
EXPENDITURES		
Expenditures	(4,149,336)	(4,143,408)
Revenues Over (Under) Expenditures	<u>1,851,536</u>	<u>1,897,869</u>
OTHER FINANCING SOURCES (USES)		
VECC Debt Payment	(151,107)	(151,180)
Transfer to Vehicle Replacement Fund	(475,000)	-
Total Other Financing Sources (Uses)	<u>(626,107)</u>	<u>(151,180)</u>
Net Changes in Fund Balance	<u>1,225,429</u>	<u>1,746,689</u>
Fund Balance - Beginning of Year	6,794,675	8,020,104
Fund Balance - End of Year*	<u>\$ 8,020,104</u>	<u>\$ 9,766,793</u>

*Included in the end of year fund balance is the Economic Uncertainty Fund of \$1,539,210 (25% of the annual budgeted revenues).

Measure T Fire – Actuals:

	Measure T - Fire	
	22/23	23/24
	Actual	Actual
REVENUES		
Measure T Sales Taxes	\$ 3,907,664	\$ 3,686,044
Charges for Current Services	49,055	54,126
Interest Earnings + Miscellaneous	150,055	372,285
Total Revenues	<u>4,106,774</u>	<u>4,112,455</u>
EXPENDITURES		
Operating	(3,098,274)	(3,138,955)
Capital Expenditures	<u>(6,517)</u>	<u>(538)</u>
Total Expenditures	<u>(3,104,791)</u>	<u>(3,139,493)</u>
Revenues Over (Under) Expenditures	<u>1,001,983</u>	<u>972,962</u>
OTHER FINANCING SOURCES (USES)		
Transfer to Vehicle Replacement Fund	<u>(1,480,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(1,480,000)</u>	<u>-</u>
Net Changes in Fund Balance	<u>(478,017)</u>	<u>972,962</u>
Fund Balance - Beginning of Year	6,894,729	6,416,712
Fund Balance - End of Year *	<u>\$ 6,416,712</u>	<u>\$ 7,389,674</u>

*Included in the end of year fund balance is the Economic Uncertainty Fund of \$1,040,663 (25% of the annual budgeted revenues).

Summary

The Independent Accountants' report confirmed that Measure T funds are in accordance with the Ballot Measure, Program Guidelines and Expenditure Plan for fiscal year ended June 30, 2024.

Questions?

