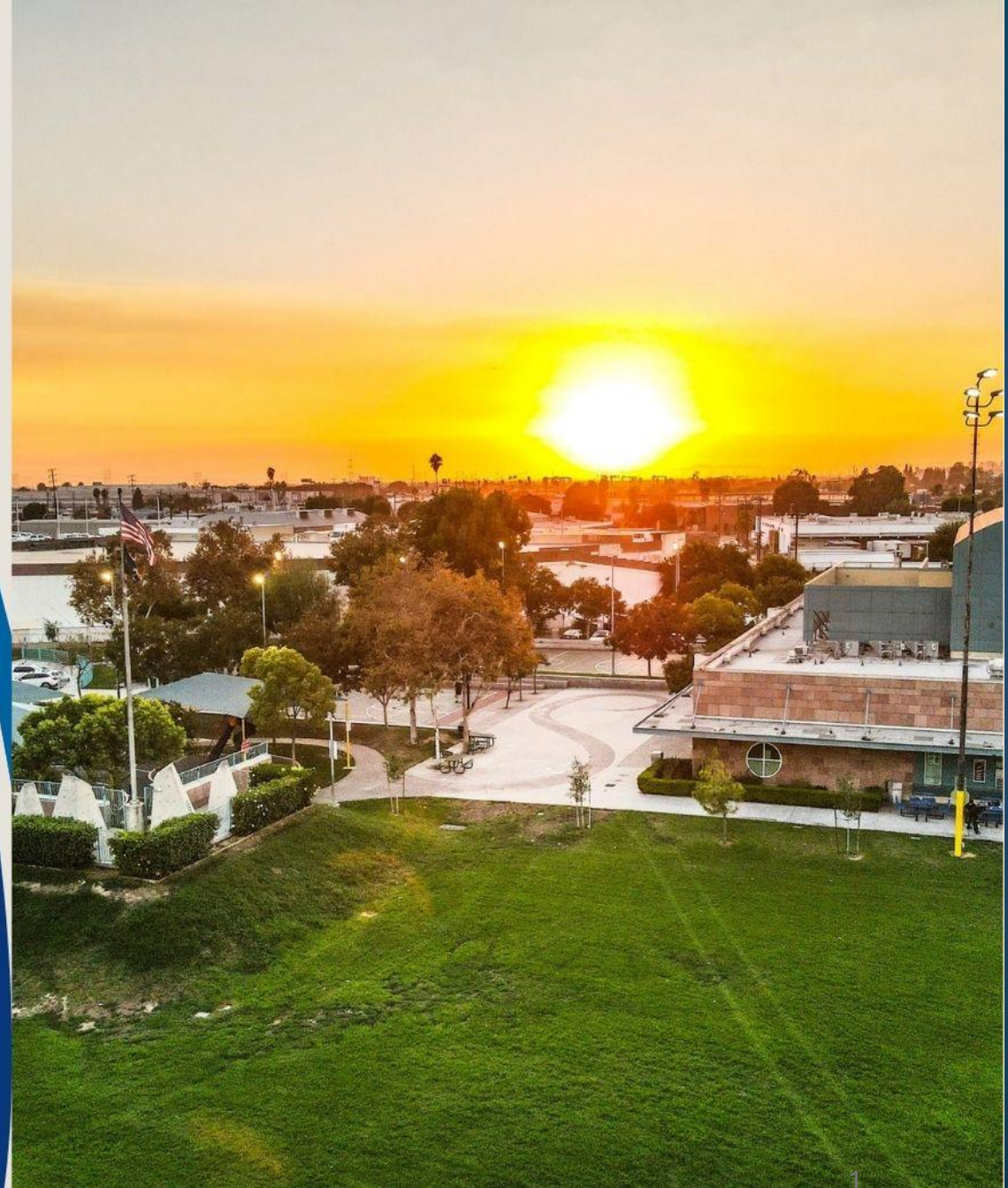




FY 2025-26 Budget Work- Study Session

June 12, 2025



Work-Study Session (05/29/25) Review

- Observations: Budget Practices, Financial Practices, and Other Areas
- FY 2024-25 Financial Update
- Budgets Needing Additional Appropriations or missing appropriations
- FY 2025-26 Budget Approach
- Economic environment & other potential threats

Work-Study Session (05/29/25) Review

- Revenue & Expenditure Assumptions for FY 2025-26
- Proposed General Fund Balanced Budget at \$81.7 million for FY 2025-26
- Budget Highlights by Dept.
- Fund Balance & Reserve Policy

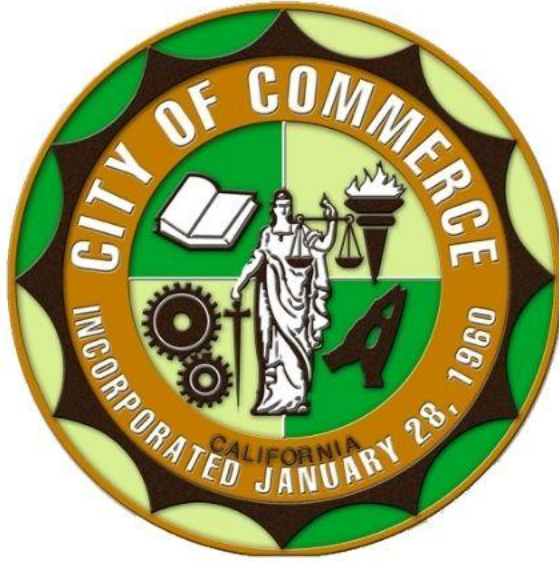
Table of Contents

- 01** Authorized Positions
- 02** AB 2561-Public Hearing
- 03** Capital Improvement Program
- 04** Parks & Rec Programs
- 05** Public Safety
- 06** Non-General Funds
- 07** Next Steps



Authorized Positions

- Position Control = a system that ensures all positions are budgeted properly, authorized by the City Council, and accounted for
- Each position is clearly defined, including title, salary grade, and responsibilities and ensures that the number of authorized positions is not exceeded
- Official list of positions approved by the City Council (hard copy provided) is the basis of the position control system
- AB 2561 compliance



AB 2561-Public Hearing

Capital Improvement Program (CIP)

CIP Challenges

- Oversight of Projects
- Accountability
- Scoping
- Design Management
 - Coordination with Utilities
 - Coordination with Stakeholders
 - Lack of investigation (hazardous materials)
 - Design-Bid Documents (Procurement Process)
 - Technical expertise and knowledge
- Project Management
- Scheduling
- Change Orders
- Lack of follow-up

Capital Improvement Program (CIP)

Operations & Maintenance Challenges

- Lack of oversight and accountability
- Preventive maintenance
- Feeling of inequity among Staff
- Workload distribution
- Overtime
- Understanding of Procurement Process (awarding work without contract)
- Invoicing
- Lack of equipment and tools
- Dependence on LA County for Street Maintenance



Projects in Progress Requiring Additional Funding

Capital Improvement Program (CIP)

Bandini Library and Learning Center

- Improvements include environmental abatement, a new roof, skylights, and redesign of interior spaces and building exterior.
- Construction began in June 2024.
- Anticipated completion date by end of July 2025.

FY 2024-25 Funding:
\$2,452,167

Additional Request for FY 2025-26:
\$100,000

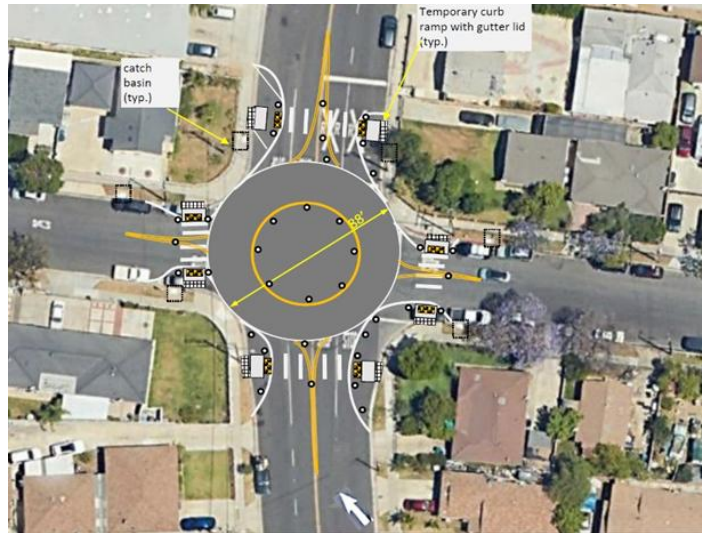
Total Project Cost:
\$2,552,167



Capital Improvement Program (CIP)

Watcher/ Greenwood Traffic Circle Installation

- Design is currently 100% complete.
- Waiting for final approval from UP railroad.



FY 2024-25 Funding:
\$250,000

Additional Request for FY 2025-26:
\$50,000

Total Project Cost:
\$300,000

Capital Improvement Program (CIP)

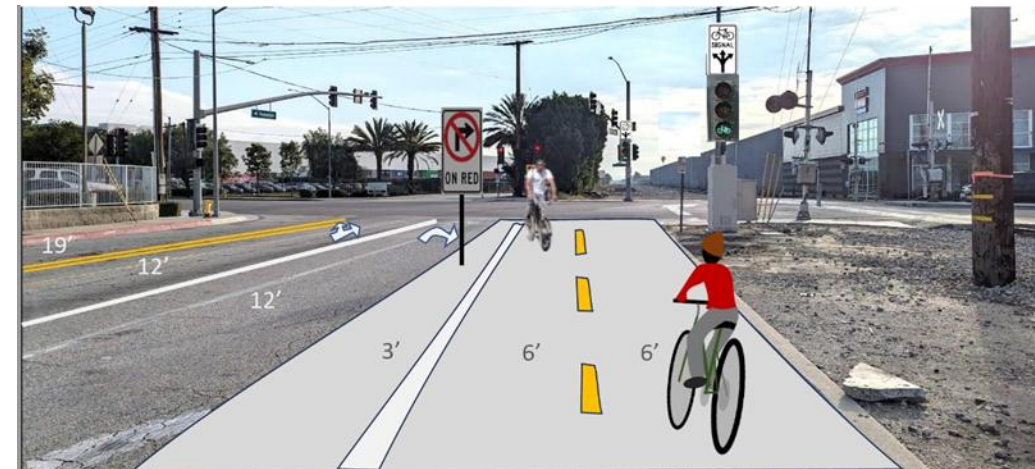
Randolph Corridor Improvement Project

- Joint project with LA County and Cities of Bell and Huntington Park.
- Includes active transportation improvements: bicycle, pedestrian, traffic calming elements, pedestrian lighting and pavement rehabilitation.
- Grant funded for design and construction is \$8M for the entire corridor.
- Working on 60% Design.

Total Project Cost:
\$11,040,000

Grant Amount :
\$8,040,000

Measure AA:
\$3,000,000



Capital Improvement Program (CIP)

I-5 Freeway SB Eastern Exit Lighted Monument Sign and Landscaping

- Project anticipated to be advertised for Construction Bids in October 2025.



FY 2024-25 Funding:
\$2,432,763

Additional Request for FY 2025-26:
\$100,000

Total Project Cost:
\$2,532,763

Capital Improvement Program (CIP)

Mixmaster Phase 2B Improvements Project



FY 2024-25 Funding:

\$3,444,000

Additional Request for FY 2025-26:

\$1,000,000

Total Project Cost:

\$4,444,000

- This Project involves the installation of 10 (including 1 in LA County ROW) new overhead guideway signs.
- Design is 85% complete.

Capital Improvement Program (CIP)

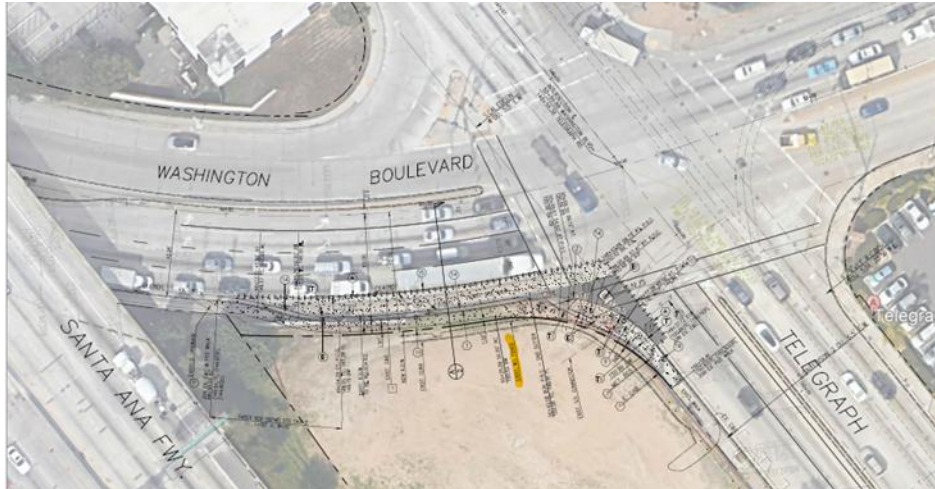
Washington Blvd. Dedicated NB RT Lane onto Telegraph

FY 2024-25 Funding:
\$599,915

Federal Funds:
\$499,915

**Additional Request for
FY 2025-26:**
\$200,000

Total Project Cost:
\$799,915



- The Proposed Project includes the construction of approximately 150-foot-long right turn lane at the existing eastbound street of E Washington Boulevard at Telegraph Road as well as traffic signal upgrades.
- Design is 100% complete. Awaiting Caltrans authorization to proceed with Construction due to Federal Funds.

Capital Improvement Program (CIP)

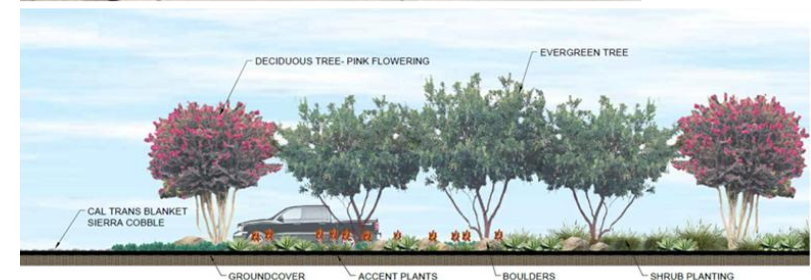
Slauson Corridor Improvement Project (I-5 to I-710)

- Improvements include upgrades and modifications of traffic signals, improving traffic signs and pavement markings, constructing or modifying raised medians to provide protected left-turn lanes, street improvements, and enhancing street lighting.
- Design is 90% complete.
- Project anticipated to be advertised for Construction Bids in September 2025.

Total Project Cost:
\$17,262,800

Grant Amount:
\$14,262,800

Measure AA:
\$3,000,000





New FY 2025-26 CIP Projects

Capital Improvement Program (CIP)

FY 25-26 Pavement Rehab

- Annual Pavement Rehabilitation at various local streets consistent with the City's PMP including Olympic Blvd, Bandini Blvd, Goodrich Blvd.

Total Project Cost:

\$6,353,565

SB1 Funds:

\$353,565

Measure AA:

\$6,000,000

Capital Improvement Program (CIP)

Pavement Management Program (PMP) Update

- ▶ The Plan is required to be updated every 3 years by Metro for the City's continued use of Prop C, Measure R, and Measure M funds. The Plan was last updated on December 20, 2022.

Total Project Cost:

\$100,000

Measure AA:

\$100,000

Capital Improvement Program (CIP)

Sewer System Management Plan (SSMP) Update

- ▶ The City is required to update the SSMP every 6 years in compliance with the state regulation.

Total Project Cost:

\$10,000

Measure AA:

\$10,000

Capital Improvement Program (CIP)

Citywide Pedestrian, Bike, Transit Improvements ATP Cycle 6 Project

- Project focuses on pedestrian & transit facility improvements along the 2.6-mile Slauson Avenue corridor & 8 unsignalized intersections or midblock crossings citywide.
- Design is 100% complete.
- Project anticipated to be advertised for Construction Bids in September 2025.

Total Project Cost:

\$2,186,900

Grant Amount (California Transportation Commission) :

\$2,086,900

Measure AA:

\$100,000

Capital Improvement Program (CIP)

Art District Development and Implementation Plan

- Development of a 5-to-10-year Arts District Development And Implementation Plan for the City of Commerce Arts District. The plan will outline strategies for integrating public art and placemaking initiatives aimed at creating vibrant, engaging, and functional spaces that reflect the unique character of the City and foster community pride.

Total Project Cost:
\$250,000

Measure AA:
\$250,000

Capital Improvement Program (CIP)

Replacement of Diving Boards at the Brenda Villa Aquatic Center (BVAC)

- Removal and reinstallation of one 1-meter diving board and stand and one 3-meter diving board and stand and installation of handrails.

Total Project Cost:
\$100,000

Measure AA:
\$100,000

Capital Improvement Program (CIP)

Installation of Fitness Equipment at Bandini Park, Rosewood Park, and Bristow Park

- Installation of fitness equipment at Bandini Park, Rosewood Park, and Bristow Park including site preparation.

Total Project Cost:

\$520,000

Measure AA:

\$520,000

Capital Improvement Program (CIP)

Camp Commerce Wooden Decks Replacement

- ▶ Demo existing rotted wood deck and install new wooden decks and railing systems for access to a number of cabins.

Total Project Cost:

\$480,000

Measure AA:

\$480,000

Capital Improvement Program (CIP)

MEASURE AA BUDGET

TOTAL CIP PROJECTS BUDGET	\$70,525,110
TOTAL MEASURE AA FUNDS	\$25,281,930
TOTAL GRANT/OTHER FUNDS	\$45,243,180
<hr/>	
FY 25-26 MEASURE AA REQUEST	\$32,200,200
FY 25-26 GRANT/OTHER FUNDS	\$15,597,200
FY 25-26 NET IMPACT TO MEASURE AA ACCOUNT	\$16,603,000

*PREVIOUSLY APPROVED MEASURE AA FUNDS FOR ONGOING PROJECTS	\$8,678,930
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FY 2025-26 Budget Highlights

Parks & Recreation:

- \$10.8 Million budget:
 - Labor: 24 FT & 221 PT – **Department Wide: \$8.8 million**
- Program Costs:
 - Special Events – **approx. \$700,000**
 - Parks & Rec Activity – **approx. \$300,000**
 - Aquatics Center – **approx. \$300,000**
 - Park Operations – **approx. \$200,000**
 - Camp Commerce – **approx. \$200,000**
 - Other (Admin, Pre-School, Kids Club, Day Camps, Rec operations, Sports program) – **approx. \$200,000**
 - Senior Center & Teens Center – **approx. \$100,000**

FY 2025-26 Budget Highlights

Special Events - \$700,000 (programs)

- Spring Festival
- Preschool Graduation
- City wide Las Vegas excursion
- Summer Kick off/Abilities Fair
- Concerts in the Park (4)
- Movies in the Park (4)
- 4th of July
- National Night Out
- Back to School Bash

FY 2025-26 Budget Highlights

Special Events - \$700,000 (programs) – Continued

- Fiesta Patrias
- Halloween/Harvest Festival
- Halloween Home Decorating Contest
- Dia de Los Muertos
- Veterans Day
- Turkey Trot 5K
- Family Excursions – Dodgers, LAFC, Family Beach Trip, Santa Barbara
- Tree Lighting Ceremony
- Christmas Home Decorating Contest

FY 2025-26 Budget Highlights

Special Events – Continued

- City wide Posada (no budget)
- Memorial Day Partnership – Cemetery (no budget)
- Snow Day (no budget)
- Students in Government (no budget)
- Turkey Give-a-way -Janice Hahn (no budget)
- City Employee Service Awards (no budget)

FY 2025-26 Budget Highlights

Parks & Rec Activity – \$300,000 (programs) + \$202,500 (labor) = \$502,500

8 PT positions

- Travel Water Polo – Boy's
- Travel Water Polo – Girls
- Travel Girls Soccer
- Travel boxing
- Travel Girls Volleyball
- Travel Baseball
- Travel Dance

FY 2025-26 Budget Highlights

Parks & Rec Activity – \$300,000 (programs) + \$202,500 (labor) = \$502,500

8 PT positions

- Travel Boys Soccer
- Family Wellness Program
- Tiny Times
- Adult Craft Class
- Recreation Dance
- Folklorico Dancing

FY 2025-26 Budget Highlights

Aquatics Center – \$300,000 (programs) + \$2.4 million (labor) = \$2.7 million

4 FT + 78 PT positions

- Officials Water Polo & Swim
- Water Aerobics
- Special Olympics - Swim
- Lap Swimming
- Swim Lessons
- Fitness Center

FY 2025-26 Budget Highlights

Aquatics Center – \$300,000 (programs) + \$2.4 million (labor) = \$2.7 million

4 FT + 78 PT positions

- Entry fees – Boys and Girls Water Polo and Swim Team
- Water Polo Men's
- Water Polo Women's
- Special equipment

FY 2025-26 Budget Highlights

Park Operations – \$200,000 (programs) + \$2.1 million (labor) = \$2.3 million

5 FT + 58 PT positions

- HIIT
- Yoga
- Pilates
- Aerobics Instructor
- Zumba Instructor (starting June 23, 2025)
- Arts and Craft Instructors

FY 2025-26 Budget Highlights

Camp Commerce – \$200,000 (programs) + \$903,000 (labor) = \$1.1 million

3 FT + 22 PT positions

- Contractual Services
- Fire protection services
- Refuse Disposal
- Electrical Maintenance and Repairs
- Plumbing Maintenance and Repairs
- Building/Ground Maintenance and Repairs
- Snow Removal

FY 2025-26 Budget Highlights

Camp Commerce – \$200,000 (programs) + \$903,000 (labor) = \$1.1 million

3 FT + 22 PT positions

- Meals – Breakfast, Lunch, Dinner
- Camp Programming – Hikes, swimming, crafts, shopping, etc.
- Pool Maintenance and Repairs
- Taxes
- Special Equipment

FY 2025-26 Budget Highlights

Other (Admin, Pre-school, Kids Club, Day Camp, Rec. Operations, Sports Program)– \$200,000 (programs) + \$2.5 million (labor) = \$2.7 million

- Admin

10 FT + 39 PT positions

- Department supplies

- Sports

- Contractual Services – Officials
- Recreation Sports – Football, Soccer, Basketball and Baseball
- Sport Supplies – Uniforms, Awards, Training's

FY 2025-26 Budget Highlights

Other (Admin, Pre-school, Kids Club, Day Camp, Rec. Operations, Sports Program)– \$200,000 (programs) + \$2.5 million (labor) = \$2.7 million

10 FT + 39 PT positions

- Bristow, Bandini, Veterans and Rosewood Parks
 - Kids Club
 - Day Camps
 - Field Trips
 - Specialty Programs
 - Pre-school

FY 2025-26 Budget Highlights

Other (Admin, Pre-school, Kids Club, Day Camp, Rec. Operations, Sports Program)– \$200,000 (programs) + \$2.5 million (labor) = \$2.7 million

10 FT + 39 PT positions

- Bristow, Bandini, Veterans and Rosewood Parks
 - Tiny Twos Preschool

FY 2025-26 Budget Highlights

Senior Center & Teens Center - \$100,000 (program) + \$670,000 (labor) = \$770,000

- Senior Center

2 FT + 16 PT positions

- Transportation to and from the Senior Center
- Daily Congregate Meals
- Weekly Educational Classes
- Physical Fitness - Chair Yoga and Pilates
- Specialty Crafts – Stenciling, Crochet, Arts, etc.
- Monthly Sunday Brunch
- Field Trips – Corn Festival, Museum of Tolerance, Descanso Gardens, Strawberry Festival etc.,

FY 2025-26 Budget Highlights

Senior Center & Teens Center - \$100,000 (program) + \$670,000 (labor) = \$770,000

2 FT + 16 PT positions

- Senior Center
 - Monday Night Football
 - Senior Ball
 - Dances
 - Café y Loteria
 - Matinee Dodger games

FY 2025-26 Budget Highlights

Senior Center & Teens Center - \$100,000 (program) + \$670,000 (labor) = \$770,000

- Teen Center
 - Unplugged Seniors
 - Unplugged Jr.'s
 - Field Trips
 - Games/Activities
 - Pre-Teen Club/Teen Club
 - Arts
 - Cooking/Baking

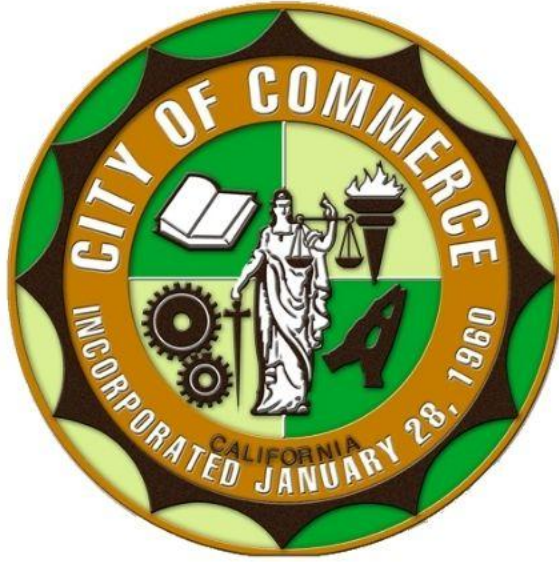
2 FT + 16 PT positions

FY 2025-26 Budget Highlights

Senior Center & Teens Center - \$100,000 (program) + \$670,000 (labor) = \$770,000

- Teen Center
 - Music Club – New program
 - Science Club
 - Model United Nations – YMCA Collaboration

2 FT + 16 PT positions



PUBLIC SAFETY

Non-General Funds

FY 2025-26 Proposed Budgets:

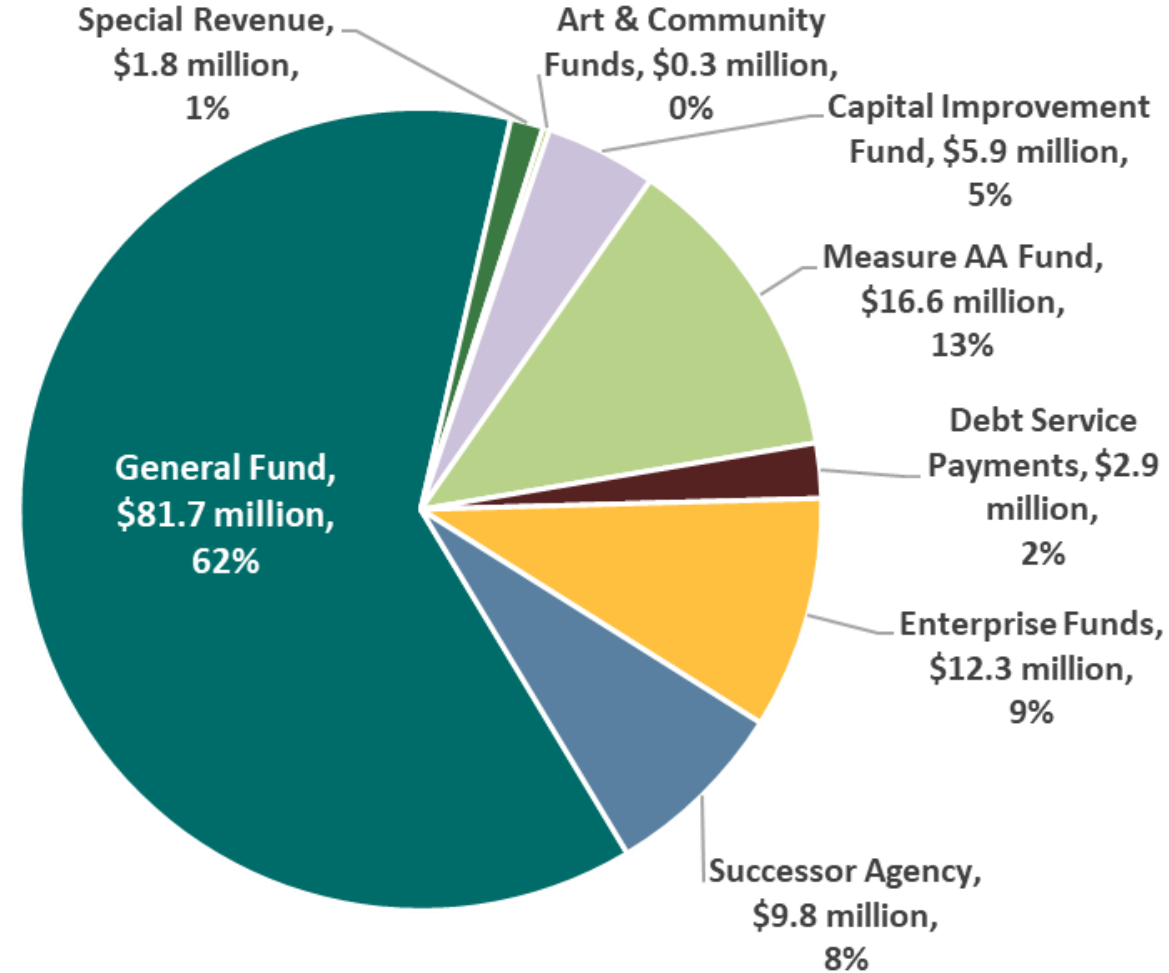
- COPS Grant (Fund 22): \$100,000
- State Gas Tax (Fund 26): \$675,200
- AQMD (Fund 30): \$12,000
- Art in Public Places (Fund 32): \$120,000
- Community Assistance (Fund 33): \$225,000
- Storm Water Mgmt. (Fund 34): \$960,800

Non-General Funds

- Capital Improvement (Fund 40): \$5.9 million
- Measure AA (Fund 41): \$16.6 million
- Community Center & Pension Obligation Bond (Fund 42 & 45): \$2.9 million
- Water Utility (Fund 50): \$100,000
- Transit (Fund 57): \$9.3 million
- CNG (Fund 58): \$2.9 million
- Successor Agency (Fund 81 & 92): \$9.8 million

Non-General Funds

Total Citywide Budget: \$131.3 million



Next Steps

- June 24th – Budget Adoption by the City Council



QUESTIONS?