



# City Council Memorandum

*City of Arts & Innovation*

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**TO: HONORABLE MAYOR AND CITY COUNCIL** **DATE: MARCH 21, 2017**

**FROM: PARKS, RECREATION AND COMMUNITY SERVICES DEPARTMENT** **WARDS: ALL**

**SUBJECT: VENDING MACHINE REVENUES FROM BRYANT, BOBBY BONDS, BORDWELL, AND ORANGE TERRACE PARKS – SUPPLEMENTAL APPROPRIATION IN THE AMOUNT OF \$7,106.22**

## **ISSUE**

Authorize a supplemental appropriation in the amount of \$7,106.22 for the increased revenue from vending machines located at Bryant, Bobby Bonds, Bordwell, and Orange Terrace Parks.

## **RECOMMENDATIONS**

That the City Council:

1. Authorize an increase in revenue of \$7,106.22 and appropriate to Recreation Vending Machine Revenue Account Number 0000101-343635;
2. Approve a supplemental appropriation in the amount of \$3,955.94 (from Bryant, Bobby Bonds, and Bordwell Parks) to Recreation Professional Services Account Number 5205000-421000; and
3. Approve a supplemental appropriation in the amount of \$3,150.28 (from Orange Terrace Park) to Recreation Supplies Account Number 5205000-426500.

## **LEGISLATIVE HISTORY**

On September 9, 2003, City Council authorized an annual distribution of revenue collected from vending machines to the Park Advisory groups to benefit the respective community centers where the vending machines are located.

On February 1, 2010, Council approved an agreement with First Class Vending Company to provide refreshments at various facilities throughout the City.

On November 10, 2015, Council adopted the Healthier Food and Beverage Guidelines to expand healthier choices, specifically at City-managed vending machines.

## **BACKGROUND**

Proceeds from vending machines are used by Park Advisory groups at Bryant, Bobby Bonds, and Bordwell Parks to purchase a variety of goods and services for the benefit of their respective community center, such as: sports equipment, uniforms, t-shirts, youth excursions, youth sports scholarships, youth tournament entry fees, special event supplies, swim lesson equipment, admission tickets, and bus transportation.

Orange Terrace Park does not have an Advisory Group. Funds will be deposited to Recreation Supplies account 5205000-426500 to support recreation programs specifically at Orange Terrace Park.

## **DISCUSSION**

Fiscal Year 2015/16 vending machine revenue was 3% lower as compared with Fiscal Year 2014/15. This is likely due to the conversion of food offerings toward new, healthier choices. Table 1 below represents vending machine revenue generated during Fiscal Year 2015/16 as compared to Fiscal Year 2014/15 for each program site:

TABLE 1: Vending Machine Revenue

<b>Program Sites</b>	<b>FY2014-15 Amounts</b>	<b>FY2015-16 Amounts</b>
Bobby Bonds Park	\$ 1,472.49	\$ 1,090.31
Bordwell Park	\$ 660.79	\$ 655.22
Bryant Park	\$ 2,580.24	\$ 2,210.41
Orange Terrace Park	\$ 2,605.07	\$ 3,150.28
<b>TOTAL:</b>	<b>\$ 7,318.59</b>	<b>\$ 7,106.22</b>

## **FISCAL IMPACT**

There is no fiscal impact to the General Fund. Fiscal Year 2015/16 revenue generated from vending machines at Bryant, Bobby Bonds, Bordwell, and Orange Terrace Parks totals \$7,106.22 and fully offsets the requested supplemental appropriation.

Prepared by: Adolfo Cruz, Parks, Recreation and Community Services Director  
 Certified as to  
 availability of funds: Scott G. Miller PhD, Chief Financial Officer/City Treasurer  
 Approved by: Alexander T. Nguyen, Assistant City Manager  
 Approved as to form: Gary G. Geuss, City Attorney