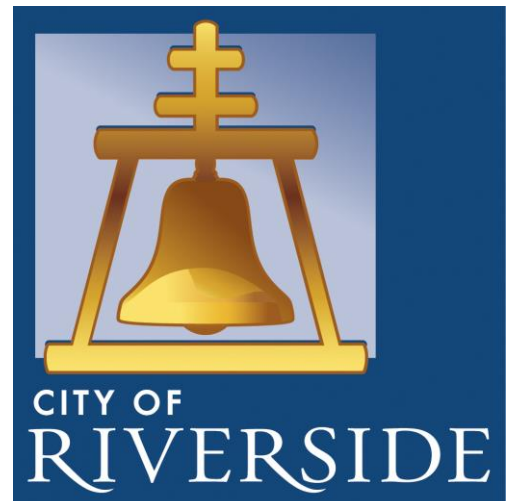


# BUDGET SUMMARY



# BUDGET SUMMARY

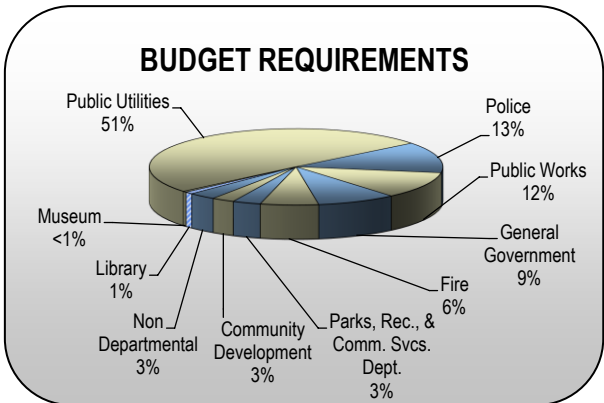
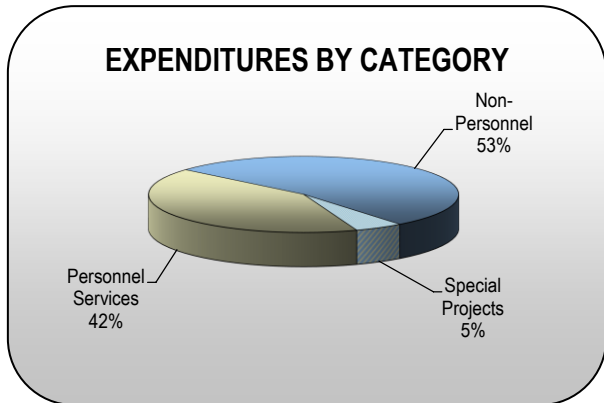
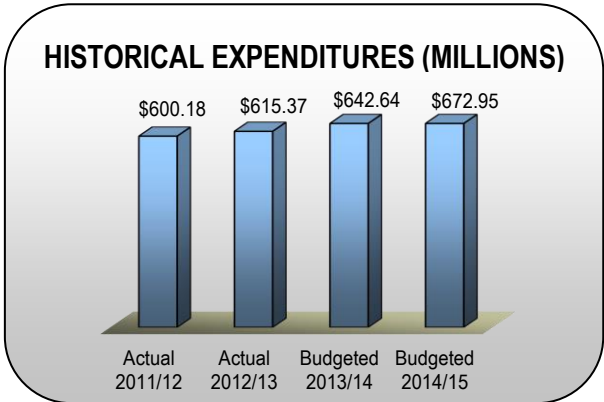
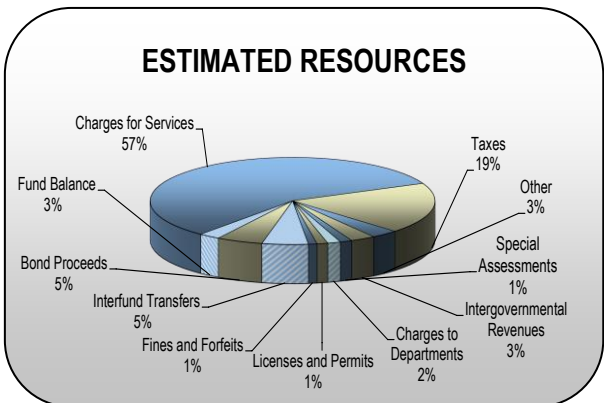
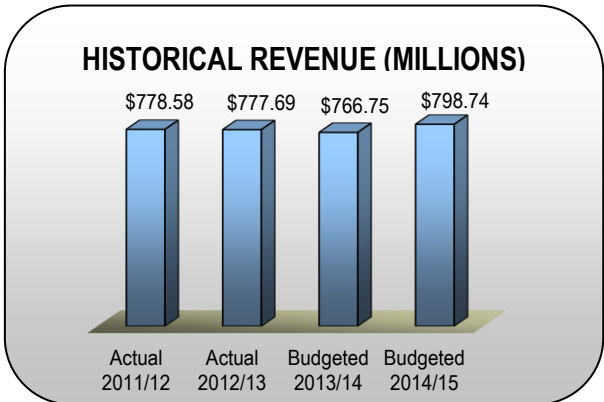
## Overview of the Annual Budget

The City's total combined Annual Budget for fiscal year 2014/15 amounts to \$916,600,349. This equates to an increase of 2.24% versus the previous year's Budget, excluding interfund transfers and managed savings. The increase in the current operations, or operating, budget – the Citywide total Budget excluding debt service, capital projects, equipment purchases, charges to/from others, interfund transfers, and managed savings – is 4.72%.

Included in the \$916 million total Annual Budget amount are the City's Internal Service Funds and transfers to the General Fund from the Electric and Water Funds. These expenditures and transfers are found in the budget twice, because the revenue to the Internal Service Funds is a budgeted expenditure in the City's other funds and the interfund transfers are revenue to the General Fund that is then spent by the General Fund departments. When these two items are excluded from the total, the adjusted total Annual Budget amounts to \$845,287,463.

In this Section, the fund structure of the City's funds is described, significant changes between the current year's Annual Budget and the prior fiscal year are discussed, and other relevant information required to understand the Sections that follow is provided. Subsequently, each of the City's Major Funds, defined as any fund constituting more than 5.00% of the City's Annual Budget, is summarized and described. The City's major funds are:

- The General Fund
- The Electric Fund
- The Water Fund
- The Sewer Fund



## BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Charges for Services	484,618,309	511,805,097	507,386,206	525,601,900	3.59%
Taxes	173,674,744	163,779,162	164,750,292	172,951,447	4.98%
Intergovernmental Revenues	39,883,619	24,219,202	22,895,742	25,703,396	12.26%
Special Assessments	11,812,147	11,842,668	12,153,950	12,505,528	2.89%
Fines and Forfeits	9,280,484	9,943,583	9,488,144	8,911,316	-6.08%
Licenses and Permits	9,930,782	10,108,249	10,363,126	11,197,186	8.05%
Charges to Departments	11,936,687	12,430,282	11,895,890	13,522,903	13.68%
Other	37,438,887	33,558,971	27,815,327	28,345,858	1.91%
<b>Total Revenues</b>	<b>\$ 778,575,659</b>	<b>\$ 777,687,214</b>	<b>\$ 766,748,677</b>	<b>\$ 798,739,534</b>	<b>4.17%</b>
Interfund Transfers					
Electric/Water General Fund Transfer			42,493,000	45,112,500	
Water Settlement Operating Transfer				2,487,202	
Bond Proceeds			70,053,000	48,104,500	
Fund Balance			14,887,848	22,156,613	
<b>Total Resources</b>			<b>\$ 894,182,525</b>	<b>\$ 916,600,349</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	263,370,820	263,368,117	271,113,443	281,006,750	3.65%
Non-Personnel	307,529,017	324,130,601	339,071,643	357,823,683	5.53%
Special Projects	29,284,970	27,868,148	32,455,413	34,107,578	5.09%
<b>Current Operations Budget</b>	<b>\$ 600,184,807</b>	<b>\$ 615,366,866</b>	<b>\$ 642,640,499</b>	<b>\$ 672,938,011</b>	<b>4.71%</b>
Equipment Outlay	5,084,310	9,124,805	4,784,793	7,766,642	62.32%
Debt Service	212,416,447	169,132,561	175,781,921	140,843,304	-19.88%
Operating Grants	4,429,312	3,661,035	-	-	---
Capital Outlay & Grants	209,362,125	208,688,493	64,738,035	79,751,442	23.19%
Charges From Others	105,235,631	99,753,379	105,847,910	128,974,814	21.85%
Charges To Others	(138,964,132)	(132,348,231)	(137,659,077)	(154,972,566)	12.58%
<b>Total Budget</b>	<b>\$ 997,748,500</b>	<b>\$ 973,378,908</b>	<b>\$ 856,134,081</b>	<b>\$ 875,301,647</b>	<b>2.24%</b>
Interfund Transfers					
Electric/Water General Fund Transfer			42,493,000	45,112,500	
Water Settlement Operating Transfer				2,487,202	
Managed Savings			(4,444,556)	(6,301,000)	
<b>Total Budget Requirements</b>			<b>\$ 894,182,525</b>	<b>\$ 916,600,349</b>	

### EXPENDITURE HISTORY BY ORGANIZATIONAL UNIT

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Riverside Public Utilities	276,448,927	281,645,535	325,692,400	339,870,437	4.35%
Police Department	84,499,531	84,842,481	83,919,207	88,378,601	5.31%
Public Works Department	67,278,264	68,250,254	74,103,398	75,915,613	2.45%
General Government	53,959,227	59,338,386	54,903,064	58,747,968	7.00%
Fire Department	43,345,922	43,574,346	41,744,603	42,956,347	2.90%
Parks, Recreation, & Community Services Dept.	18,444,756	19,262,642	20,378,920	20,836,927	2.25%
Non Departmental	17,216,981	15,885,183	16,263,676	20,391,924	25.38%
Community Development Department	30,578,352	32,614,612	16,305,400	16,862,138	3.41%
Riverside Public Library	5,542,018	5,971,299	5,601,646	5,833,969	4.15%
Museum and Cultural Affairs	1,153,971	2,782,191	2,875,651	3,144,087	9.33%
Riverside Airport	1,716,805	1,199,906	852,534	-	---
<b>Current Operations Budget</b>	<b>\$ 600,184,754</b>	<b>\$ 615,366,835</b>	<b>\$ 642,640,499</b>	<b>\$ 672,938,011</b>	<b>4.71%</b>

# BUDGET SUMMARY

## Overview of the Annual Budget (Continued)

Additionally, due to their material nature to the City's operations, the Refuse Fund and the Airport Fund are also reported as Major Funds, though they comprise less than 5.00% of the City's Annual Budget. Similarly, the Capital Outlay Fund, though often more than 5.00% of the City's Annual Budget, is excluded because it is a capital projects fund.

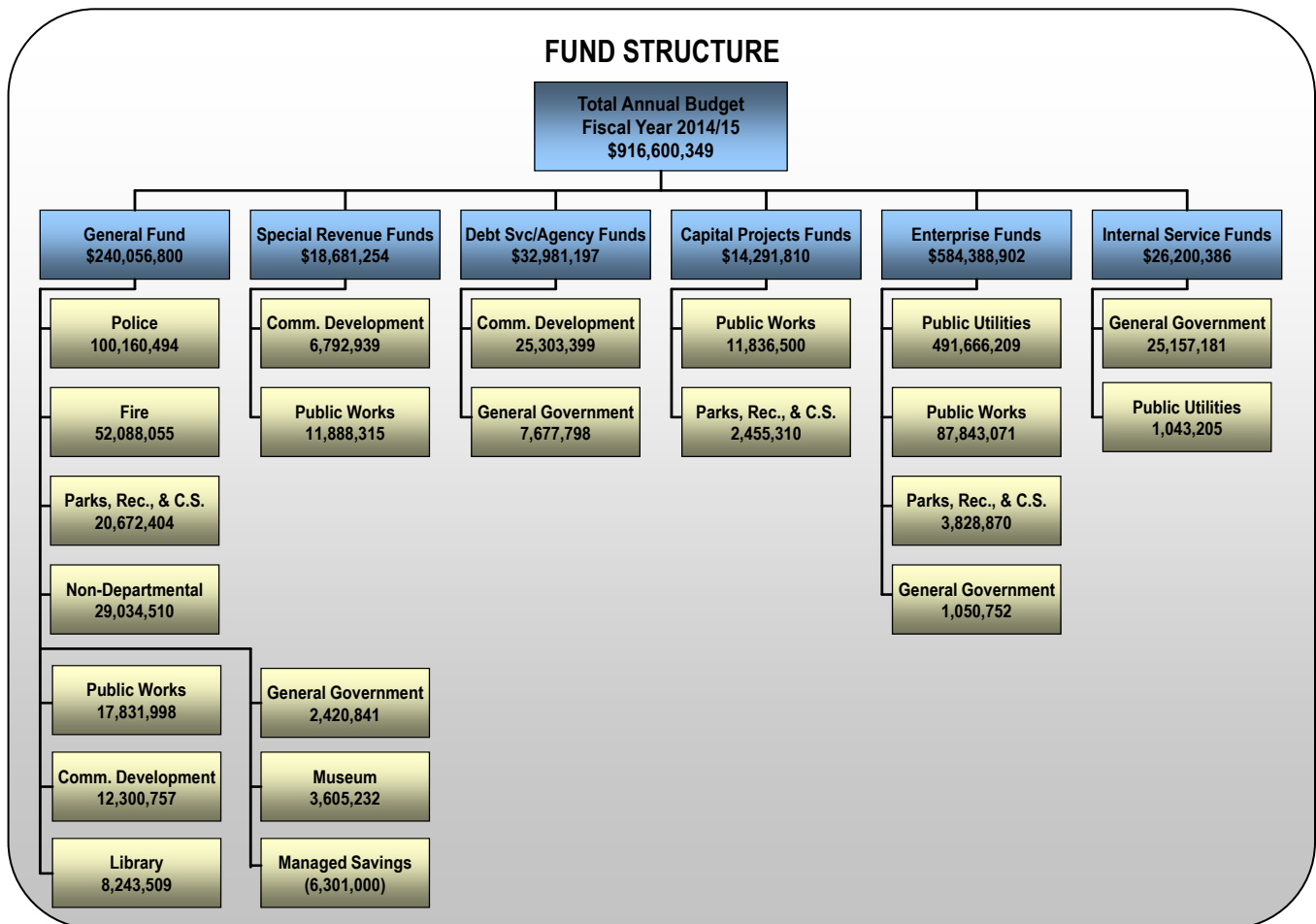
The term "General Government" is used to refer to a combination of all City Departments that are not public service Departments. These Departments include the Office of the Mayor, City Council, Office of the City Attorney, Office of the City Clerk, Office of the City Manager, and the Human Resources, Finance, General Services, and Information & Technology Departments.

Grant revenue and expenditures are not typically budgeted. However, historical actual expenditures shown for fiscal years 2011/12 and 2012/13 include grants and other supplemental appropriations.

## Fund Structure

The City organizes its resources into seven main fund categories: General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds, Enterprise Funds, Internal Service Funds, and Agency Funds. Within each category are multiple funds that each relate to a Department. Funds are categorized primarily for accounting purposes; therefore the Annual Budget typically discusses funds as they relate to Departments rather than categories. Below is a diagram illustrating the relationship between the seven fund categories and the City's various Departments. Each Department may have more than one fund within each category.

As can be seen from the following descriptions of fund categories, in many cases individual City Departments span multiple funds within a single category, or in some cases multiple categories. The reasons for this separation of activities are primarily of an accounting nature and can be reviewed in more detail in the City's CAFR.



## BUDGET SUMMARY

### **General Fund**

The General Fund is the City's primary operating fund where core City services such as police, fire, parks, recreation, and street maintenance are budgeted. The General Fund is described in more detail later in this Section.

### **Special Revenue Funds**

Special Revenue Funds are used to account for specific monies that are legally restricted for use for a particular purpose. Funds included in this category relate to City Departments as follows.

The Community Development Department's budget includes Special Revenue Funds, which are used to account for Federal grants received from the Department of Housing and Urban Development (HUD) to be used for the development of a viable urban community by providing decent housing, a suitable living environment, and expanding economic opportunities principally for persons of low and moderate incomes.

The Public Works Department's budget includes three Special Revenue Funds. These funds include the Special Gas Tax Fund, used to account for the construction and maintenance of City streets funded by the City's share of state gasoline taxes; the Air Quality Improvement Fund, used to account for qualified air pollution reduction programs funded by the South Coast Air Quality Management District; and the National Pollution Discharge Elimination System (NPDES) Fund, used to account for storm drain maintenance and inspection required for California storm water permits funded by a special assessment district of Riverside County.

A final fund included in this category is the Successor Agency Administration Fund. As a result of the dissolution of the Redevelopment Agency, this fund is being used to track administrative expenditures related to the Successor Agency.

### **Debt Service Funds**

Debt Service Funds are used to account for the accumulation of resources and payment of long-term debt obligations of the City and related entities. Funds in this category are the Debt Service Fund – General, used to account for debt service associated with certificates of participation issued by the Riverside Municipal Improvements Corporation or the Riverside Public

Financing Authority and certain other General Fund-related debt service.

### **Capital Projects Funds**

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by Enterprise Funds or the General Fund.

The Public Works Department's budget includes four Capital Projects Funds. These funds include the Storm Drain Fund, used to account for the acquisition, construction, and installation of storm drains in the City; the Capital Outlay Fund, used to account for the construction and installation of street and highway capital improvements; the Measure A Fund, used to account for transportation improvements funded by the 1/2% sales tax approved by Riverside County voters in 1988; and the Transportation Development Impact Fees Fund, used to account for transportation improvements funded by impact fees.

The Parks, Recreation, and Community Services Department's budget includes two Capital Projects Funds. These funds include the Local Park Special Capital Improvements Fund, used to account for capital projects to construct parks and recreation facilities funded by impact fees; and the Regional Park Special Capital Improvements Fund, used to account for capital projects to construct regional parks and recreation facilities funded by impact fees.

### **Enterprise Funds**

Enterprise Funds are used to account for activities that are financed and operated in a manner similar to private businesses. The City's intent is that the operational and capital costs of providing these services be recovered primarily through user fees and charges.

Riverside Public Utilities is budgeted in four Enterprise Funds. These funds include the Electric Fund, used to account for expenditures of the City's electric utility; the Electric Public Benefits Charge Fund, used to account for public benefits funds related to the City's electric utility; the Water Fund, used to account for expenditures of the City's water utility; and the Water Conservation and Reclamation Program Fund, used to account for public benefits funds related to the City's water utility. The Electric and Water Funds are described in more detail later in this Section.

## BUDGET SUMMARY

The Public Works Department's budget includes three Enterprise Funds. These funds include the Refuse Collection Fund, used to account for expenditures associated with the City's refuse collection services; the Sewer Service Fund, used to account for expenditures related to the City's sewer system; and the Public Parking fund, used to account for expenditures related to the various parking facilities operated by the City principally in downtown Riverside. The Refuse and Sewer Funds are described in more detail later in this Section.

The Parks, Recreation, and Community Services Department's budget includes an Enterprise Fund. The Special Transit fund is used to account for expenditures related to the City's fleet of minibuses, which are used to transport senior citizens and disabled persons.

Finally, the Riverside Airport is entirely budgeted in an Enterprise Fund. The Airport Fund is described in more detail later in this Section.

### **Internal Service Funds**

Internal Service Funds are used to account for the operational and capital cost of providing centralized services to City Departments. The costs of these services are recovered through the City's Cost Allocation Plan or other cost reimbursement methods. Funds in this category include the City's insurance-related funds, which are budgeted in the Human Resources Department and Finance Department. They are the Workers' Compensation Insurance Trust Fund, the Unemployment Insurance Trust Fund, and the Liability Insurance Trust Fund. Riverside Public Utilities' budget includes the Central Stores Fund, used to account for purchases; and the General Services Department's budget includes the Central Garage Fund, used to account for vehicle maintenance and motor pool functions.

### **Agency Funds**

Agency Funds are used to account for funds that held by the City as an agent for another entity.

A number of Agency Funds, budgeted in the Finance Department, are used to account for debt service payments for the various assessment districts (ADs) and community facilities districts (CFDs) located throughout the City.

The Community Development Department's budget also includes various Agency Funds, which are used to

account for financial obligations related to the Successor Agency to the City's former Redevelopment Agency.

### **Funds Not Budgeted**

There are certain City funds that do not appear in the budget and that have not been described in this Section, either because they are no longer active or because they are never budgeted in the Annual Budget. Funds in the second category include the Capital Projects Funds related to the City's assessment districts and CFDs, certain Public Works Capital Projects Funds, and certain Capital Projects Funds used to account for expenditures associated with bond or certificate of participation issues completed mid-year in prior budget years. Appropriations were or are made to these funds on an as-needed basis through supplemental appropriations approved by the City Council during the budget year.

### **Summary of Significant Budget Adjustments**

Detailed listings by department of significant budget adjustments can be found in Section I of the Annual Budget. This summary is intended as a high-level overview of significant structural changes to the budget or organization. Please refer to Section I for a detailed discussion of specific budgetary adjustments at the department level.

### **Fund Reorganizations**

Fund 391 was added to account for debt service associated with Certificates of Participation issued in 2013 to fund road projects. Fund 456 was reactivated following the issuance of bonds for the Riverwalk Vista CFD, which had been delayed due to the economic downturn. There were no other material changes to the City's fund structure.

### **Department Reorganizations**

During fiscal year 2013/14 or effective at the beginning of fiscal year 2014/15, the following reorganizations occurred throughout the City. A reorganization can be defined as the transfer of a particular function from one department to another department or one fund to another fund that has no impact on the net Annual Budget.

1. Administration for the Riverside Airport was merged into the General Services Department.
2. The Outreach Homeless Services division of the Community Development Department was created.

## BUDGET SUMMARY

3. Various positions were transferred between the Community Services, Recreation, and Parks divisions of the Parks, Recreation, and Community Services Department as part of a departmental reorganization.
4. The Crossing Guard positions within the Public Works Department were eliminated as the function was outsourced to a private contractor, as approved by City Council.

### ***Programmatic and Staffing Changes***

Citywide staffing decreased by 15.01 full time equivalents. Additional staffing authorizations were kept to a minimum; however, certain additional staffing requests were approved, the majority of which facilitate addressing identified City Council priorities. Each department's summary in Section I outlines the reasons for the increases or decreases in personnel.

The budget was increased primarily to address identified City Council priorities as articulated in the City Manager's Budget Message. Each department's summary in Section I outlines the reasons for significant increases or decreases in expenditures.

The Final Budget Adjustments memo included in Section A following the transmittal letter discusses last minute additions to the budget. These minor administrative adjustments do not have a material impact on the budget as a whole, though the budget numbers presented in the City Manager's Budget Message may be slightly different than the final budget numbers presented in the Annual Budget.

### **Interfund Transfers**

Throughout the Annual Budget reference is made to interfund transfers. An interfund transfer is a transfer of funds from one City fund to another City fund. These transfers appear as a resource in the fund receiving the transfer and as a budget requirement in the fund that is sending the transfer. While this does result in the revenue and expenditure being "double counted" in the Annual Budget, this presentation provides a truer picture of the actual expenditures for the City's Enterprise Funds, from which the transferred funds originate. Transfers for fiscal year 2014/15 are budgeted at \$38,617,200 from the Electric Fund to the General Fund and \$6,795,300 from the Water Fund to the General Fund. Both transfers are made as authorized by City Charter Section 1204(f) and Section 1204.1. Additionally, a water settlement transfer

related to the voter-approved passage of Measure A in 2013 (which supported the continued transfer of water utility funds to the General Fund) resulted in an operating transfer of \$2,487,202 from the General Fund to the Water Fund.

### **Outstanding Debt**

As discussed in the City's Debt Management Policy, found in the Guide to the Budget Section, the City's legal debt limit is set by State of California Statute at 15% of the City's adjusted assessed valuation. Of the \$1.79 billion in debt currently outstanding, only \$14.2 million is supported by tax revenues (the Measure G Fire Facility Projects Bonds) and is therefore subject to the legal debt limit. The City's assessed valuation for the current fiscal year is \$16.8 billion, resulting in a debt limit of \$631.9 million and a current ratio of debt to assessed value of 2.26%. The remaining outstanding debt detailed in the table on the facing page is supported by other specific revenue streams and is not subject to the legal debt limit. Excluded are minor debts such as capital leases.

During fiscal year 2013/14, three debt transactions were completed. The General Fund entered into two capital lease financing agreements totaling \$4.99 million to purchase a police department helicopter and various City vehicles, software, and hardware. Lastly, General Fund Certificates of Participation supporting the Local Measure A Pavement Rehabilitation Project were issued totaling \$35.2 million.

Bond proceeds totaling \$48.1 million are included in the Electric Fund, Water Fund, and Sewer Fund portions of the Annual Budget that relate to various debt issues. These funds are reflected as a resource in the various revenue tables but are not included in revenue to avoid skewing historical comparisons, as bond proceeds are not included in historical revenues.

# BUDGET SUMMARY

## LEGAL DEBT LIMIT CALCULATION

	As of June 30, 2014
Fiscal Year 2012/13 Assessed Valuation	16,851,785,903
Conversion Percentage	25.00%
Adjusted Assessed Valuation for Calculation Purposes	4,212,946,476
Debt Limit Percentage	15.00%
<b>Legal Debt Limit</b>	<b>\$ 631,941,971</b>
Less: Outstanding General Obligation Debt Payable from Property Taxes Measure G Fire Facility Projects Bonds	14,295,000
<b>Remaining Debt Capacity</b>	<b>\$ 617,646,971</b>
Ratio of Debt to Legal Debt Limit	2.26%
Debt per Capita (2014 Population Estimate of 314,034)	\$45.52

## SUMMARY OF CITYWIDE DEBT OBLIGATIONS

Debt Issue	Budgeted Fund	Year of Issuance	Year of Final Maturity	Total Issue Size	Outstanding Principal 6/30/2014	2014/15 Principal	2014/15 Interest
<b>General Obligation</b>							
Measure G Fire Facility Projects Bonds	General Fund	2004	2024	20,000,000	14,295,000	900,000	671,373
<b>Pension Obligation</b>							
Pension Obligation Bonds (2004)	General Fund	2004	2023	89,540,000	66,320,000	4,575,000	3,876,630
Pension Obligation Bonds (2005) Series A	General Fund	2005	2020	30,000,000	18,515,000	2,475,000	882,542
Pension Obligation Refunding Bond Anticipation Notes	General Fund	2012	N/A	30,940,000	30,940,000	-	185,640
<b>Certificates of Participation</b>							
Galleria Mall Improvements	General Fund	2006	2036	19,945,000	18,585,000	495,000	831,691
Riverside Renaissance Projects Refunding	General Fund	2008	2037	128,300,000	116,100,000	3,300,000	3,875,546
Recovery Zone Facility Hotel Project (Hyatt)	General Fund	2010	2040	20,660,000	20,660,000	415,000	1,076,538
<b>Lease Revenue Bonds</b>							
Lease Revenue Refunding Bonds Series A	General Fund	2012	2033	41,240,000	39,945,000	1,330,000	1,742,575
<b>Capital Leases</b>							
Fire Department and Public Works Department Vehicles	General Fund	2011	2016	2,000,000	831,003	410,155	18,884
VOIP Phone System	General Fund	2012	2022	1,650,000	1,426,686	153,340	33,048
Mobile Data Computers	General Fund	2012	2015	561,923	377,745	187,290	6,384
Police Department Helicopter	General Fund	2013	2019	1,348,316	1,129,762	218,434	18,120
Various Vehicles Software, and Hardware	General Fund	2013	2019	3,642,934	3,052,435	590,174	48,958
Various Vehicles Software, and Hardware	General Fund	2013	2018	2,957,221	2,666,300	580,168	30,260
Convention Center, Fox, Muni, and RPD Dispatch FF&E	General Fund	2013	2020	3,668,000	3,668,000	495,178	64,182
<b>Interfund Loans</b>							
WiFi Network Startup Costs Interfund Loan	General Fund	2010	2015	425,000	165,506	93,345	1,655
Utilities Plaza Purchase Interfund Loan	General Fund	2012	2028	4,469,221	3,881,487	301,185	38,815
<b>Private Placement Financings</b>							
Ryan Bonaminio Park Loan	General Fund	2012	2021	4,000,000	3,293,820	369,449	97,666
Convention Center Expansion Loan	General Fund	2012	2034	44,650,000	44,317,333	1,666,797	1,369,521
<b>Total General Fund</b>					<b>390,170,077</b>	<b>18,555,515</b>	<b>14,870,028</b>
<b>Local Park Impact Fee Fund</b>							
Riverside Renaissance Debt Service Interfund Loan #1	Park Fund	2010	2018	3,460,000	3,460,000	-	34,600
Riverside Renaissance Debt Service Interfund Loan #2	Park Fund	2011	2018	3,402,000	3,402,000	-	34,020
<b>Total Local Park Impact Fee Fund</b>					<b>6,862,000</b>	<b>-</b>	<b>68,620</b>
<b>Measure A Fund</b>							
RPFA Local Measure A Sales Tax Revenue COPs	Measure A Fund	2013	2033	35,235,000	35,235,000	-	1,711,088
<b>Total Measure A Fund</b>					<b>35,235,000</b>	<b>-</b>	<b>1,711,088</b>



**BUDGET SUMMARY****SUMMARY OF CITYWIDE DEBT OBLIGATIONS – CONTINUED**

Debt Issue	Budgeted Fund	Year of Issuance	Year of Final Maturity	Total Issue Size	Outstanding Principal 6/30/2014	2014/15 Principal	2014/15 Interest
<b>Electric Utility</b>							
Electric Revenue Bonds (2004) Series A	Electric Fund	2004	2014	27,500,000	2,645,000	2,645,000	66,125
Electric Revenue Refunding Bonds (2008) Series A	Electric Fund	2008	2029	84,515,000	70,540,000	-	2,194,499
Electric Revenue Refunding Bonds (2008) Series C	Electric Fund	2008	2035	57,325,000	41,975,000	-	1,344,879
Electric Revenue Bonds (2008) Series D	Electric Fund	2008	2038	209,740,000	209,740,000	-	10,246,400
Electric Revenue Bonds (2009) Series A	Electric Fund	2009	2018	34,920,000	13,815,000	7,035,000	450,200
Electric Revenue Bonds (2010) Series A	Electric Fund	2010	2040	133,290,000	133,290,000	-	6,479,481
Electric Revenue Bonds (2010) Series B	Electric Fund	2010	2019	7,090,000	7,090,000	-	307,050
Electric Revenue Bonds (2011) Series A	Electric Fund	2011	2036	56,450,000	41,925,000	-	1,613,274
Electric Revenue Refunding Bonds (2013) Series A & B	Electric Fund	2013	2043	79,860,000	76,560,000	5,240,000	3,492,206
Electric Fund Vehicles Capital Leases	Electric Fund	Various	Various	Various	2,265,711	699,850	51,006
<b>Total Electric Fund</b>					<b>599,845,711</b>	<b>15,619,850</b>	<b>26,245,120</b>
<b>Water Utility</b>							
Water Revenue Bonds (2008) Series B	Water Fund	2008	2038	58,235,000	58,235,000	-	2,830,350
Water Revenue Bonds (2009) Series A	Water Fund	2009	2020	31,895,000	21,205,000	4,140,000	894,350
Water Revenue Bonds (2009) Series B	Water Fund	2009	2039	67,790,000	67,790,000	-	2,717,377
Water Revenue Bonds (2011) Series A	Water Fund	2011	2035	59,000,000	56,525,000	875,000	1,833,612
<b>Total Water Fund</b>					<b>203,755,000</b>	<b>5,015,000</b>	<b>8,275,689</b>
<b>Sewer Utility</b>							
Headworks Project Loan	Sewer Fund	2000	2019	7,956,419	2,265,651	437,425	39,962
Cogeneration Project Loan	Sewer Fund	2003	2021	5,374,978	2,190,803	294,028	45,445
Sewer Revenue Bonds (2009) Series A	Sewer Fund	2009	2016	36,835,000	23,040,000	7,325,000	932,250
Sewer Revenue Bonds (2009) Series B	Sewer Fund	2009	2039	204,075,000	204,075,000	-	9,216,748
Sewer Revenue Bonds (2014) Series A	Sewer Fund	2014	2015	50,000,000	50,000,000	-	303,025
<b>Total Sewer Fund</b>					<b>281,571,454</b>	<b>8,056,453</b>	<b>10,537,430</b>
<b>Parking Fund</b>							
Parking Garages 1 & 2 Interfund Loan #2	Parking Fund	2008	2018	942,006	451,593	116,484	4,516
Fox Entertainment Plaza Loan	Parking Fund	2010	2032	25,000,000	22,091,594	904,803	841,901
<b>Total Parking Fund</b>					<b>22,543,187</b>	<b>1,021,287</b>	<b>846,417</b>
<b>Central Garage Fund</b>							
CNG Refueling Station Jurupa/Acorn Streets Interfund Loan	Central Garage Fund	2013	2019	1,674,262	1,688,354	333,116	16,884
<b>Total Central Garage Fund</b>					<b>1,688,354</b>	<b>333,116</b>	<b>16,884</b>
<b>RDA Successor Agency</b>							
RPPA Multiple Project Area TABs (1991)	Redev. Funds	1991	2018	13,285,000	85,000	20,000	6,800
Univ. Corridor/Sycamore Canyon TABs Series A	Redev. Funds	1999	2027	17,025,000	11,390,000	570,000	542,370
Univ. Corridor/Sycamore Canyon TABs Series B	Redev. Funds	1999	2027	6,055,000	4,155,000	205,000	226,663
Casa Blanca TABs	Redev. Funds	1999	2025	20,395,000	12,250,000	780,000	575,330
Downtown/Airport TABs	Redev. Funds	2003	2034	40,435,000	26,780,000	1,615,000	1,313,175
California Tower Lease Revenue Bonds Series A	Redev. Funds	2003	2024	26,255,000	17,790,000	1,120,000	828,008
California Tower Lease Revenue Bonds Series B	Redev. Funds	2003	2024	4,810,000	2,975,000	205,000	156,245
Arlington Tax Allocation Bonds Series A	Redev. Funds	2004	2034	4,550,000	4,175,000	45,000	194,350
Arlington Tax Allocation Bonds Series B	Redev. Funds	2004	2024	2,975,000	2,010,000	140,000	106,700
Multiple Project Area Housing TABs	Redev. Funds	2004	2034	24,115,000	18,415,000	770,000	816,496
ERAF Loan Program Through CSCDA	Redev. Funds	2005	2015	1,465,000	180,000	180,000	10,248
Olivewood Property Assembly Interfund Loan	Redev. Funds	2007	- - -	3,678,991	4,436,218	-	44,362
RPPA Multiple Project Area TABs (2007) Series A	Redev. Funds	2007	2037	8,340,000	8,220,000	25,000	358,331
RPPA Multiple Project Area TABs (2007) Series B	Redev. Funds	2007	2028	14,850,000	12,520,000	440,000	706,410
RPPA Multiple Project Area TABs (2007) Series C	Redev. Funds	2007	2037	89,205,000	87,110,000	560,000	4,243,025
RPPA Multiple Project Area TABs (2007) Series D	Redev. Funds	2007	2032	43,875,000	34,785,000	1,635,000	1,962,775
Municipal Auditorium Renovations Interfund Loan	Redev. Funds	2008	- - -	727,818	332,396	-	3,324
3615-3653 Main Street Acquisition Interfund Loan	Redev. Funds	2009	- - -	4,280,000	4,164,426	-	41,644
HUD Section 108 Refunding Loan - University Village	Redev. Funds	2009	2015	2,260,000	775,000	380,000	24,980
3225 Market Street Acquisition Interfund Loan	Redev. Funds	2010	- - -	1,200,000	1,136,821	-	11,368
HUD Section 108 Refunding Loan - Mission Village	Redev. Funds	2011	2018	2,695,000	1,845,000	325,000	44,677
Reid Park Acquisition Interfund Loan	Redev. Funds	2011	- - -	720,000	751,450	-	7,514
Riverside Golf Course Acquisition Interfund Loan	Redev. Funds	2011	- - -	4,837,500	5,048,802	-	50,488
<b>Total RDA Successor Agency</b>					<b>261,330,113</b>	<b>9,015,000</b>	<b>12,275,283</b>
<b>Housing Authority</b>							
3836-3844 Second Street Acquisition Interfund Loan	Housing Funds	2012	2015	458,151	458,151	-	4,582
<b>Total Housing Authority</b>					<b>458,151</b>	<b>-</b>	<b>4,582</b>
<b>Assessment District &amp; Community Facilities District</b>							
Highlander CFD 90-1 Refunding Bonds	Asmt. Funds	2001	2015	14,325,000	2,640,000	2,640,000	72,600
RPPA Refunding Bonds Series A	Asmt. Funds	2001	2016	16,730,000	2,970,000	2,970,000	69,581
RPPA Refunding Bonds Series B	Asmt. Funds	2001	2016	1,620,000	415,000	415,000	11,681
Riverwalk Business Center Assessment District Bonds	Asmt. Funds	2005	2029	3,755,000	2,925,000	115,000	172,920
Sycamore Canyon Business Park CFD 92-1 Bonds	Asmt. Funds	2005	2034	9,700,000	8,155,000	225,000	414,493
Hunter Park Assessment District Bonds	Asmt. Funds	2006	2036	15,269,906	13,340,000	325,000	672,993
Riverwalk Assessment District Refunding Bonds	Asmt. Funds	2011	2026	7,805,000	6,965,000	425,000	293,394
Auto Center Assessment District Refunding Bonds	Asmt. Funds	2012	2024	4,050,000	3,525,000	275,000	134,763
Riverwalk Vista CFD 2006-1	Asmt. Funds	2013	2043	4,415,000	4,415,000	45,000	207,819
<b>Total Assessment District &amp; Community Facilities District</b>					<b>45,350,000</b>	<b>7,435,000</b>	<b>2,050,244</b>
<b>Total Debt</b>					<b>\$1,848,809,047</b>	<b>\$ 65,051,221</b>	<b>\$ 76,901,385</b>

NOTE: "TABs" refers to Tax Allocation Bonds.

# BUDGET SUMMARY – GENERAL FUND

## Overview of the General Fund

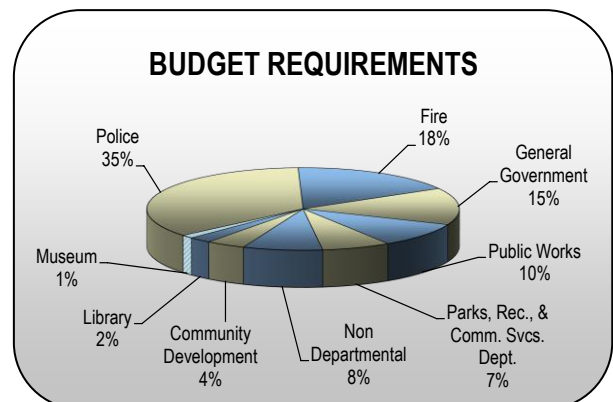
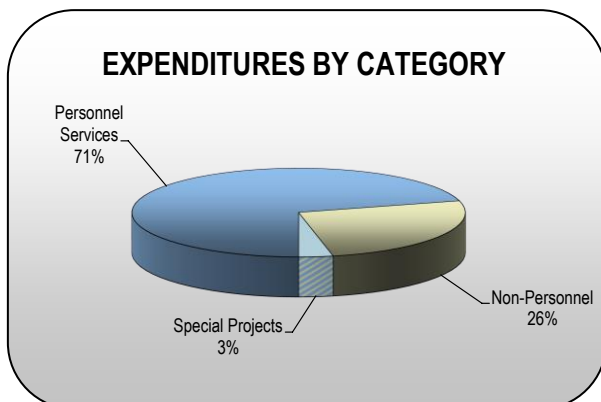
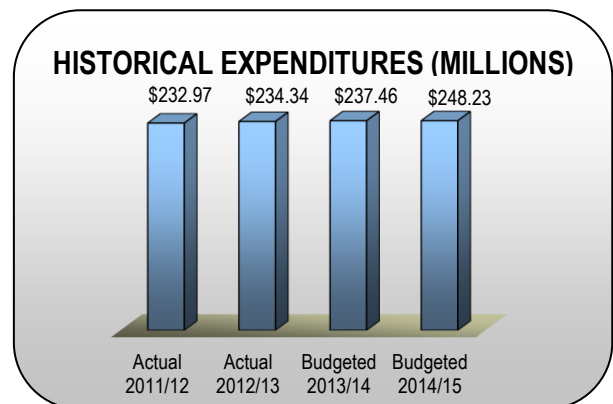
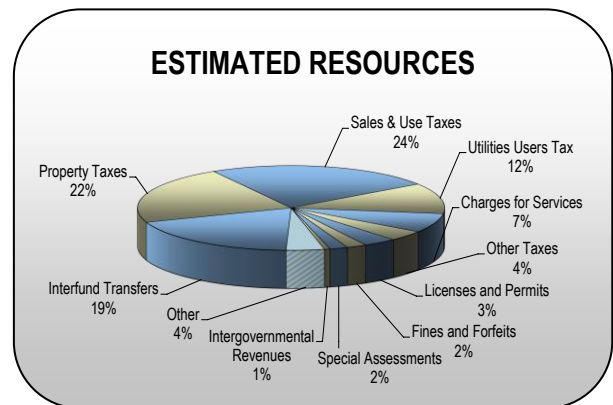
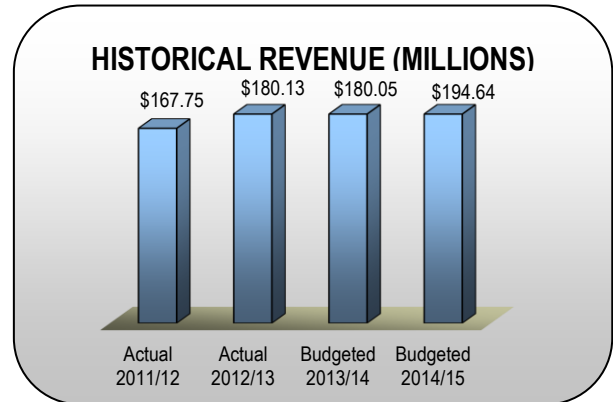
The City’s General Fund budget for fiscal year 2014/15 amounts to \$240,056,800, including managed savings. This equates to an increase of 7.87% versus the previous year’s Annual Budget. The increase in the current operations budget is 4.53%.

Core city services such as police, fire, parks, recreation, and street maintenance are budgeted in the General Fund. Therefore, the General Fund’s growth can be more closely tied to the growth of the City and the economic activity within the City than the Annual Budget as a whole. The General Fund budget increase this year reflects the current economic conditions while cautiously increasing the City’s investment in public safety, transportation, economic development, and other critical needs as outlined in the City Manager’s Budget Message.

## General Fund Revenue Sources

The General Fund is supported by a diverse set of revenue sources. Included are tax revenues, fees charged for services, licenses and permits, and other more minor sources. In the pages that follow, each of the major General Fund revenue sources is described with information about historical trends, current budgeted revenues, and forecast methodology.

An important part of the overall General Fund financial picture is interfund transfers. The General Fund will receive \$45.4 million from the Electric and Water Funds, which is a transfer of certain operating revenues as authorized by the City Charter.



### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Sales & Use Taxes	47,701,207	50,221,641	54,218,000	57,455,000	5.97%
Property Taxes	46,385,452	48,461,980	48,905,753	53,112,173	8.60%
Utilities Users Tax	27,319,492	28,205,535	28,043,000	28,153,000	0.39%
Charges for Services	11,770,612	13,968,321	12,796,884	17,575,434	37.34%
Other Taxes	7,878,638	8,662,650	8,977,500	9,310,000	3.70%
Licenses and Permits	7,118,659	7,453,393	7,735,760	8,421,200	8.86%
Fines and Forfeits	6,293,396	6,235,284	5,516,144	5,005,800	-9.25%
Special Assessments	4,508,543	4,406,084	4,401,416	4,570,430	3.84%
Intergovernmental Revenues	1,262,517	1,687,510	1,195,000	1,418,400	18.69%
Other	7,508,237	10,829,828	8,255,553	9,622,863	16.56%
<b>Total Revenues</b>	<b>\$ 167,746,753</b>	<b>\$ 180,132,226</b>	<b>\$ 180,045,010</b>	<b>\$ 194,644,300</b>	<b>8.11%</b>
Interfund Transfers					
Electric/Water General Fund Transfer			42,493,000	45,412,500	
Water Settlement Operating Transfer			-	-	
Fund Balance					
<b>Total Resources</b>	<b>\$ 222,538,010</b>		<b>\$ 222,538,010</b>	<b>\$ 240,056,800</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	167,993,118	170,116,022	170,111,040	175,685,290	3.28%
Non-Personnel	56,237,398	55,397,655	58,819,592	64,301,951	9.32%
Special Projects	8,742,664	8,830,724	8,531,916	8,233,415	-3.50%
<b>Current Operations Budget</b>	<b>\$ 232,973,180</b>	<b>\$ 234,344,401</b>	<b>\$ 237,462,548</b>	<b>\$ 248,220,656</b>	<b>4.53%</b>
Equipment Outlay	2,514,961	4,167,383	190,208	211,642	11.27%
Debt Service	44,890,138	48,538,765	15,846,148	17,290,040	9.11%
Operating Grants	3,800,160	3,043,005	-	-	---
Capital Outlay & Grants	4,597,104	3,477,890	368,390	390,000	5.87%
Charges From Others	50,012,528	57,256,222	59,286,240	79,522,188	34.13%
Charges To Others	(81,999,826)	(84,902,563)	(86,183,524)	(101,763,928)	18.08%
<b>Total Budget</b>	<b>\$ 256,788,245</b>	<b>\$ 265,925,103</b>	<b>\$ 226,970,010</b>	<b>\$ 243,870,598</b>	<b>7.45%</b>
Interfund Transfers					
Electric/Water General Fund Transfer			-	-	
Water Settlement Operating Transfer			-	2,487,202	
Managed Savings			(4,432,000)	(6,301,000)	
<b>Total Budget Requirements</b>	<b>\$ 222,538,010</b>		<b>\$ 222,538,010</b>	<b>\$ 240,056,800</b>	

### EXPENDITURE HISTORY BY ORGANIZATIONAL UNIT

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Police Department	84,499,532	84,842,482	83,919,207	88,378,601	5.31%
Fire Department	43,345,922	43,395,354	41,744,603	42,956,347	2.90%
General Government	35,480,690	33,269,984	34,921,108	35,888,522	2.77%
Public Works Department	21,288,100	21,921,757	24,599,300	23,883,013	-2.91%
Non Departmental	17,216,981	15,885,192	16,263,676	20,391,924	25.38%
Parks, Recreation, & Community Services Dept.	15,753,769	16,518,158	17,394,597	17,675,658	1.62%
Community Development Department	8,692,194	9,757,982	10,142,760	10,068,535	-0.73%
Riverside Public Library	5,542,020	5,971,300	5,601,646	5,833,969	4.15%
Museum and Cultural Affairs	1,153,972	2,782,192	2,875,651	3,144,087	9.33%
<b>Current Operations Budget</b>	<b>\$ 232,973,180</b>	<b>\$ 234,344,401</b>	<b>\$ 237,462,548</b>	<b>\$ 248,220,656</b>	<b>4.53%</b>

# BUDGET SUMMARY – GENERAL FUND

## Sales and Use Taxes

Sales and Use Taxes are imposed on retail transactions, usually at the point of sale. They are collected and remitted to the California State Board of Equalization, which administers the program. In Riverside County, Sales Tax is assessed at the rate of 7.75% of the transaction value. Included in this rate are one percentage point for local sales tax, 0.5 percentage point for Measure “A” transportation programs, and 0.5 percentage point for Local Public Safety Augmentation (LPSA). The Board of Equalization distributes Sales Tax monies on the basis of point of sale data, while Use Tax monies are allocated from various dollar pools at County or State levels based on taxable sales for the defined areas. The LPSA monies are distributed via the County of Riverside to cities based on their proportionate share of property tax losses due to the State’s Educational Revenue Augmentation Fund (ERAF) shifts.

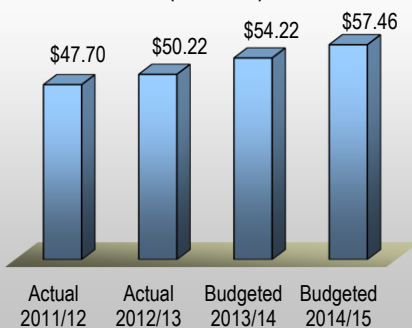
Sales and Use Tax revenues are one of the two largest revenue sources for the General Fund, representing 29.56% of total estimated revenues in fiscal year 2014/15. Following the downturn in the economy beginning in 2007, sales tax revenues declined sharply. Recent years have seen a steadily increasing trend, which is anticipated to continue. For fiscal year 2014/15, budgeted Sales and Use Tax revenues are estimated to increase from the prior year’s budgeted revenues based on forecast data prepared by outside expert consultants and validated by the City staff. The budgeted amount of \$57.45 million represents an increase of 5.97%.

## Property Taxes

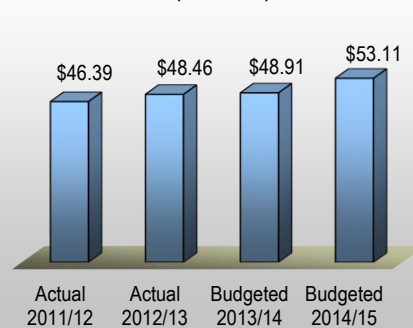
Property taxes are levied at one percent of assessed value, as established in 1978 by California’s Proposition 13. The County of Riverside administers the property tax program and the City of Riverside receives approximately 12% of the receipts generated by property taxes levied within the City limits. The balance of the assessment received is allocated between various schools, Riverside County, and the Successor Agency.

Property Tax revenues are one of the two largest revenue sources for the General Fund, representing 27.29% of total estimated revenues in fiscal year 2014/15. Property Tax revenues have fallen slightly in recent years as a result of the depressed housing market in Southern California. Due to the City’s older housing stock, new retail and commercial construction, annexations, and higher assessed values for properties as they are sold (Proposition 13 also limits annual increases in assessed value so that properties are often assessed considerably below actual value until resold), decreases have not been as high as those seen in surrounding communities. For fiscal year 2014/15, budgeted Property Tax revenues are estimated to increase versus the previous fiscal year based on forecast data prepared by outside expert consultants and validated by City staff. The budgeted amount of \$53.11 million represents an increase of 8.60%.

**HISTORICAL SALES & USE TAX REVENUE**  
(MILLIONS)



**HISTORICAL PROPERTY TAX REVENUE**  
(MILLIONS)



**Utility Users Taxes**

Utility Users Taxes are imposed on telephone, electrical, gas, water, and cable television services within the City limits at a rate of 6.5 percent of taxable services.

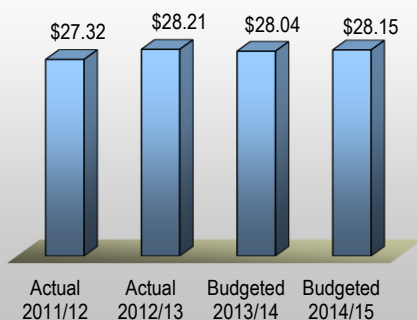
Utility Users Tax revenues represent 14.46% of total estimated General Fund revenues in fiscal year 2014/15. These revenues are largely predictable and increase at a steady and measurable rate as the customer base of the City's utilities increases. For fiscal year 2014/15, budgeted Utility Users Tax revenues have also been adjusted to reflect growing competition in the cable television market. The budgeted amount of \$28.15 million represents a slight increase of 0.39%.

**Charges for Services**

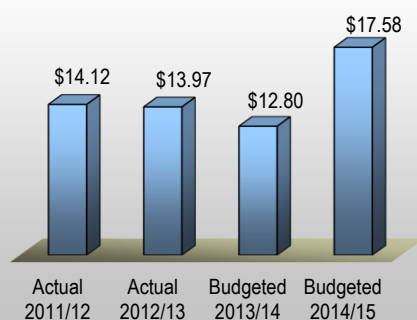
The City has developed service fees that are designed to recover a specified portion of the service cost. This is referred to as the recovery level and is established by the City Council. The primary revenue source in this category is fees for processing various development-related applications.

Charges for Services revenue represents 9.03% of total estimated General Fund revenues in fiscal year 2014/15. Revenue from many Charges for Services remains relatively steady and increases each year with the growth in the City's population and inflation. Certain Charges for Services, however, are tied to the construction industry and are thus more closely tied to current economic trends. For fiscal year 2014/15, budgeted Charges for Services are estimated to increase primarily as a result increased revenue and expenses related to Live Nation assuming operations for the Municipal Auditorium. The budgeted amount of \$17.57 million represents an increase of 37.34%.

**HISTORICAL UTILITY USERS TAX REVENUE**  
(MILLIONS)



**HISTORICAL CHARGES FOR SVCS. REVENUE**  
(MILLIONS)



# BUDGET SUMMARY – GENERAL FUND

## Licenses and Permits

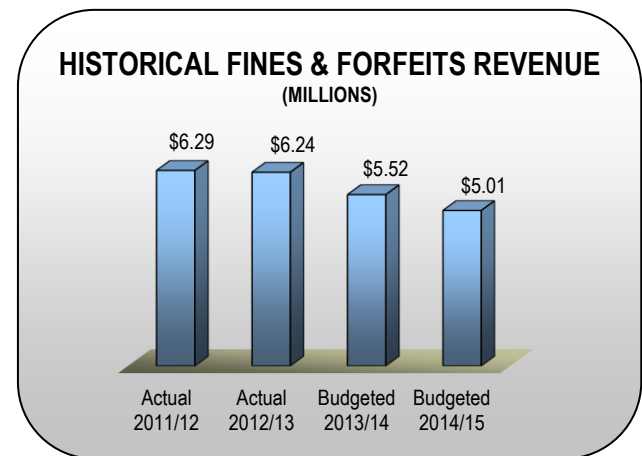
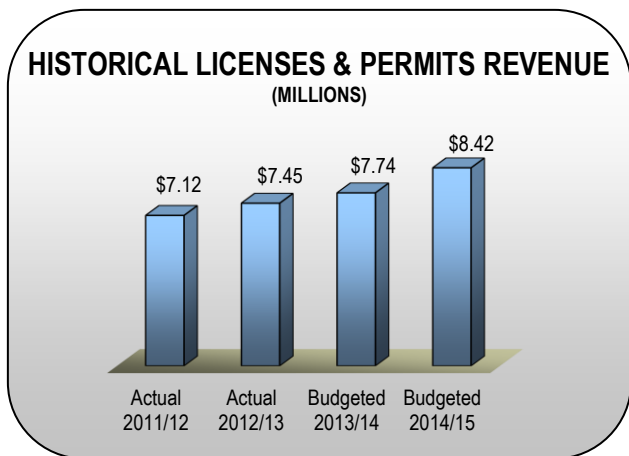
Licenses and permits generate revenue from a wide variety of activity, ranging from business and animal licenses, to building-related permits. The most significant revenue sources are Business Licenses and Building Permit Fees. Business Licenses are required for all establishments conducting business within the City limits and are renewed annually. License fees are based on gross sales, the type of business, and the number of employees. Building Permits are issued by the City and required for various types of construction within the City limits.

Licenses and Permits revenue represents 4.33% of total estimated General Fund revenues in fiscal year 2014/15. Revenue from some Licenses and Permits remains relatively steady and increases each year with the growth in the City's population and inflation. Other Licenses and Permits, however, are tied to the construction industry and are thus more closely tied to current economic trends. For fiscal year 2014/15, budgeted Licenses and Permits revenues are estimated to increase primarily as a result of an anticipated gradual reversal of the decline in the housing market. The budgeted amount of \$8.42 million represents an increase of 8.86%.

## Fines and Forfeits

Fines and Forfeits revenue is generated primarily by fines paid to the City for violations of the municipal code or for traffic violations.

Fines and Forfeits revenue represents 2.57% of total estimated General Fund revenues in fiscal year 2014/15. Revenue from most Fines & Forfeits sources remains relatively steady and increases each year with the growth in the City's population and inflation. With the implementation mid-year in fiscal year 2006/07 of the City's Photo Red Light Enforcement Program, however, there was a significant increase in Fines and Forfeits revenue for fiscal year 2007/08. These revenues are designated for traffic safety-related expenditures and offset expenditures budgeted in the Public Works Department budget for that purpose. For fiscal year 2013/14, budgeted Fines and Forfeits revenues are estimated to decrease primarily as a result of the termination of the Photo Red Light Enforcement Program. The budgeted amount of \$5.00 million represents a decrease of 9.25%.



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# BUDGET SUMMARY – ELECTRIC FUND

## Overview of the Electric Fund

The City's Electric Fund budget for fiscal year 2014/15 amounts to \$394,720,990. This equates to a decrease of 5.11% versus the previous year's Annual Budget. This decrease is primarily attributable to capital projects that were budgeted in fiscal year 2014/15 at a lower level than fiscal year 2013/14. The increase in the current operations budget is 4.02%.

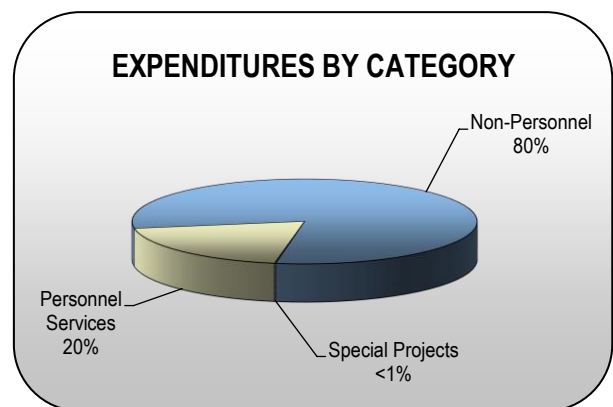
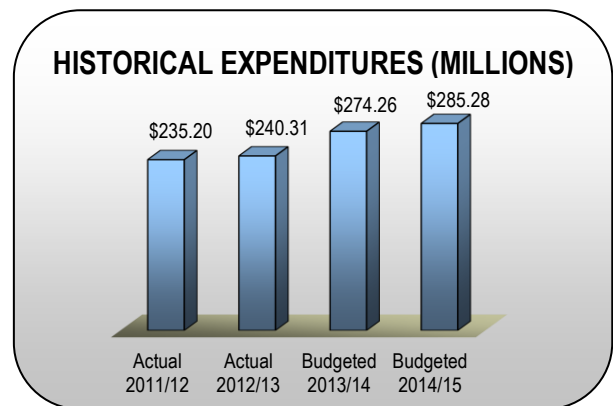
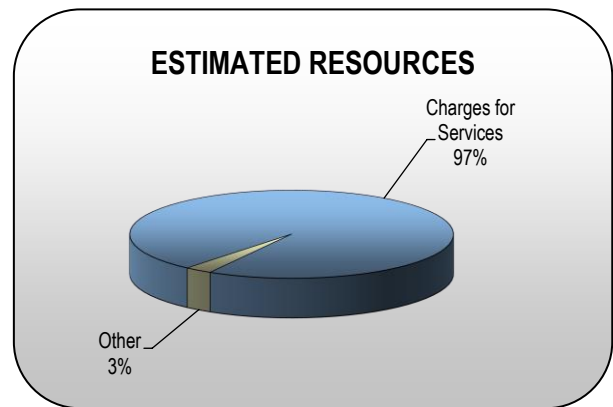
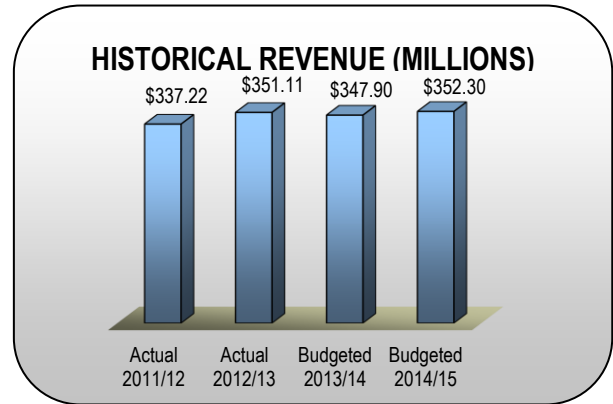
The operating and capital expenditures of the Electric Utility component of Riverside Public Utilities are budgeted in the Electric Fund. In addition to offering lower residential rates than its competitors, Riverside Public Utilities also bolsters economic development within the City by offering discounted commercial rates to large power users and high tech companies. Expenditures in the Electric Fund range from personnel operating the City's power plants to capital expenditures to construct new transmission lines as the City grows.

## Electric Fund Revenue Sources

The Electric Fund is supported almost exclusively by Charges for Services. These charges include charges for residential and commercial electricity usage by the Utility's customers as well as other miscellaneous items. As an Enterprise Fund, capital and operational cost are recovered through charges for services. Rate increases may be necessary due to increased costs or inflation.

Growth in Electric Fund Charges for Services is primarily tied to growth in the customer base of the Utility, rates, and/or electricity demand. Riverside Public Utilities prepares revenue projections based upon an analysis of various statistics and trends. The results of this analysis are included in the Annual Budget. The budgeted amount of \$342.6 million represents an increase of 1.55%.

An important part of the overall Electric Fund financial picture is interfund transfers. The Electric Fund will transfer \$38.36 million out to the General Fund, which is a transfer of certain operating revenues as authorized by the City Charter. These funds are used by the City to augment the provisioning of core city services such as police, fire, parks, and street maintenance.





## ELECTRIC FUND – BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Charges for Services	325,339,015	339,090,800	337,402,800	342,648,900	1.55%
Other	11,881,641	12,015,774	10,501,220	9,652,371	-8.08%
<b>Total Revenues</b>	<b>\$ 337,220,656</b>	<b>\$ 351,106,574</b>	<b>\$ 347,904,020</b>	<b>\$ 352,301,271</b>	<b>1.26%</b>
Interfund Transfers			-	-	
Bond Proceeds			62,100,000	29,215,000	
Fund Balance			5,989,677	13,204,719	
<b>Total Resources</b>			<b>\$ 415,993,697</b>	<b>\$ 394,720,990</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	48,606,312	48,710,962	53,339,089	55,765,122	4.55%
Non-Personnel	186,390,231	191,237,302	220,635,306	229,228,195	3.89%
Special Projects	202,403	366,652	286,133	286,133	0.00%
<b>Current Operations Budget</b>	<b>\$ 235,198,946</b>	<b>\$ 240,314,916</b>	<b>\$ 274,260,528</b>	<b>\$ 285,279,450</b>	<b>4.02%</b>
Equipment Outlay	666,399	1,407,553	770,045	1,924,822	149.96%
Debt Service	55,439,104	47,285,799	83,338,000	43,499,000	-47.80%
Operating Grants	-	-	-	-	---
Capital Outlay & Grants	42,422,668	36,562,014	35,316,000	35,557,000	0.68%
Charges From Others	11,334,289	11,968,285	13,100,161	16,084,309	22.78%
Charges To Others	(23,227,141)	(24,421,073)	(26,581,537)	(25,990,791)	-2.22%
<b>Total Budget</b>	<b>\$ 321,834,265</b>	<b>\$ 313,117,494</b>	<b>\$ 380,203,197</b>	<b>\$ 356,353,790</b>	<b>-6.27%</b>
Interfund Transfers			35,790,500	38,367,200	
<b>Total Budget Requirements</b>			<b>\$ 415,993,697</b>	<b>\$ 394,720,990</b>	

# BUDGET SUMMARY – WATER FUND

## Overview of the Water Fund

The City's Water Fund budget for fiscal year 2014/15 amounts to \$82,343,326. This equates to an increase of 18.62% from the previous year's Annual Budget. This increase is primarily attributable to an increase in capital expenditures versus the prior year's budget. The increase in the current operations budget is 5.19%.

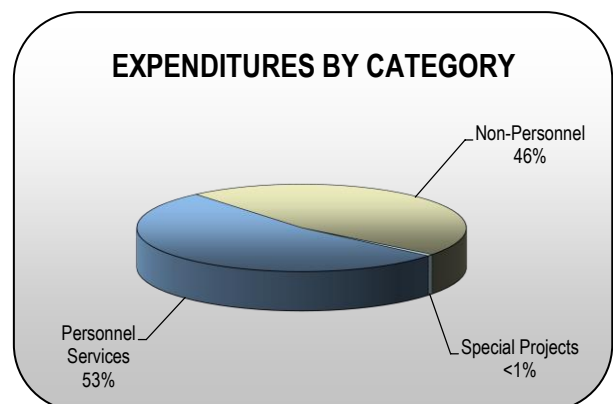
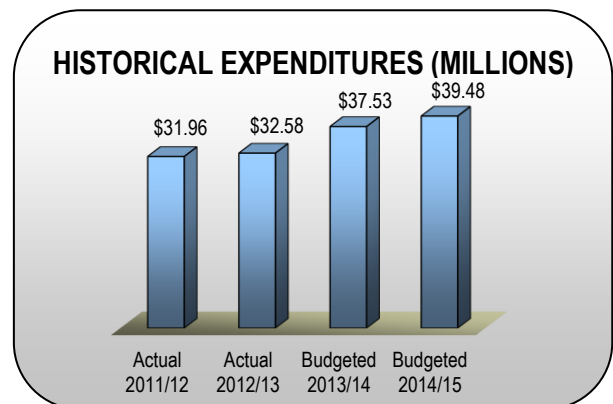
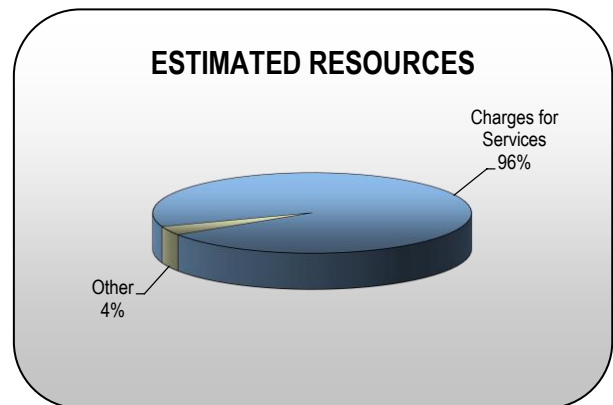
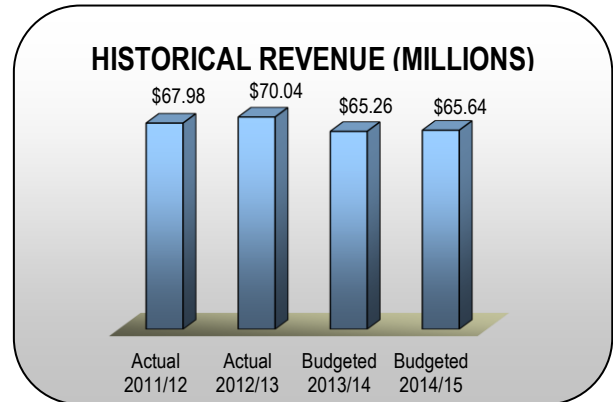
The operating and capital expenditures of the Water Utility component of Riverside Public Utilities are budgeted in the Water Fund. Expenditures in the Water Fund range from personnel maintaining water lines to capital expenditures to construct new water lines as the City grows.

## Water Fund Revenue Sources

The Water Fund is supported almost exclusively by Charges for Services. These charges include residential and commercial water usage by the Utility's customers as well as other miscellaneous items. As an Enterprise Fund, capital and operational cost are recovered through charges for services. Rate increases may be necessary due to increased costs or inflation.

Growth in Water Fund Charges for Services is primarily tied to growth in the customer base of the Utility, rates, and/or water demand. Riverside Public Utilities prepares revenue projections based upon an analysis of various statistics and trends. The results of this analysis are included in the Annual Budget. The budgeted amount of \$63.27 million represents an increase of 0.58%.

An important part of the overall Water Fund financial picture is interfund transfers. The Water Fund will transfer \$6.74 million out to the General Fund, which is a transfer of certain operating revenues as authorized by the City Charter. These funds are used by the City to augment the provisioning of core city services such as police, fire, parks, and street maintenance.



## WATER FUND – BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Charges for Services	64,338,998	67,442,494	62,911,450	63,277,250	0.58%
Other	3,645,884	2,601,140	2,344,650	2,359,500	0.63%
<b>Total Revenues</b>	<b>\$ 67,984,882</b>	<b>\$ 70,043,634</b>	<b>\$ 65,256,100</b>	<b>\$ 65,636,750</b>	<b>0.58%</b>
Interfund Transfers					
Water Settlement Operating Transfer			-	2,487,202	
Bond Proceeds			3,528,000	12,413,000	
Fund Balance			634,687	1,806,374	
<b>Total Resources</b>			<b>\$ 69,418,787</b>	<b>\$ 82,343,326</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	17,688,477	17,599,462	19,918,915	21,143,065	6.15%
Non-Personnel	14,212,001	14,932,330	17,371,908	18,096,593	4.17%
Special Projects	57,025	46,611	240,000	240,000	0.00%
<b>Current Operations Budget</b>	<b>\$ 31,957,503</b>	<b>\$ 32,578,403</b>	<b>\$ 37,530,823</b>	<b>\$ 39,479,658</b>	<b>5.19%</b>
Equipment Outlay	-	114,220	228,600	1,125,000	392.13%
Debt Service	13,135,169	14,181,090	13,409,000	13,941,000	3.97%
Operating Grants	-	-	-	-	---
Capital Outlay & Grants	27,690,494	24,886,539	7,945,000	18,377,000	131.30%
Charges From Others	8,859,074	9,592,735	10,825,864	9,580,368	-11.50%
Charges To Others	(5,429,864)	(6,147,698)	(7,223,000)	(6,905,000)	-4.40%
<b>Total Budget</b>	<b>\$ 76,212,376</b>	<b>\$ 75,205,289</b>	<b>\$ 62,716,287</b>	<b>\$ 75,598,026</b>	<b>20.54%</b>
Interfund Transfers					
Electric/Water General Fund Transfer			6,702,500	6,745,300	
<b>Total Budget Requirements</b>			<b>\$ 69,418,787</b>	<b>\$ 82,343,326</b>	<b>18.62%</b>

# BUDGET SUMMARY – SEWER FUND

## Overview of the Sewer Fund

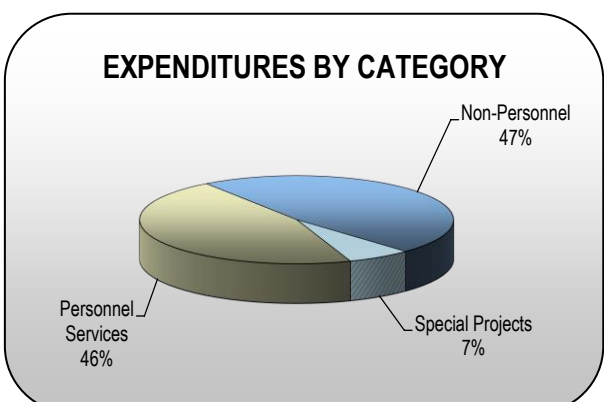
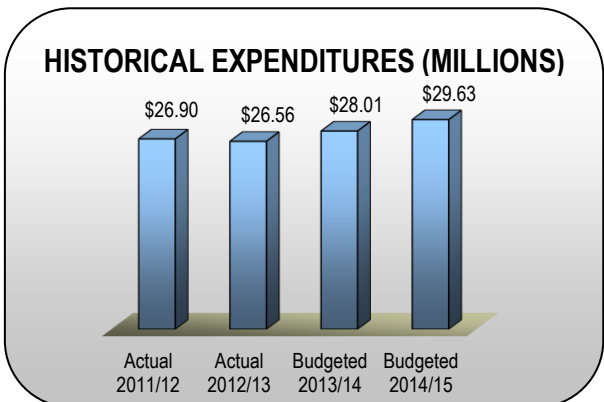
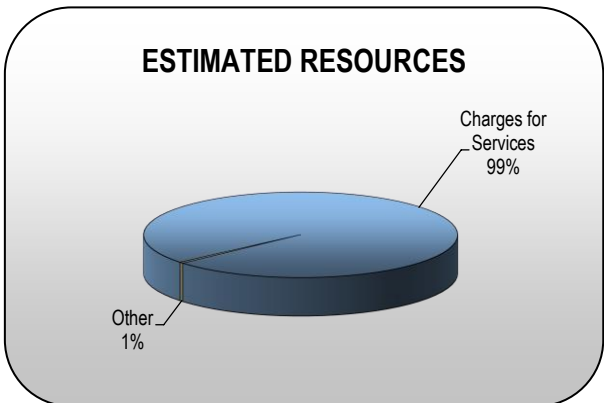
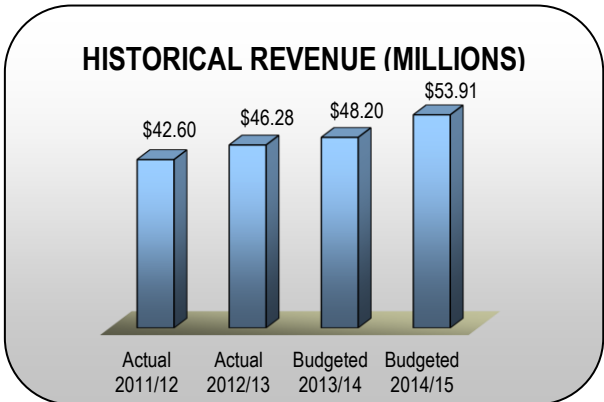
The City's Sewer Fund budget for fiscal year 2014/15 amounts to \$58,040,312. This equates to an increase of 8.72% versus the previous year's Annual Budget. The increase is primarily attributable to an increase in capital projects budgeted in fiscal year 2014/15. The increase in the current operations budget is 5.76%.

The operating and capital expenditures related to the City's sewer system and treatment plant are budgeted in the Sewer Fund. Expenditures in the Sewer Funds include the cost of constructing and maintaining sewer lines and facilities and well as the operational costs associated with the City's Water Quality Control Plant, which serves the residential and commercial sewer needs within the City as well as the Jurupa, Rubidoux, and Edgemont Community Service Districts.

## Sewer Funds Revenue Sources

The Sewer Fund is supported almost exclusively by Charges for Services. These charges include residential and commercial sewer usage charges and other miscellaneous items. As an Enterprise Fund, capital and operational cost are recovered through charges for services. Rate increases may be necessary due to increased costs or inflation.

Growth in Sewer Fund Charges for Services is primarily tied to growth in the customer base, rates, and/or demand. The Public Works Department prepares revenue projections based upon an analysis of various statistics and trends. The results of this analysis are included in the Annual Budget. The budgeted amount of \$53.66 million represents an increase of 13.68% and reflects an ongoing multi-year rate increase.



## SEWER FUND – BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Charges for Services	38,848,631	45,028,864	47,201,514	53,659,829	13.68%
Other	3,748,222	1,250,978	1,002,500	251,650	-74.90%
<b>Total Revenues</b>	<b>\$ 42,596,853</b>	<b>\$ 46,279,842</b>	<b>\$ 48,204,014</b>	<b>\$ 53,911,479</b>	<b>11.84%</b>
Interfund Transfers			-	-	
Bond Proceeds			4,425,000	6,476,500	
Fund Balance			758,504	-	
<b>Total Resources</b>			<b>\$ 53,387,518</b>	<b>\$ 60,387,979</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	12,971,342	13,180,131	13,391,977	13,569,443	1.33%
Non-Personnel	12,279,231	11,691,237	12,680,379	14,098,099	11.18%
Special Projects	1,651,873	1,691,916	1,941,291	1,960,214	0.97%
<b>Current Operations Budget</b>	<b>\$ 26,902,446</b>	<b>\$ 26,563,284</b>	<b>\$ 28,013,647</b>	<b>\$ 29,627,756</b>	<b>5.76%</b>
Equipment Outlay	43,398	606,435	52,500	1,071,795	1941.51%
Debt Service	8,261,911	14,443,763	18,516,132	18,888,324	2.01%
Operating Grants	-	-	-	-	---
Capital Outlay & Grants	32,182,781	47,815,615	4,443,000	6,485,500	45.97%
Charges From Others	5,421,886	5,449,494	5,331,414	4,550,762	-14.64%
Charges To Others	(3,106,959)	(3,046,010)	(2,969,175)	(2,583,825)	-12.98%
<b>Total Budget</b>	<b>\$ 69,705,463</b>	<b>\$ 91,832,581</b>	<b>\$ 53,387,518</b>	<b>\$ 58,040,312</b>	<b>8.72%</b>
Interfund Transfers			-	-	
<b>Total Budget Requirements</b>			<b>\$ 53,387,518</b>	<b>\$ 58,040,312</b>	

# BUDGET SUMMARY – REFUSE FUND

## Overview of the Refuse Fund

The City's Refuse Fund budget for fiscal year 2014/15 amounts to \$22,366,579. This equates to an increase of 4.16% versus the previous year's Annual Budget. The increase in the current operations budget is 4.16%.

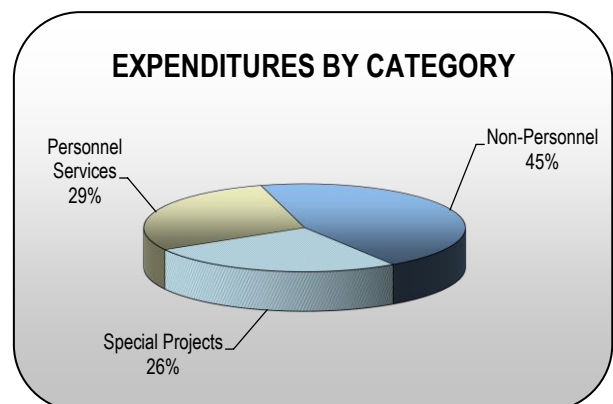
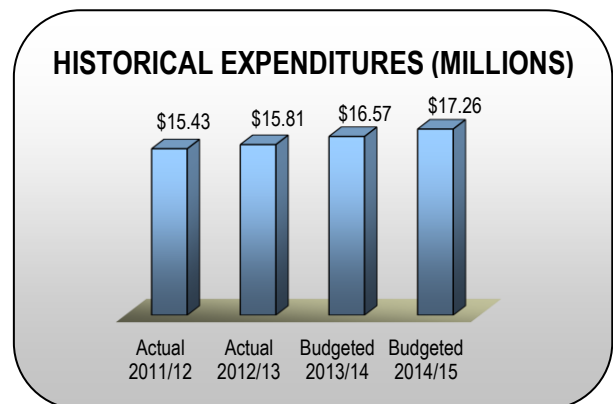
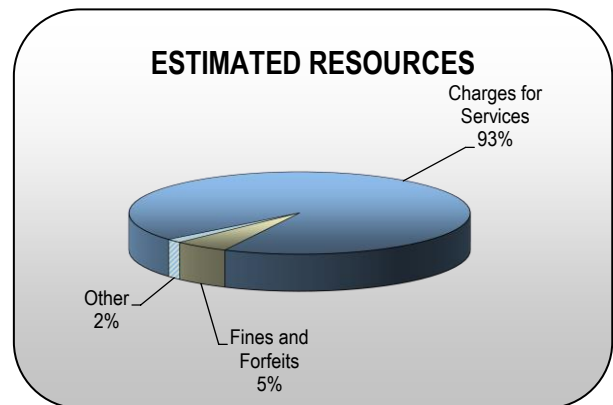
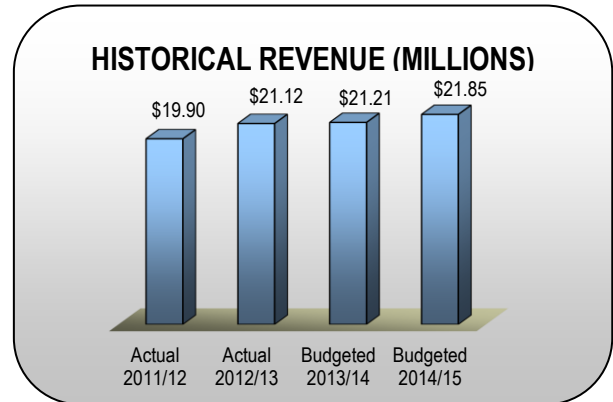
The operating and capital expenditures related to the City's refuse collection services are budgeted in the Refuse Fund. The City provides approximately 70 percent of residential service, with the remainder provided by private companies. Commercial refuse service is provided solely by the private sector.

## Refuse Fund Revenue Sources

The Refuse Fund is supported almost exclusively by Charges for Services. These charges include residential refuse collection charges and other miscellaneous items. As an Enterprise Fund, capital and operational cost are recovered through charges for services. Rate increases may be necessary due to increased costs or inflation.

Growth in Refuse Fund Charges for Services is primarily tied to growth in the customer base, rates, and/or demand. The Public Works Department prepares revenue projections based upon analysis of various statistics and trends. The results of this analysis are included in the Annual Budget. The budgeted amount of \$20.35 million represents an increase of 3.09%.

Additionally, a small amount of revenue is received by the Refuse Fund related to parking tickets issued for violations of no parking zones on street sweeping days. These revenues offset interfund charges from the Public Parking Fund related to enforcement of the no parking zones.



## REFUSE FUND – BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Charges for Services	18,591,388	19,242,428	19,741,514	20,351,281	3.09%
Fines and Forfeits	996,364	1,586,129	954,000	1,005,516	5.40%
Other	308,751	296,325	515,673	496,016	-3.81%
<b>Total Revenues</b>	<b>\$ 19,896,503</b>	<b>\$ 21,124,882</b>	<b>\$ 21,211,187</b>	<b>\$ 21,852,813</b>	<b>3.02%</b>
Interfund Transfers			-	-	
Fund Balance			262,180	513,766	
<b>Total Resources</b>			<b>\$ 21,473,367</b>	<b>\$ 22,366,579</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	4,616,748	4,640,448	4,879,632	4,980,558	2.07%
Non-Personnel	6,806,918	7,066,872	7,376,532	7,793,683	5.66%
Special Projects	4,002,067	4,106,994	4,309,436	4,481,165	3.98%
<b>Current Operations Budget</b>	<b>\$ 15,425,733</b>	<b>\$ 15,814,314</b>	<b>\$ 16,565,600</b>	<b>\$ 17,255,406</b>	<b>4.16%</b>
Equipment Outlay	645,155	2,238,674	1,533,398	1,410,000	-8.05%
Debt Service	73,007	101,548	85,112	89,618	5.29%
Operating Grants	-	-	-	-	---
Capital Outlay & Grants	219,616	238,776	281,300	273,325	-2.84%
Charges From Others	3,778,509	3,954,430	3,431,622	3,830,041	11.61%
Charges To Others	(452,801)	(451,984)	(423,665)	(491,811)	16.08%
<b>Total Budget</b>	<b>\$ 19,689,219</b>	<b>\$ 21,895,758</b>	<b>\$ 21,473,367</b>	<b>\$ 22,366,579</b>	<b>4.16%</b>
Interfund Transfers			-	-	
<b>Total Budget Requirements</b>			<b>\$ 21,473,367</b>	<b>\$ 22,366,579</b>	

# BUDGET SUMMARY – AIRPORT FUND

## Overview of the Airport Fund

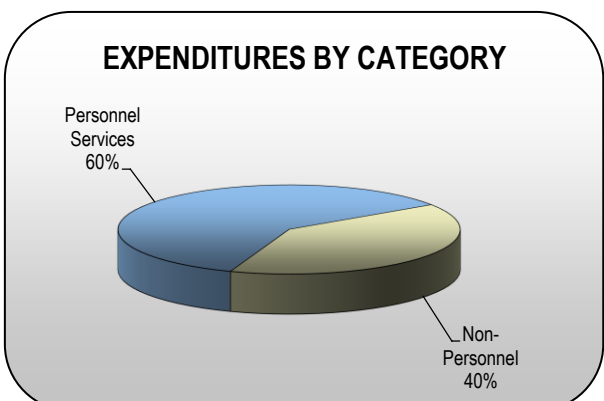
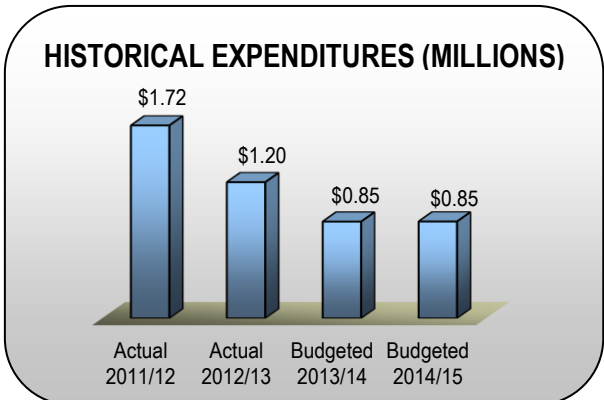
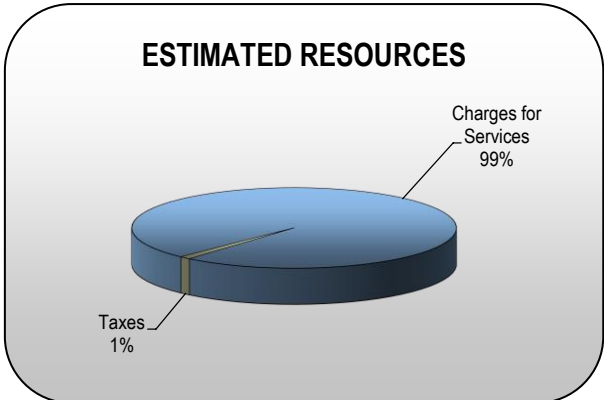
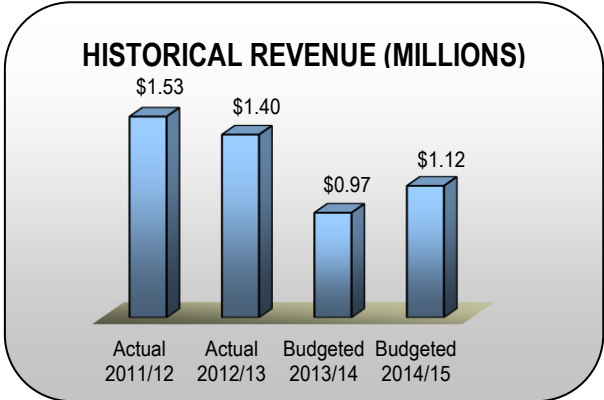
The City's Airport Fund budget for fiscal year 2014/15 amounts to \$1,050,752. This equates to an increase of 9.68% versus the previous year's Annual Budget. The increase in the current operations budget is 0.10%.

The operating and capital expenditures of the Riverside Airport are budgeted in the Airport Fund. The Riverside Airport serves the needs of local business jets, cargo aircraft, police and military helicopters, and private pilots and leases open space for short-term projects. Expenditures in the Airport Fund range from maintaining the terminal building to capital expenditures to reconstruct or expand the airfield.

## Airport Fund Revenue Sources

The Airport Fund is supported almost exclusively by Charges for Services. These charges include leases, fuel sales and flowage charges, and landing fees. As an Enterprise Fund, capital and operational cost are recovered through charges for services. Rate increases may be necessary due to increased costs or inflation.

Growth in Airport Fund Charges for Services is primarily tied to growth in the customer base of the Airport and/or the number of leased facilities on the Airport. The Riverside Airport projects revenue based upon an analysis of historical trends. The results of this analysis are included in the Annual Budget. The budgeted amount of \$1,110,200 represents an increase of 15.30%.





## AIRPORT FUND – BUDGET SUMMARY

### REVENUE HISTORY BY REVENUE CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Taxes	-	-	11,000	11,000	0.00%
Charges for Services	1,523,965	1,395,692	962,900	1,110,200	15.30%
Miscellaneous	8,770	5,902	-	-	---
<b>Total Revenues</b>	<b>\$ 1,532,735</b>	<b>\$ 1,401,594</b>	<b>\$ 973,900</b>	<b>\$ 1,121,200</b>	<b>15.12%</b>
Interfund Transfers			-	-	
Fund Balance			-	-	
<b>Total Resources</b>			<b>\$ 973,900</b>	<b>\$ 1,121,200</b>	

### EXPENDITURE HISTORY BY BUDGET CATEGORY

	Actual 2011/12	Actual 2012/13	Budgeted 2013/14	Budgeted 2014/15	Change
Personnel Services	755,673	626,940	565,609	512,823	-9.33%
Non-Personnel	961,132	572,966	286,925	340,578	18.70%
Special Projects	-	-	-	-	---
<b>Current Operations Budget</b>	<b>\$ 1,716,805</b>	<b>\$ 1,199,906</b>	<b>\$ 852,534</b>	<b>\$ 853,401</b>	<b>0.10%</b>
Equipment Outlay	193	-	-	-	---
Debt Service	16,773	22,861	15,607	15,607	0.00%
Operating Grants	-	-	-	-	---
Capital Outlay & Grants	64,104	1,024,835	-	-	---
Charges From Others	225,480	145,722	102,441	181,744	77.41%
Charges To Others	-	-	-	-	---
<b>Total Budget</b>	<b>\$ 2,023,355</b>	<b>\$ 2,393,324</b>	<b>\$ 970,582</b>	<b>\$ 1,050,752</b>	<b>8.26%</b>
Interfund Transfers			-	-	
Managed Savings			(12,556)	-	
<b>Total Budget Requirements</b>			<b>\$ 958,026</b>	<b>\$ 1,050,752</b>	

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