

# GENERAL FUND

The General Fund is used to account for the **core administrative and operational functions of the City**. The General Fund is primarily supported by property and sales tax, followed by other incoming resources including other taxes, fees, service revenue, and transfers in from other funds. These resources fund public safety, development, culture, recreation, and supporting administrative services.

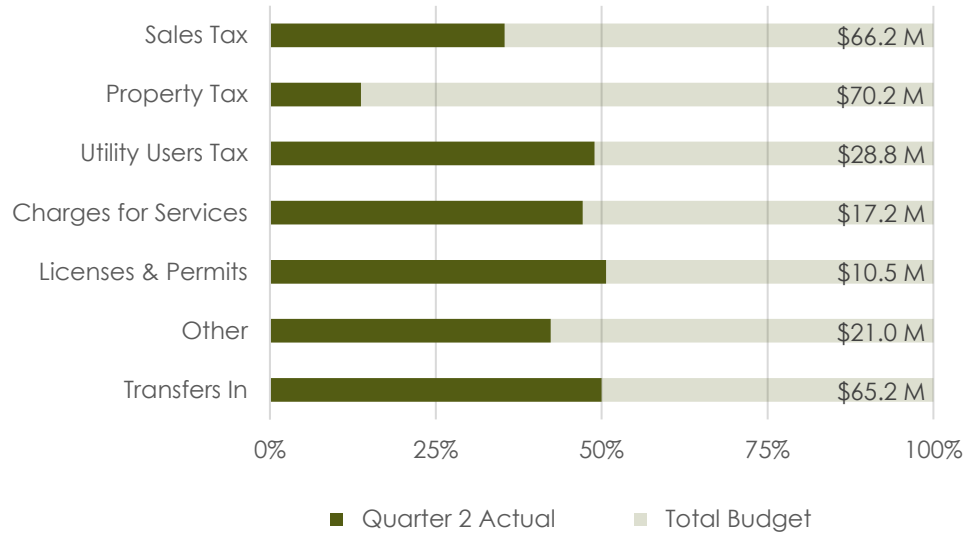
## Quarter 2 Summary

At the end of the second fiscal quarter, 37% of projected revenues have been collected; this is consistent with the historical timing of revenues, which do not come in regularly throughout the year.

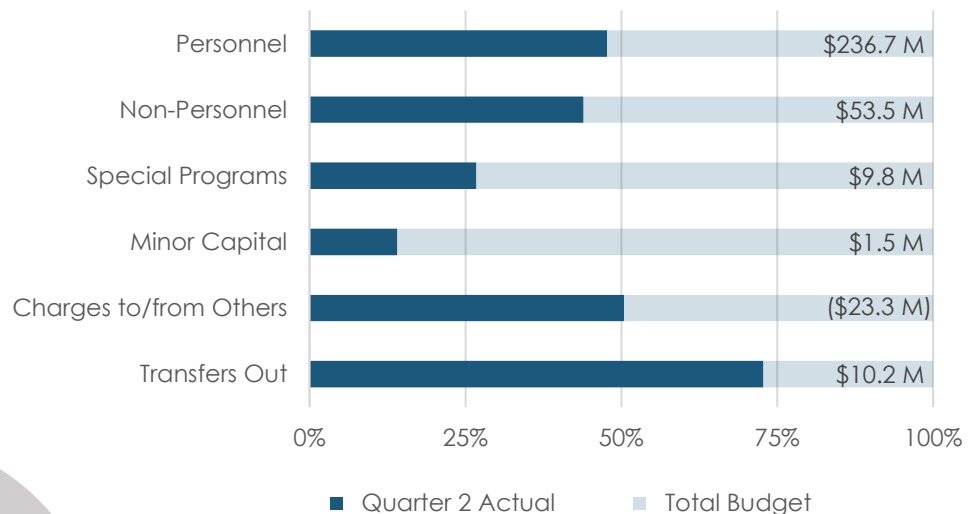
Expenditures are 47% of total budget at the end of the second quarter. City departments reported no areas of concern and expect to remain within their appropriation limits this fiscal year.

On February 11, 2020, City Council approved the investment of \$4.4 million of excess General Fund Reserves in the Section 115 Pension Trust, which will enhance the City's ability to stabilize future payments of pension obligations.

## REVENUE



## EXPENDITURES



## General Fund Reserves



**20%**

General Fund Reserve

General Fund Emergency (15%)  
Economic Contingency Reserves (5%)

**\$4.4**  
Million

Added to the  
Section 115  
Pension trust  
in Quarter 2

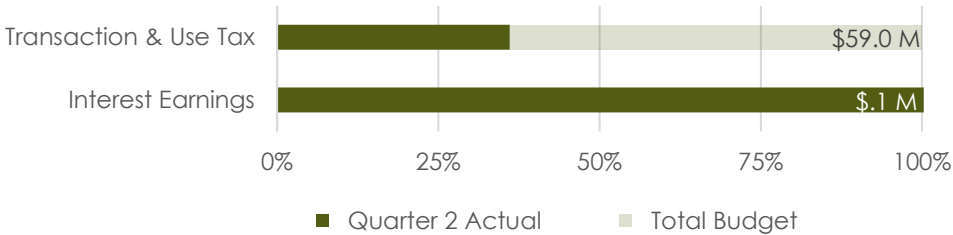
**\$9.4**  
Million

Pension  
Stability  
Reserve

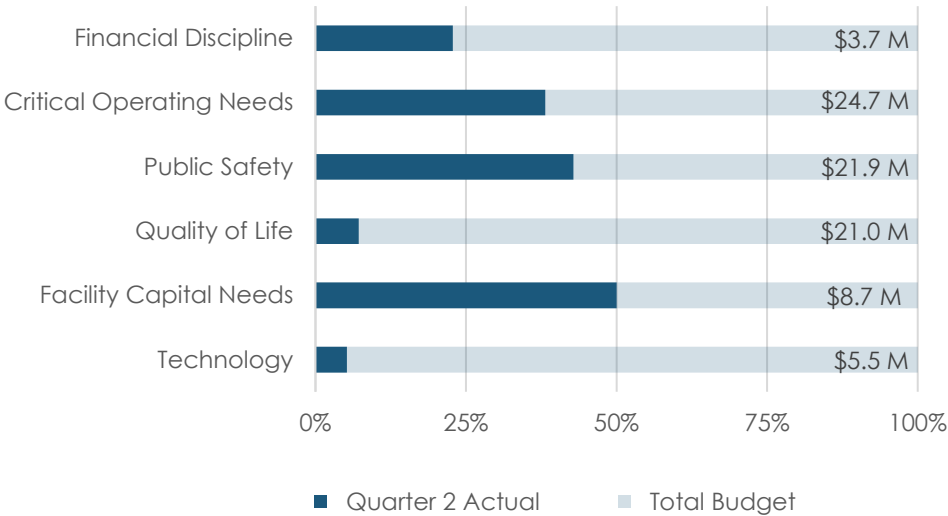
# MEASURE Z

Measure Z is a one-cent transaction and use tax approved by Riverside voters in November 2016. Measure Z was passed to **restore critical services** eliminated during the recession and **address other critical needs**, such as first responder staffing and vehicles, road and tree maintenance, and building repair and maintenance. A separate fund and Measure Z Spending Plan is maintained to provide accountability and transparency into the use of Measure Z revenue.

## REVENUE



## EXPENDITURES



### Quarter 2 Summary

Transaction & Use Tax is performing better than expected in the second quarter and is on track to exceed revenue projections. Interest revenues reflect the high amount of cash on hand for pending projects. Total revenue projections will be increased by \$2.3 million.

Expenditures are 29% of total budget at the end of the second quarter, with capital projects lagging in expenditures. Not reflected in the Spending Plan is the use of debt proceeds for construction of the new Main Library: \$12.4 million has been expended as of the end of the second quarter. The Spending Plan reports only the debt obligations for Library construction.

**\$16.3**  
Million

Amount available for allocation to new spending initiatives as of December 31, 2019

Join the  
Conversation



### Budget Engagement Commission Meetings

Meetings to discuss development of the 2020-2022 Two-Year Budget are underway. Attend meetings on Thursday evenings at 5PM: March 19, April 2, April 6,



**\$2.4**  
Million

**New Spending Item**  
Homeless: Shelter Beds & Temporary Housing

# SEWER FUND

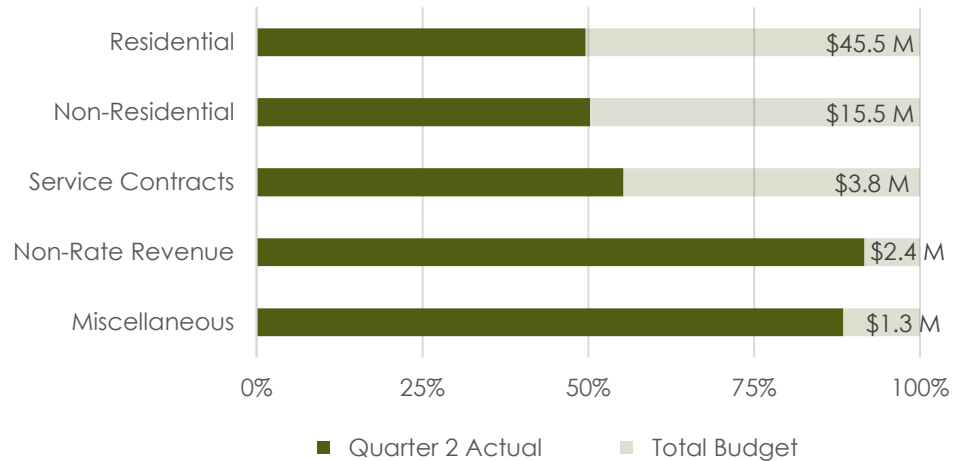
The Sewer Fund reports financial activity related to the **collection and treatment of wastewater** generated within the City and the communities of Edgemont, Highgrove, Jurupa, and Rubidoux. The City serves 93,000 customers within City limits alone. Services are provided through 800 miles of gravity lines, lift stations and the Riverside Regional Water Quality Control Plant (RWQCP) that has the capacity to treat 46 million gallons of sewage a day.

## Quarter 2 Summary

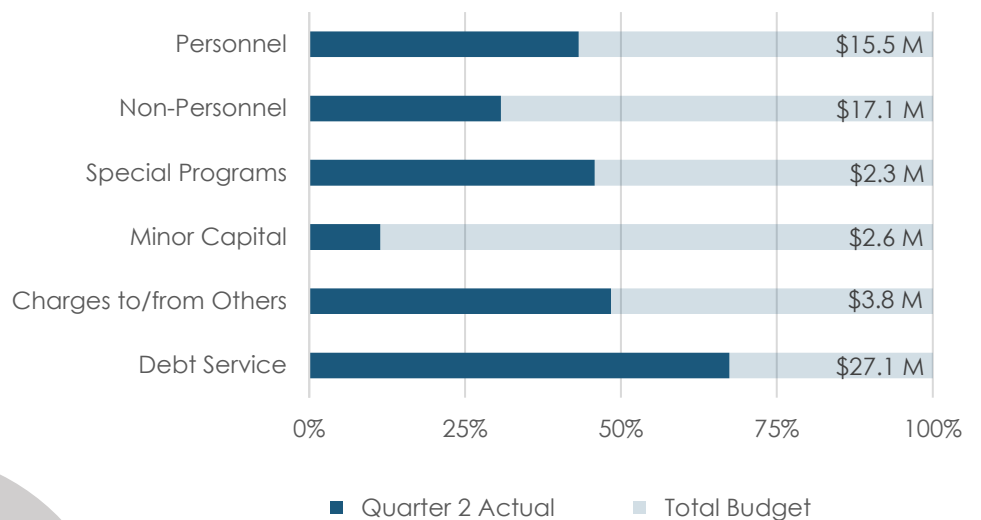
At the end of the second fiscal quarter, 52% of projected revenues have been collected. Connection fees (in Non-Rate Revenue) are higher than expected due to new development in the City. In the Miscellaneous category, favorable market conditions are contributing to interest revenues coming in higher than projected.

Operating expenditures are 49% of total budget at quarter end. Debt payments are occurring as scheduled. Overall, expenditures are expected to fall in line with budget by the end of the fiscal year.

## REVENUE



## EXPENDITURES



## Wastewater Master Plan



Infrastructure Assessment



Regulatory Compliance



Rate Plan



Capital Improvement Plan



Utility Services/Land Use/Energy Development Committee

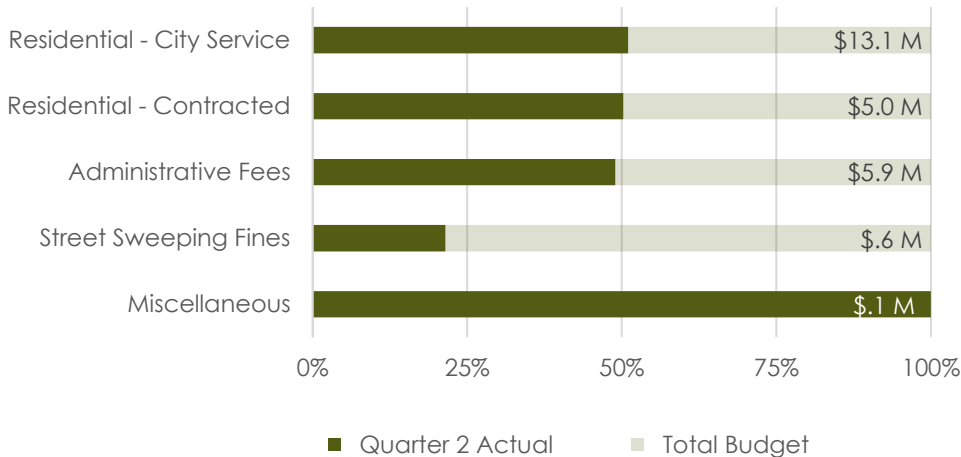


April 13, 1PM – Council Chambers

# REFUSE FUND

The Refuse Fund tracks financial activity related to solid waste services including **trash, recyclables, and green waste collection**. The City provides services directly to two-thirds of Riverside's residents, while a contracted hauler provides services to the remaining one-third. Commercial services are entirely contracted out. Currently, refuse rates are insufficient to cover the costs of operations; rising costs associated with State compliance requirements are also placing pressure on the Refuse Fund.

## REVENUE

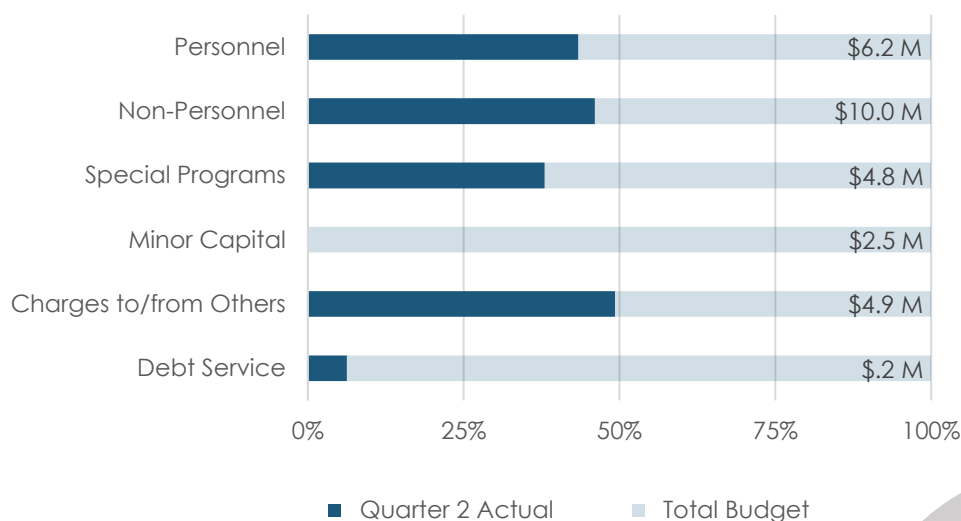


### Quarter 2 Summary

Following a first quarter reduction in revenue projections, revenues have fallen in line with revised projections, with 50% recorded at the end of the second quarter. In the Miscellaneous category, favorable market conditions are contributing to interest revenues coming in higher than projected.

Expenditures are trending at 40% at the end of the second quarter. Minor capital and debt expenditures do not occur evenly throughout the year, resulting in the current lag in spending. Debt payments will occur as scheduled.

## EXPENDITURES



## Council Direction, January 14, 2020

**Existing inhouse residential collection services will remain intact.**

Seek proposals for contracted residential and commercial services; simultaneously explore insourcing.



Amend existing agreements to include state mandated recycling programs.



Prepare a residential and commercial refuse rate plan through 2023.

# ELECTRIC FUND

The Electric Fund reports financial activity related to the **generation, transmission, and distribution of electricity** over a 90-square-mile territory to more than 109,000 metered electric customers. Charges for service through rates are the primary source of funding for electric operations and the capital improvement program. More than one-half of the Electric Fund's costs go toward the purchase of power.

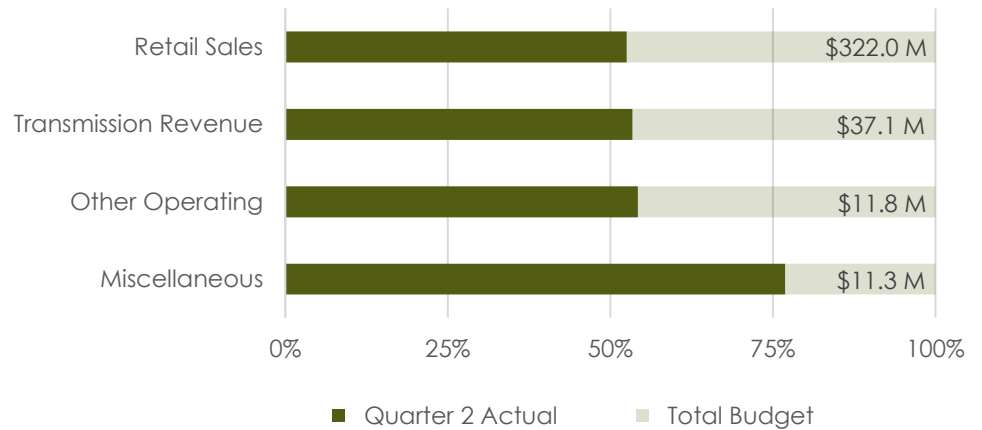
## Quarter 2 Summary

Electric revenues are trending at 53% of total budget at December 31, 2019 due to higher interest revenue as a result of rebalancing the investment portfolio. Actual retail sales are trending with budget as expected, with a higher percentage of retail sales occurring in the summer months as projected.

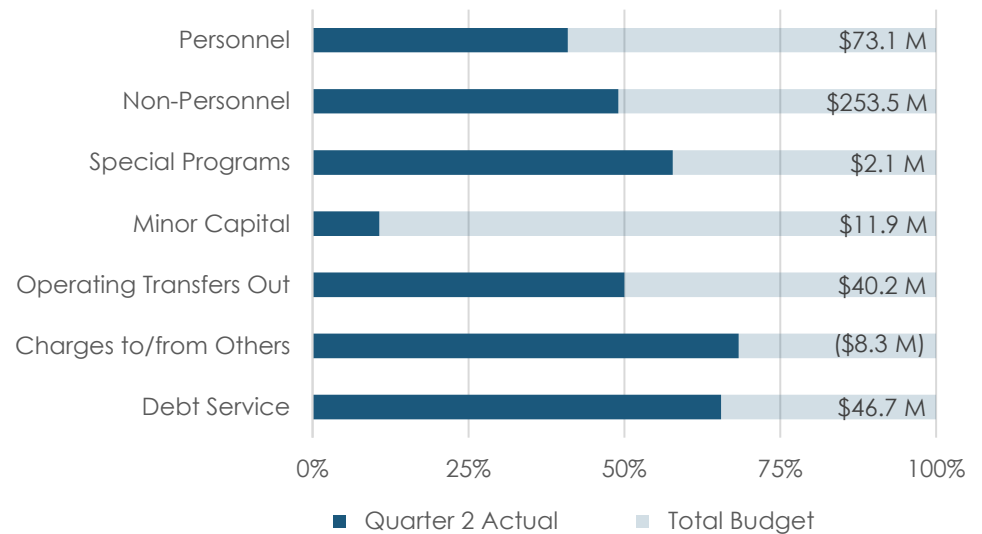
Operating expenditures are 48% of total budget at the end of the second quarter. Minor capital expenditures will vary throughout the year but are expected to come in as budgeted.

An electric rate increase will be implemented in January 2020 (Quarter 3), as scheduled.

## REVENUE



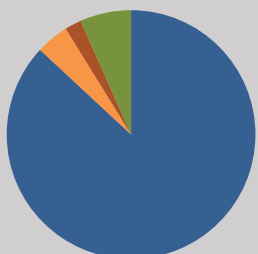
## EXPENDITURES



## Electric Capital Projects



Learn about our major capital projects at:  
<https://riversideca.gov/utilities/projects>



- Bond Proceeds
- Reserves
- Rates
- Contributions in Aid

### Completed in Quarter 2

Substation  
Underground  
Recurring Maintenance &  
Repairs

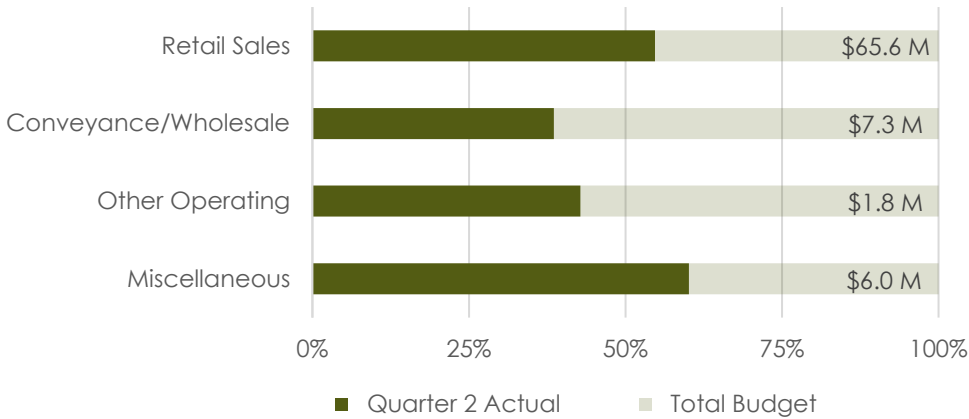
**\$6.8**  
Million

Capital Project  
Spending in  
Quarter 2

# WATER FUND

The Water Fund reports financial activity related to the delivery of water to more than 65,000 metered water customers over 74.2 square-mile territory that covers the majority of the City of Riverside. 100% of Riverside's water comes from groundwater basins fed by rain and snow falling in the San Bernardino Mountains and local foothills. Charges for service through rates are the primary source of funding for operations and the capital improvement program.

## REVENUE

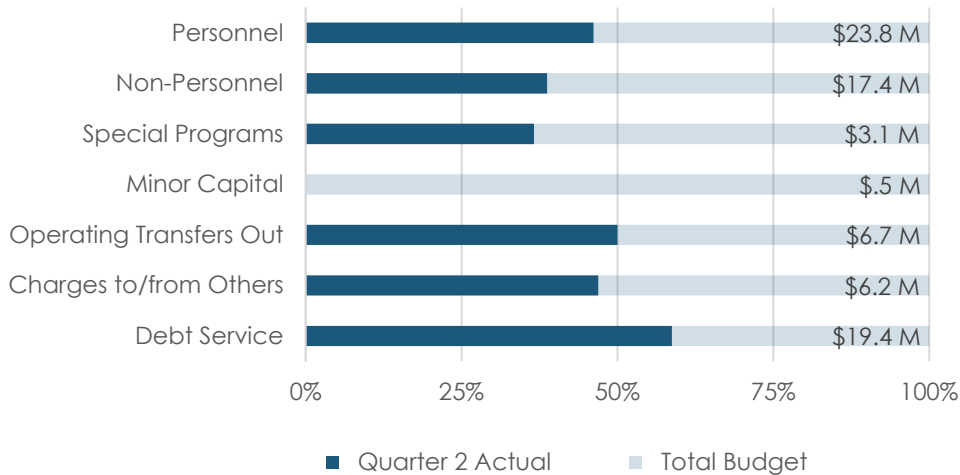


### Quarter 2 Summary

Water revenues are trending at 53% of total budget at December 31, 2019, which is more than anticipated primarily due to higher interest revenue due to rebalancing the investment portfolio. Actual retail sales are 2% lower than expected due to milder temperatures and higher than anticipated precipitation.

Operating expenditures are 47% of total budget at the end of the second quarter, primarily because spending does not occur evenly throughout the year. Overall, expenditures are expected to correspond with the total budgeted at the end of the fiscal year.

## EXPENDITURES



Learn about our major capital projects at:  
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## Water Capital Projects

**\$4.1**  
Million

Capital Project Spending in Quarter 2

**518**

Meter Replacements

**241**

Service Lateral Replacements

- Bond Proceeds
- Rates
- Contributions in Aid

