

# GENERAL FUND

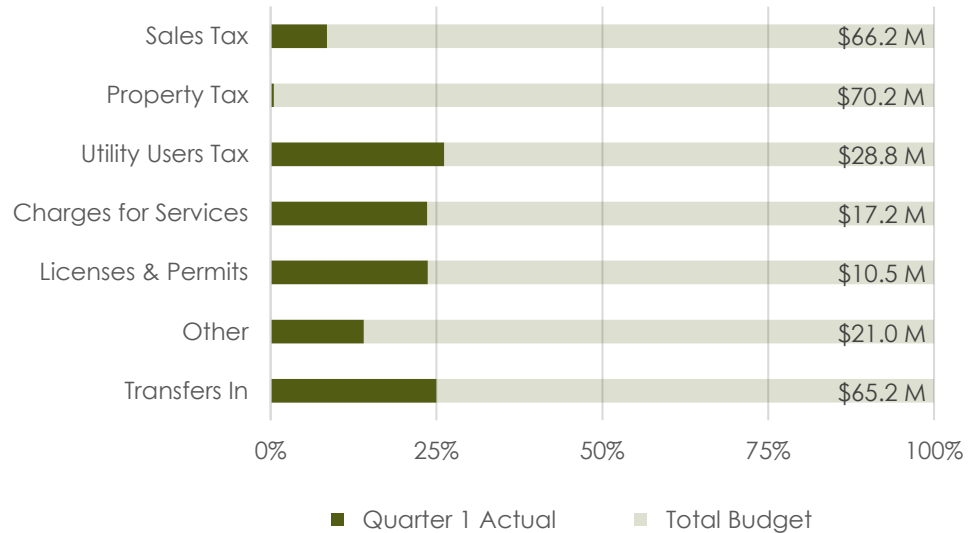
The General Fund is used to account for the **core administrative and operational functions of the City**. The General Fund is primarily supported by property and sales tax, followed by other incoming resources including other taxes, fees, service revenue, and transfers in from other funds. These resources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

## Quarter 1 Summary

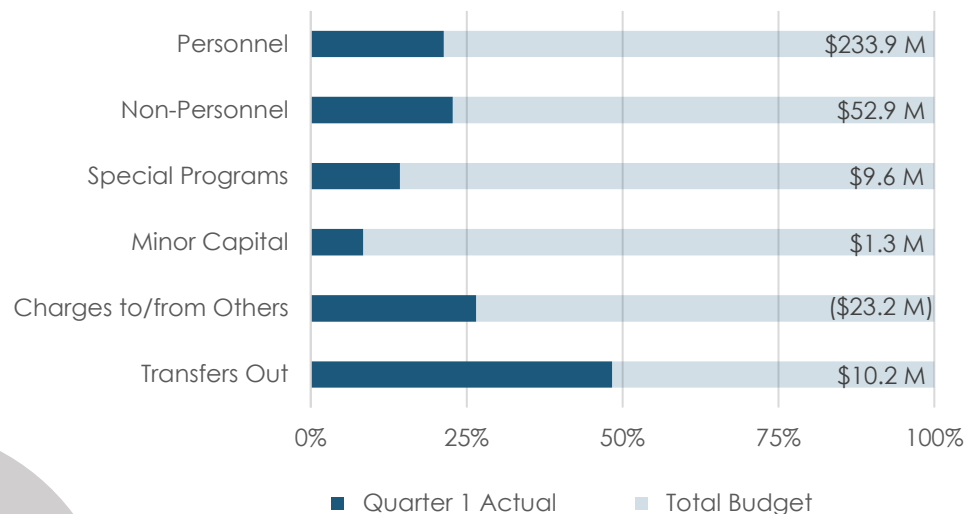
At the end of the first fiscal quarter, 14% of projected revenues have been collected; this is consistent with the historical timing of revenues, which do not come in regularly throughout the year.

Expenditures are 22% of total budget at the end of the first quarter. Apart from the Police Department, City departments reported no areas of concern and expect to remain within their appropriation limits this fiscal year. The Police Department reports a **potential \$4.4 million overage** in overtime costs due to significant crime events. If no mitigating actions or offsetting savings are identified, the budget shortfall will reduce General Fund reserves by 1.6%.

## REVENUE



## EXPENDITURES



## General Fund Reserves



20%

General Fund Reserve

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

\$4.9 Million

Pension Stability Reserve

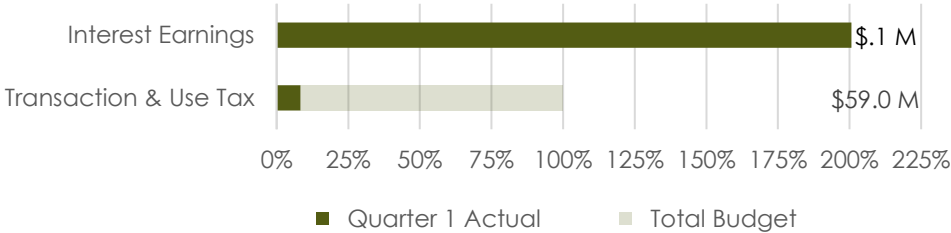
\$4.4 Million

Surplus Reserves

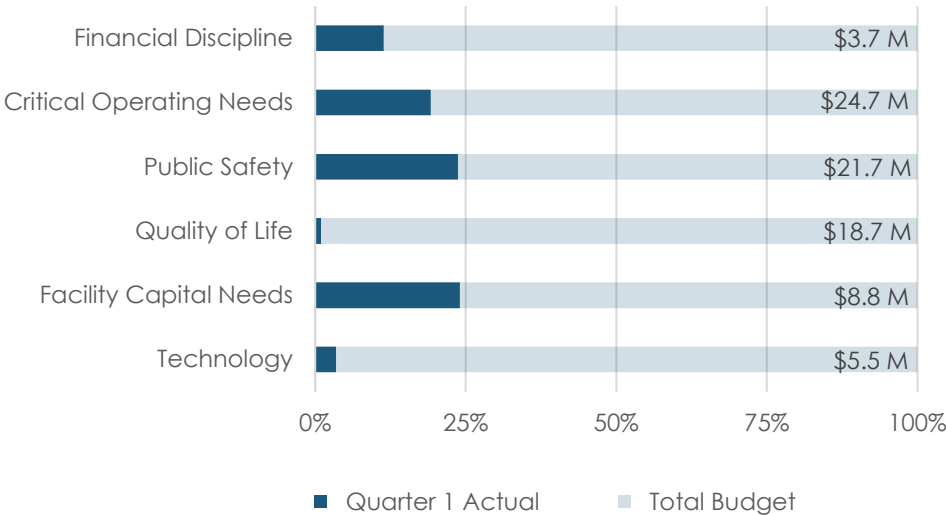
# MEASURE Z

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 1 Summary

Transaction & Use Tax is performing better than expected in the first quarter, at 9% higher than the same period in the prior year. Interest revenues reflect the high amount of cash on hand for pending projects.

Expenditures are 15% of total budget at the end of the first quarter. Project expenditures are not spent evenly throughout the fiscal year; this can be observed in the Quality of Life and Technology categories. Not reflected in the Spending Plan is the use of debt proceeds for the new Main Library: \$3.4 million was expended in the first quarter. The Spending Plan reports the debt obligations for Library construction.

**\$15.4**  
Million

Amount available for allocation to new spending initiatives as of September 30, 2019

Join the  
Conversation



### Budget Engagement Commission Meetings

February 13, 5PM – Council Chambers

March 12, 5PM – Council Chambers



**\$5**  
Million

**Reserve** to ensure available funding of ongoing costs in the event of under-performing revenues.

# SEWER FUND

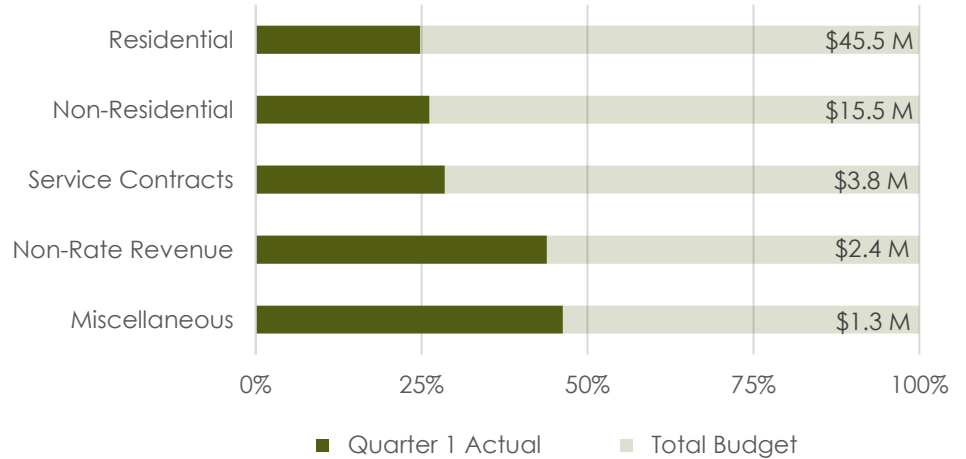
The Sewer Fund reports financial activity related to the **collection and treatment of wastewater** generated within the City and the communities of Edgemont, Highgrove, Jurupa, and Rubidoux. The City serves 93,000 customers within City limits alone. Services are provided through 800 miles of gravity 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 1 Summary

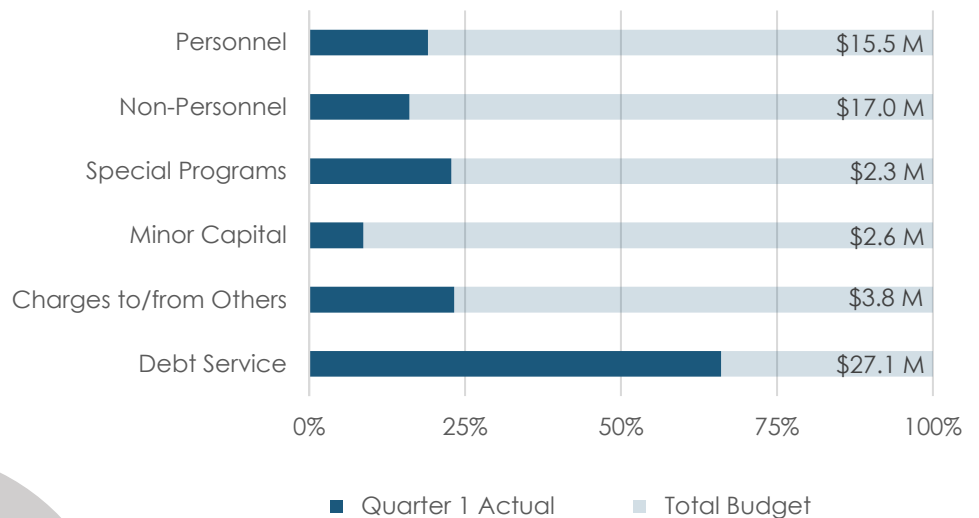
At the end of the first fiscal quarter, 26% of projected revenues have been collected. Connection fees are higher than expected due to new development in the City. In the Miscellaneous category, favorable market conditions are contributing to interest revenues coming in higher than projected.

Operating expenditures are 37% of total budget at quarter end due to the timing of required debt payments. 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

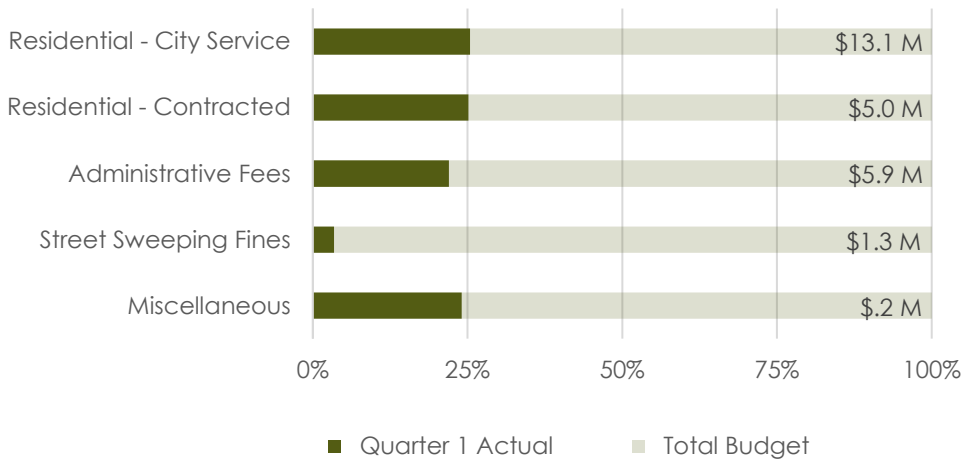


March 9, 1PM – Council Chambers

# 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

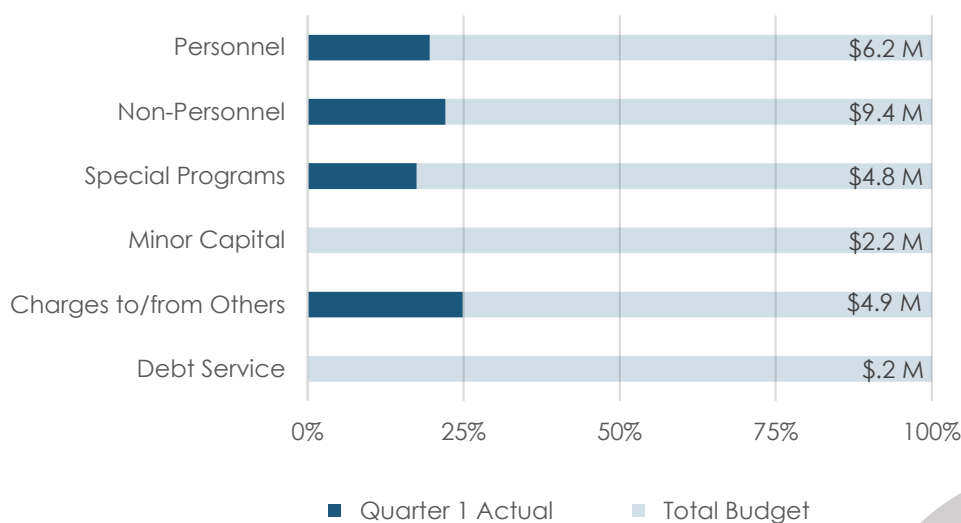


### Quarter 1 Summary

Revenues are 23% at quarter end. Street Sweeping fines were temporarily suspended due to a sign replacement program; this revenue projection will be reduced by \$668,000. Additionally, curbside material revenue projections of \$135,000 will be eliminated due to recent changes in the recycling industry.

Expenditures are trending at 19% at the end of the first quarter. Minor capital and debt expenditures do not occur evenly throughout the year, resulting in the current lag in spending.

## EXPENDITURES



## Strategy & Economic Study

Summary of major findings presented to City Council in January 2020



Additional **resources** needed to operate to industry standards



Residential **rates** are not covering the cost of operations



Adjustments needed to meet regulatory **compliance**

# ELECTRIC FUND

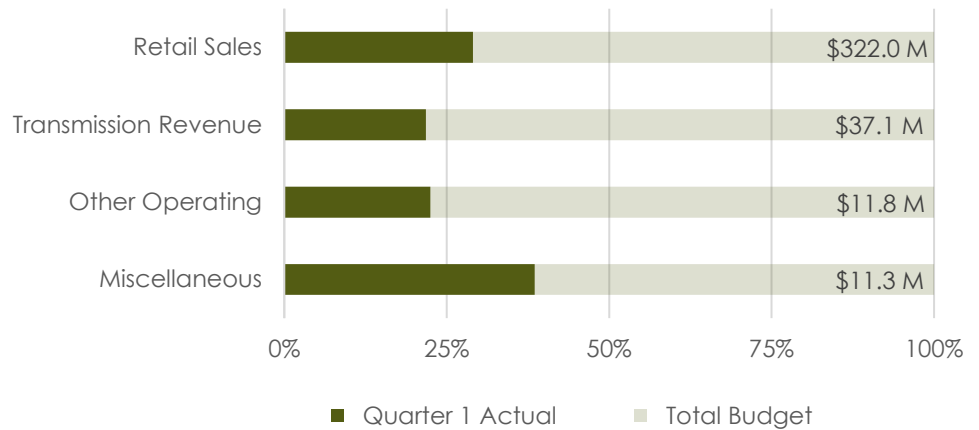
The Electric Fund reports financial activity related to the **generation, transmission, and distribution of electricity** over a 90-square-mile territory to more than 109,000 metered electric customers. Charges for service through rates are the primary source of funding for electric operations and the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

## Quarter 1 Summary

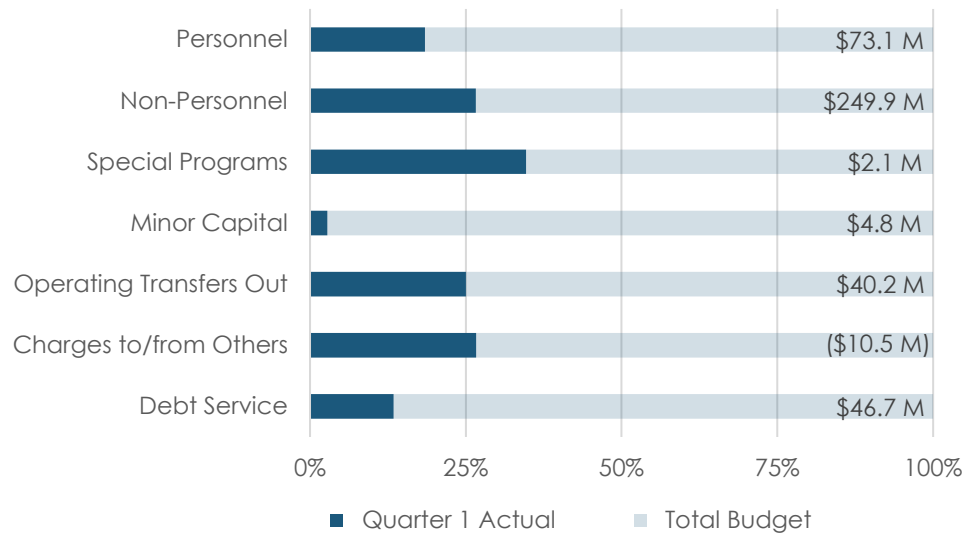
Electric revenues are trending at 28% of total budget at September 30, 2019 due to higher retail sales in the first quarter of the fiscal year and due to higher interest revenue as a result of rebalancing the investment portfolio.

Operating expenditures are 23% of total budget at the end of the first quarter. Minor capital expenditures will vary throughout the year but are expected to come in as budgeted.

## REVENUE



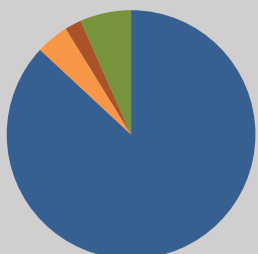
## EXPENDITURES



## 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 1

Substation  
Underground  
Recurring Maintenance &  
Repairs

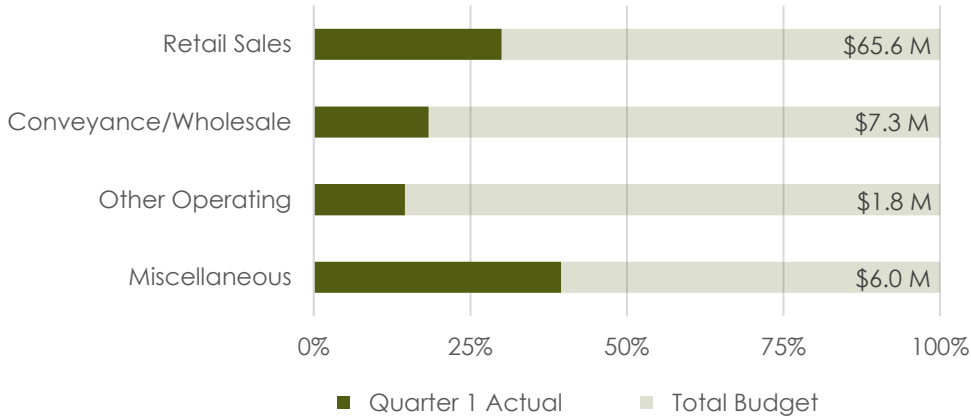
**\$7.3**  
Million

Capital Project  
Spending in  
Quarter 1

# 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

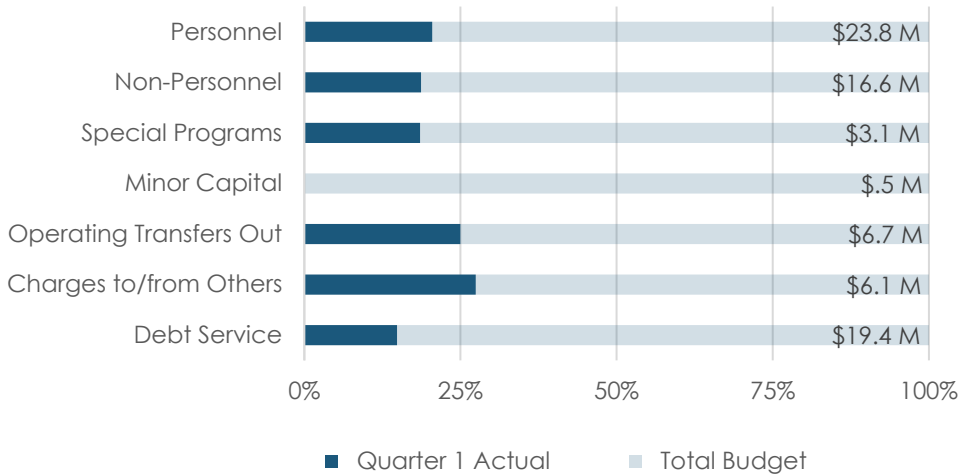


### Quarter 1 Summary

Water revenues are trending at 29% of total budget at September 30, 2019, which is more than anticipated primarily due to higher interest revenue due to rebalancing the investment portfolio. Retail sales are typically higher during the summer months but are 3.6% lower than expected for the first quarter due to milder temperatures.

Operating expenditures are 20% of total budget at the end of the first quarter, primarily because debt payments and other 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:  
<https://riversideca.gov/utilities/projects>



## Water Capital Projects

**\$2.6**  
Million

Capital Project Spending in Quarter 1

**625**

Meter Replacements

**281**

Service Lateral Replacements

- Bond Proceeds
- Rates
- Contributions in Aid

