

**Attachment 9: Budget Engagement Commission Measure Z Spending Priorities**

Item #	Funding Request	Category	Original Proposal (Funded/Unfunded) / Beginning Measure Z Fund Balance	Year 1 FY 2016/17	Year 2 FY 2017/18	Year 3 FY 2018/19	Year 4 FY 2019/20	Year 5 FY 2020/21	Year 1-5 Totals	Notes
				\$ -	\$ (0)	\$ 11,009,555	\$ 10,900,431	\$ 3,586,569		
1	General Fund Reserve (20%)	Financial Discipline/Responsibility	Revised - BEC	\$ 5,554,224	\$ 3,000,000	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 20,554,224	Move to a 20% reserve over a 10-year period.
2	Payoff of the Balloon \$32 million Pension Obligation Bond	Financial Discipline/Responsibility	Revised(Revised Staff)	\$ -	\$ 1,900,800	\$ 1,900,800	\$ 1,900,800	\$ 1,900,800	\$ 7,603,200	February 2017 Finance Committee recommendation to utilize Measure Z funding to pay off the BAN. The General Fund portion of the POB costs is approximately 48% of the total. The revised 10-year financing reflects approximately \$40 million in total principal and interest payments. The total amounts presented are the General Fund portion only. City Council approved 10-year financing on April 25, 2017, subject to final City Council approval on May 16, 2017.
3	50% Funding for Workers Comp and General Liability	Financial Discipline/Responsibility	Original	\$ -	\$ 4,000,000	\$ 4,000,000	\$ -	\$ -	\$ 8,000,000	\$8 million is estimated to result in a 50% funding level by FY 2021
4	Liability for excess unused vacation	Financial Discipline/Responsibility	Original (Unfunded)	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -	\$ 1,000,000	
5	Additional Sworn Police Positions	Public Safety	Original	\$ -	\$ 3,700,000	\$ 6,500,000	\$ 8,800,000	\$ 11,000,000	\$ 30,000,000	Year 2: Add back 17 sworn officers reduced during FY 2016-18 Two-Year Budget Year 3: Add 16 additional officers Year 4: Add 14 additional officers Year 5: Add 13 additional officers * 60 total sworn positions; all positions have an estimated 5% annual increase for salaries, benefits, etc.
6	Police Officer Lateral Hire Incentives and Recruitment Costs	Public Safety	New	\$ -	\$ -	\$ 344,360	\$ 344,360	\$ 344,360	\$ 1,033,080	Includes hiring and retention bonuses, vacation bank accruals, and testing/background expenditures.
7	Additional Dispatchers	Public Safety	Original	\$ -	\$ 260,000	\$ 480,000	\$ 705,000	\$ 930,000	\$ 2,375,000	Year 2: Add 3 additional dispatchers Year 3: Add 2 additional dispatchers Year 4: Add 2 additional dispatchers Year 5: Add 2 additional dispatchers * 9 total dispatchers are all net "new" positions; all positions have an estimated 5% annual increase for salaries, benefits, etc.
8	Reinstatement of Fire Squad	Public Safety	Original	\$ 450,000	\$ 792,798	\$ 832,438	\$ 874,060	\$ 917,763	\$ 3,867,058	Approved by City Council in December 2016. Estimates include 5% annual increases (salaries, benefits, etc.).
9	Reinstatement of Captains (Training and Arson)	Public Safety	Original	\$ -	\$ 450,025	\$ 472,526	\$ 496,153	\$ 520,960	\$ 1,939,664	Estimates include 5% annual increases (salaries, benefits, etc.).
10	Reinstatement of Battalion Chief	Public Safety	Original	\$ -	\$ 282,595	\$ 296,725	\$ 311,561	\$ 327,139	\$ 1,218,020	Estimates include 5% annual increases (salaries, benefits, etc.).
11	Revised PD Vehicle Replacement and Maintenance Plan	Public Safety	Revised	\$ -	\$ 2,704,822	\$ 2,745,119	\$ 2,786,221	\$ 2,828,146	\$ 11,064,308	Annual debt services of \$690,000 plus replacement of vehicles each year. Useful life of 3-5 years; 4 year financing (\$2.5 million)
12	Refurbish PD Vehicle (Pilot Program)	Public Safety	New	\$ -	\$ 50,000	\$ -	\$ -	\$ -	\$ 50,000	\$25,000 per vehicle - 2 vehicle pilot program.
13	Revised Fire Vehicle Replacement and Maintenance Plan	Public Safety	Revised	\$ -	\$ 1,690,000	\$ 1,990,000	\$ 3,574,252	\$ 3,894,158	\$ 11,148,410	One-time replacement of 16 vehicle; 10-year financing (\$13.7 million). Additional layering in of vehicle replacement for remainder of vehicles.
14	Fleet Facility Capital Repairs Needed	Public Safety	New	\$ -	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000	Facility improvements to doors, lifts and drive approach.
15	Additional Fleet Mechanics for Police Department (2)	Public Safety	New	\$ -	\$ 181,000	\$ 190,050	\$ 199,553	\$ 209,530	\$ 780,133	Total salary and benefits - based on existing position. Final amounts may differ based on starting salary and CalPERS tier. Current costs anticipated 5% annual increases for first 5-years with 2% increases thereafter.
16	Additional Fleet Mechanics for Fire Department (2)	Public Safety	New	\$ -	\$ 181,000	\$ 190,050	\$ 199,553	\$ 209,530	\$ 780,133	Total salary and benefits - based on existing position. Final amounts may differ based on starting salary and CalPERS tier. Current costs anticipated 5% annual increases for first 5-years with 2% increases thereafter.

**Attachment 2: Budget Engagement Commission Measure Z Spending Priorities**

Item #	Funding Request	Category	Original Proposal (Funded/Unfunded) / Beginning Measure Z Fund Balance	Year 1 FY 2016/17	Year 2 FY 2017/18	Year 3 FY 2018/19	Year 4 FY 2019/20	Year 5 FY 2020/21	Year 1-5 Totals	Notes
				\$ -	\$ (0)	\$ 11,009,555	\$ 10,900,431	\$ 3,586,569		
17	Funding Gap - Existing Services (based on the FY 16-17 2nd Qtr General Fund Operating Deficit estimate)	Critical Operating Needs	Revised	\$ 3,934,526	\$ 5,482,404	\$ 10,787,847	\$ 17,266,026	\$ 10,734,277	\$ 48,205,080	Based on 5-Year Model and largely associated with union contracts. Model assumes no-raises for SEIU in Year 5.
18	Budget Engagement Commission Support	Critical Operating Needs	Original	\$ 5,000	\$ 27,000	\$ 27,000	\$ 27,000	\$ 27,000	\$ 113,000	Supplies, printing and mailing, video and security staff
19	General Plan Update (Includes Zoning Code Changes)	Critical Operating Needs	New (Revised Staff)	\$ -	\$ 2,000,000	\$ 1,500,000	\$ 1,500,000	\$ -	\$ 5,000,000	Over the past 20 years, the City's regulatory environment for development has become burdensome. In order to make an investment in the future of Riverside, funding is needed for a General Plan Update, including zoning code, in the near future.
20	Homeless Services	Critical Operating Needs	New - BEC	\$ -	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 2,000,000	Submitted by Commissioners Hart and Segura. Commissioner Mayes and Vice-Chair Lee support funding for homeless services.
21	New Downtown Main Library	Facility Capital Needs	Revised (Revised Staff)	\$ -	\$ -	\$ 1,867,412	\$ 2,561,824	\$ 2,561,824	\$ 6,991,059	Estimated \$30 million
22	New Police Headquarters	Facility Capital Needs	Revised (Revised Staff)	\$ -	\$ -	\$ 2,801,118	\$ 3,842,735	\$ 3,842,735	\$ 10,486,588	Estimated \$45 million - Depending on features, liability costs will increase.
23	Annual Deferred Maintenance (Existing Facilities) - Partial Funding	Facility Capital Needs	Original	\$ -	\$ 1,000,000	\$ 1,500,000	\$ 250,000	\$ 1,450,000	\$ 4,200,000	
24	Tree Trimming - Additional Need	Quality of Life	Original (Unfunded)	\$ -	\$ 1,000,000	\$ 1,000,000	\$ 2,000,000	\$ 2,000,000	\$ 6,000,000	
25	Ward Action Team (City Attorney's Office)	Quality of Life	Revised	\$ 56,250	\$ 225,000	\$ 236,250	\$ 248,063	\$ 260,466	\$ 1,026,028	Approved by City Council in February 2017.
26	Request of Fund 50+ miles of paving	Quality of Life	Revised - BEC	\$ -	\$ 7,710,000	\$ 4,210,000	\$ 4,210,000	\$ 4,210,000	\$ 20,340,000	Amounts needed to pave 50+ miles per year. Amounts include the addition of eight staff members to facilitate the work. Amounts are a net of recent Gas Tax Increases, which are anticipated to be \$2,500,000 in FY 17/18 and \$6,000,000 in FY 18/19; \$6 million was used in calculations for for each year after
27	Cybersecurity - Partial Funding	Technology	Original	\$ -	\$ -	\$ 500,000	\$ -	\$ 250,000	\$ 750,000	
28	Cybersecurity - Unfunded	Technology	Revised (Unfunded)	\$ -	\$ 900,000	\$ 400,000	\$ 900,000	\$ 650,000	\$ 2,850,000	
29	Hardware (servers, storage, and network equipment) - Partial Funding	Technology	Revised (Unfunded)	\$ -	\$ 2,410,000	\$ 1,910,000	\$ 2,410,000	\$ 1,910,000	\$ 8,640,000	
<b>BEC Recommended Measure Z Expenditure Totals</b>				<b>\$ 10,000,000</b>	<b>\$ 40,547,444</b>	<b>\$ 52,181,694</b>	<b>\$ 59,907,158</b>	<b>\$ 55,478,688</b>	<b>\$ 218,114,985</b>	
Estimated 1% Transactions and Use Tax Revenue				\$ 10,000,000	\$ 51,557,000	\$ 52,072,570	\$ 52,593,296	\$ 53,119,229	\$ 219,342,094	Revenue estimates reflect 1% annual increases. Revised totals Received from HdL
Net Savings / (Expense)				\$ (0)	\$ 11,009,556	\$ (109,124)	\$ (7,313,863)	\$ (2,359,459)	\$ 1,227,110	
Ending Measure Z Fund Balance				\$ (0)	\$ 11,009,555	\$ 10,900,431	\$ 3,586,569	\$ 1,227,110	\$ 1,227,110	