

City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: MAY 24, 2016**

FROM: FINANCE DEPARTMENT **WARDS: ALL**

SUBJECT: FISCAL YEAR 2015-16 THIRD QUARTER GENERAL FUND FINANCIAL UPDATE, INVESTMENT, AND DEBT REPORTS AND DELEGATION OF INVESTMENT RESPONSIBILITY – AS OF MARCH 2016 (THIRD QUARTER)

ISSUES:

The issue for City Council consideration is receipt of and input on the quarterly General Fund financial update, investment, and debt reports as of March 2016.

RECOMMENDATIONS:

That the City Council:

1. Receive and provide input on the attached fiscal year (FY) 2015/16 quarterly General Fund financial, investment, and debt reports as of March 2016; and
2. Delegate investment responsibility to the City's Interim Chief Financial Officer/Treasurer for a period of up to one year.

BACKGROUND:

On a quarterly basis, the Finance Department undertakes a comprehensive analysis of revenues and expenditures of the City's various funds, prepares year-end projections based on actuals to date, and as necessary, recommends adjustments to the budget in order to ensure fiscal stability of the City. This ongoing financial monitoring and review is an essential component of the City's strong fiscal management practices.

The attached FY 2015/16 General Fund Third Quarter Financial Report (Attachment A), summarizes the results of that analysis for the period from July 1, 2015 through March 31, 2016.

Also included are the Quarterly Investment Report (Attachment B) and the Quarterly Debt Report (Attachment C), which highlights the City's portfolio of investments and its outstanding debts, respectively. As in prior quarterly reports, financial status on all City funds is provided in Attachment B - a new practice instituted by the new administration.

DISCUSSION:**Quarterly Financial Report Status – Focus on the General Fund***The Bottom Line*

In the **Mid-Year report** to the City Council (presented on March 8, 2016 and based on December 2015 actuals), staff anticipated an operational General Fund deficit of \$6.8 million, as a result of unrealistically high utility revenues included in the budget and omission of critical and real expenditures related to public safety. The Mid-Year report included balancing measures of nearly \$3.5 million to address a portion of the \$6.8 million deficit, projecting General Fund reserve draws of only \$3.3 million.

The **Third Quarter projection** for the General Fund, as described below, reflects a slightly larger operational deficit of \$7.2 million, up approximately \$430,000 from the Mid-Year projections. Importantly, both the Mid-Year projected deficit of \$6.8 million and the current projected deficit of \$7.2 million already assume that City departments have taken measures to curb spending, totaling approximately \$900,000. No additional measures beyond these already assumed savings are available to balance the shortfall – in other words, \$2.6 million of the \$3.5 million in recommended balancing measures assumed in the Mid-Year report are simply not real.

The process of actively engaging City departments in year-end financial projections is still relatively new to the City, and will require changes to the current culture. As the process unfolded during the preparation of the Mid-Year projections, the lack of communication between the Finance Department and all other City departments essentially led to an erroneous assumption of the majority of the \$3.5 million in savings – which, again, are not real.

The bottom line for the General Fund is that the entire \$7.2 million deficit may need to be balanced by the General Fund reserve. To alleviate the deficit to the extent possible, the City Manager, effective May 13, instituted a freeze on all General Fund hiring and non-essential purchases, to the extent permitted by existing contractual obligations including labor agreements. In addition to the freeze, the Finance Department will implement a FY 2015/16 financial year-end closing process, whereby all encumbered expenditures and requested carryovers are scrutinized and vetted for their applicability to essential City services, existing contractual/legal obligations, and consistency with City Council approved policy initiatives.

It must be noted that the \$7.2 million deficit currently projected for the General Fund reflects both one-time spending and savings measures. Accounting for these one-time items leads to the following calculation of a **Structural General Fund deficit**:

CURRENT:	\$7.2 million FY 15/16 Operational Shortfall
LESS:	\$800,000 in one-time costs related to police MOUs (retroactive FY 14/15 increases)
PLUS:	\$1 million in historical managed savings overages
PLUS:	\$900,000 in one-time savings measures implemented in FY 15/16
EQUALS:	\$8.3 million structural shortfall for FY 15/16.

A. General Fund Revenues

In the Mid-Year report, revenue was projected to be \$2.25 million below budget. As of the Third Quarter, projected revenues have declined slightly to a total of \$2.5 million below budget as described below. The difference between the adopted budget estimates and third-quarter estimates proposed is approximately 1%.

In the **Taxes** category, total revenue is projected to be slightly below the budgeted target; however, some of the categories making up the total have variances that merit further comment.

- *Property taxes* are projected to exceed projections by approximately \$300,000. The former Redevelopment Agency (now Successor Agency) receipts are expected to be greater than budgeted by \$500,000 and the secured property tax receipts are expected to be \$300,000 greater than budgeted. The increases noted are offset by the Vehicle License Fee Backfill property tax that is now planned to be below budget by \$500,000.
- *Utility users tax (UUT)* revenues are projected to be approximately \$900,000 lower than anticipated, mainly because of higher than previously estimated electric and water conservation measures by City customers. Specifically, Water and Electric UUT revenue is projected to be under budget by \$500,000 and \$400,000, respectively.
- A positive variance exists in the *transient occupancy tax (TOT)*, which continues to show impressive growth due to the expanding demand for hotel room nights in the City. This is principally the result of the renovation and expansion of the Riverside Convention Center. TOT revenues are currently projected to be approximately \$575,000 above the original budget estimate.
- *Other miscellaneous tax revenue items* collectively reflect a minor negative variance of less than \$100,000 from the budget.

Interfund Transfers are projected to be approximately \$1.3 million below budget due to the lower than anticipated General Fund Transfer (GFT). The GFT is based on the final, audited prior year gross operating revenues of Riverside Public Utilities. A decline in Water Fund-related GFT was already anticipated in the budget, while further decline in Electric Fund revenues was not. The FY 2014-15 declining electric revenue amounts primarily account for the \$1.3 million GFT variance.

The **Charges, Licenses and Permits** category of revenues was projected to be \$1.15 million below the adopted budget estimate in the Mid-Year report. As of the third quarter, the projected amount is \$300,000 below the estimated budget. The change in projected revenue is primarily due to an increase in activity and estimated revenue associated with Live Nation and the Convention Center operations, which collectively account for a \$1.2 million increase. The revenue associated with fees and charges for services is projected to be \$1.5 million below budget due to the delay in approval of the City's user fee study and the subsequent stay of several key fee increases as they are being re-examined for process efficiencies.

Other Revenues were projected to be \$225,000 above budgeted revenues as of the Mid-Year report. As of the third quarter, however, there is a projected shortfall of approximately \$270,000. Other Revenues are largely made up of several items, including interest revenue, rentals leases, rebates/refunds, miscellaneous receipts, etc. One particular line item in the adopted FY 2015-16 Budget, miscellaneous receipts/one-time revenue, was budgeted for \$2.5 million. To date,

this account has not performed as planned causing the decrease from Mid-Year projections.

Finally, previously projected revenue for the **Fines and Forfeits** category has continued to decline. At Mid-Year, the shortfall was expected to be approximately \$375,000. As of third quarter, the shortfall amount has increased to approximately \$690,000. This decline is primarily due to a reduction in Code Enforcement revenue that is a result of an improving economy and the end of the foreclosure crisis. Also, the continued State drought legislation as well as City adopted conservation ordinance has prevented the City from assessing any fines related to brown/dry landscape. This was previously one of the primary case types and revenue generating violations for Code Enforcement.

B. General Fund Expenditures

General Fund expenditures are currently projected to exceed the General Fund budget by \$5.7 million, which is approximately 2.2% of the Adopted Budget amount of \$256.6 million. The increase relates to two categories of additional expenditures:

1. Previously approved by the City Council supplemental appropriations from the General Fund reserve are approximately \$5.1 million. These appropriations include, but are not limited to \$3.9 million for known, but unbudgeted Police Department union contracts, approximately \$575,000 in Fire Department mutual aid reimbursable expenses, \$281,000 for the relocation of the City Attorney's Office, \$360,000 for emergency repairs and improvements to the Museum's storage facility, and \$109,120 associated with the audits of the Finance and Human Resources Departments.
2. For FY 2015/16, the adopted budget includes a Managed Savings target of \$6.1 million, which is budgeted at the fund level and tracked through departmental budget to actual analysis. Departmental expenditure projections currently indicate that they will collectively be short of the managed savings target in the adopted budget by approximately \$650,000. Within the overall departmental managed savings analysis, the Fire Department (\$575,000), Finance (\$161,000) and City Manager's Office (\$120,000) have the only projected over budget position.

The Finance Department and City Manager's Office are over budget due to the contractually obligated severance pay for the departed senior-level managers (Assistant City Manager, Finance Director/Treasurer, and Fiscal Resources Manager), related severance pay, and the need to fill those positions immediately.

In previous years, the Fire Department has been under budgeted/funded by upwards of \$1 million with respect to overtime; the current projected deficit of \$575,000 is a laudable improvement from previous years. Specifically, the deficit is related to a Memorandum of Understanding (MOU) provision that requires a staffing backfill for the majority of employees when they are not at work (vacation, sick, etc.), which causes the department to incur overtime costs; the Fire Department's discretionary overtime is actually relatively low. City Management will ensure the Fire Departments FY 2016-2018 Two-Year Budget is funded appropriately to avoid the structure overtime issues related to the need to backfill staff.

C. General Fund Reserves

The impact of the variances in General Fund revenues and expenditures amount to a projected draw on the General Fund reserve of approximately \$7.2 million. **This effectively decreases**

the projected reserve balance to \$32.9 million, representing only 12.8% and, therefore, falling below the City's 15% recommended reserve level. As previously indicated, to alleviate the deficit to the extent possible, the City Manager, effective May 13, instituted a freeze on all General Fund hiring and non-essential purchases, to the extent permitted by existing agreements. In the FY 2016-2018 Two-Year Budget, the City's management team will recommend further actions to maintain the General Fund reserves at 15%.

Quarterly Investment Report Status

Sound investment practices are an essential component of the City's strong fiscal management. The Finance Department is responsible for managing the City's investment portfolio, focusing first on the safety of investments, and then on liquidity and an appropriate rate of return. The investment results and portfolio composition are summarized and reported to the City Council each quarter. As of March 31, 2016, the City's pooled investment portfolio's market value was \$509 million, with the market value of investments held by fiscal agents (bond proceeds and reserve funds primarily) amounting to an additional \$311 million. The weighted average yield of the pooled investment portfolio continues to hold steady at 0.92%. Additionally, this report requests the continued approval of delegated authorization for the Chief Financial Officer/Treasurer to invest/reinvest funds and to sell or exchange purchased securities, consistent with the City's adopted investment policy. This is a requirement of State law.

Beginning with the First Quarter Investment Report, staff began including with the Investment Report a listing of cash balances by fund. This list is included in Attachment B. These cash balances reflect each fund's share of the City's pooled investment portfolio. Also shown are interfund loan receivables, which are treated as available cash due to the Finance Director/Treasurer's authorization to move loan receivables to other funds as needed.

All listed funds have a positive cash balance with the exception of the following funds:

1. The Public Parking Fund has a negative cash balance of approximately \$75,000 which is related to outstanding accounts receivable.
2. The Urban Areas Security Initiative (\$440,000), Housing Opportunities for Persons with Aids (\$390,000), NPDES Storm Drain (\$285,000), Capital Outlay (\$6.1 million), Transportation Projects (\$12,000), and Transportation Uniform Mitigation Fees Funds (\$3.5 million) all have a negative cash balance, which is fully offset by outstanding grant receivables.
3. The Liability Insurance Trust Fund has a negative cash balance of approximately \$4 million, but is consolidated with the positive cash balances of the Workers Compensation Insurance Trust Fund (\$16.8 million) and Unemployment Insurance Trust Fund (\$425,000) for financial reporting purposes. Staff is implementing a strategy to return the Liability Insurance Trust Fund to an improved financial condition (cash and fund balance levels) over the next five years. In the current year, the cash position was budgeted to improve by \$1 million, subject to the year's actual liability claim results.
4. The Central Stores Fund has a negative cash balance of \$350,000, which is fully offset by inventory assets.

Quarterly Debt Report Status

The Finance Department is also charged with managing the City's debt portfolio, which includes issuing new debt and monitoring opportunities to refinance existing debt as opportunities to reduce interest costs arise. The Quarterly Debt Report (Attachment C) summarizes the composition of the City's debt portfolio, details the revenue sources utilized to pay the debt service associated with each outstanding debt, and provides detailed information regarding the total principal and interest payments due in the current fiscal year by Fund. There are no changes to the Quarterly Debt Report for this quarter.

FISCAL IMPACT:

The Third Quarter Financial Report projects a \$7.2 million operational shortfall in the General Fund for FY 2015/16. To alleviate the deficit to the extent possible, the City Manager, effective May 13, instituted a freeze on all General Fund hiring and non-essential purchases, to the extent permitted by existing agreements. At this time, it will not be feasible to determine the financial impact the freeze will have. In addition to the freeze, the Finance Department will implement a FY 2015/16 financial closing, whereby all encumbered expenditures and requested carryovers are scrutinized and vetted for their applicability to essential City services, existing contractual/legal obligations, and consistency with City Council approved policy initiatives.

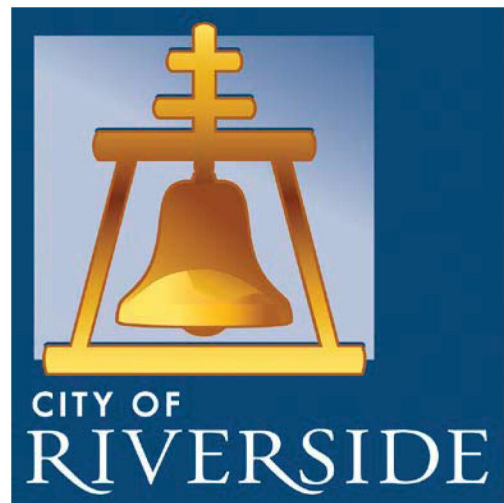
Prepared by: Adam Raymond, Assistant Finance Director
Certified as to
availability of funds: Scott Miller, Interim Finance Director/Treasurer
Approved by: Marianna Marysheva-Martinez, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

1. Attachment A: Quarterly General Fund Financial Report
2. Attachment B: Quarterly Investment Report
3. Attachment C: Quarterly Debt Report
4. Presentation

ATTACHMENT A

FINANCIAL REPORT



City of Riverside
Fiscal Year 2015/16 General Fund Budget Forecast
As of March 31, 2016 (3rd Quarter)

A-2

	Revised 2015/16 Adopted Budget	Projected 2015/16 (2nd Quarter)	2nd Quarter Budget Variance	Projected 2015/16 (3rd Quarter)	3rd Quarter Budget Variance
Beginning General Fund Balance ¹	\$ 40,085,510	\$ 40,085,510		\$ 40,085,510	
Add: Revenue ²	257,593,718	255,345,706	(2,248,012)	255,093,517	(2,500,201)
Less: Expenditures and Budget Adjustments ³	(256,593,718)	(262,140,838)	(5,547,120)	(262,325,775)	(5,732,057)
Projected General Fund Operating Surplus /(Deficit)	1,000,000	(6,795,132)	(7,795,132)	(7,232,258)	(8,232,258)
Add: Finance Department Recommended Budget Reductions ⁴	-	2,500,000			
Add: Finance Department Recommended Budget Freezes ⁴	-	945,000		-	
Projected Addition/(Draw) on General Fund Reserve	1,000,000	(3,350,132)		(7,232,258)	⁵
Projected General Fund Reserve	\$ 41,085,510	\$ 36,735,378		\$ 32,853,252	
% of General Fund	16.0%	14.3%		12.8%	

¹ The revised General Fund reserve balance is the audited final balance from fiscal year 2014/15.

² See page A-3 for additional detail.

³ See page A-4 for additional detail.

⁴ March 8, 2016 proposed budget reductions and additional freezes did not materialize as anticipated.

⁵ Total draw on reserves for the 3rd Quarter includes implementation of approximately \$850,000 of proposed budget reductions. Without these measures the total operating deficit would be approximately \$8.1 million, which equates to a budgetary deficit of \$9.1 million when you take into account the \$1 million General Fund surplus in the adopted budget.

City of Riverside
Fiscal Year 2015/16 General Fund Revenue Forecast
As of March 31, 2016 (3rd Quarter)

A-3

	Revised 2015/16 Adopted Budget	Projected 2015/16 (3rd Quarter)	3rd Quarter Budget Variance	Change From 2nd Quarter to 3rd Quarter
Taxes				
Sales & Use Taxes \$	62,949,000	\$ 62,949,000	\$ -	\$ -
Property Taxes ¹	53,742,073	54,084,782	342,709	(200,000)
Utility Users Tax ²	29,082,000	28,140,000	(942,000)	-
Transient Occupancy Tax ³	5,656,000	6,230,000	574,000	-
Franchises	5,365,000	5,500,000	135,000	-
Property Transfer Tax	2,609,000	2,440,000	(169,000)	-
Sub-Total Taxes	159,403,073	159,343,782	(59,291)	(200,000)
Interfund Transfers⁴	46,134,100	44,789,400	(1,344,700)	-
Charges, Licenses, & Permits				
Charges for Services ⁵	25,716,677	25,428,873	(287,804)	877,196
Licenses & Permits	9,093,500	9,118,200	24,700	(35,000)
Sub-Total Charges, Licenses, & Permits	34,810,177	34,547,073	(263,104)	842,196
Other Revenues				
Other / One-Time ⁶	8,309,025	8,037,809	(271,216)	(498,600)
Special Assessments	4,621,843	4,454,627	(167,216)	(44,656)
Fines & Forfeits ⁷	2,418,500	1,730,440	(688,060)	(316,021)
Intergovernmental	1,897,000	2,190,386	293,386	(35,108)
Sub-Total Other Revenues	17,246,368	16,413,262	(833,106)	(894,385)
Total	\$ 257,593,718	\$ 255,093,517	\$ (2,500,201)	\$ (252,189)

Notes on material variances, include:

- ¹Property Tax - Overall increase in Successor Agency General Fund tax increment was lower than 2nd Quarter projections.
- ²Utility User's Tax - Decrease, strictly related to reduced Water/Electric revenue projections, continues from 2nd Quarter projections.
- ³Transient Occupancy Tax - Continual strong growth in hotel room nights and daily rate, consistent with 2nd Quarter projections.
- ⁴Interfund Transfers - Lower than anticipated prior year Water Fund revenues due to water conservation, continues from 2nd Quarter.
- ⁵Revenue from Fee Study - Delay in approval and implementation of fee study and certain fee increases deferred. Decrease in estimated losses from 2nd Quarter are due to better than expected performance of the Fox/Muni and Convention Center agreement.
- ⁶Other/One-Time Revenue - Made up of several items, including interest revenue, rentals/leases, rebates/refunds, miscellaneous receipts, etc. One particular line item in the adopted FY 2015-16 Budget, miscellaneous receipts/one-time revenue, was budgeted for \$2.5 million. To date, this account has not performed as planned causing the decrease from 2nd Quarter projections.
- ⁷Fines for Forfeits - Overall decrease in Code Enforcement revenue relating to administrative civil penalties and administrative citations is greater than 2nd Quarter projections and consistent with the improved economy.

City of Riverside
Fiscal Year 2015/16 General Fund Expenditure Forecast
As of March 31, 2016 (3rd Quarter)

A-4

Department	2015/16 Adopted Budget	Previously Approved Adjustments ¹	Revised Budget 2015/16	Projected 2015/16 (3rd Quarter)	Projected Variance 2015/16 (3rd Quarter)	Change From 2nd Quarter to 3rd Quarter
City Attorney ⁵	\$ 4,066,225	\$ 294,550	\$ 4,360,775	\$ 3,599,256	\$(761,519)	\$ (661,519)
City Clerk	1,596,263	-	1,596,263	1,541,148	\$(55,115)	\$(9,115)
City Council	1,274,352	-	1,274,352	1,228,606	\$(45,746)	\$(5,746)
City Manager ⁶	5,290,931	(19,931)	5,271,000	5,392,006	121,006	146,006
Community & Economic Development	11,687,783	(47,400)	11,640,383	10,511,140	\$(1,129,243)	370,757
Finance ⁷	5,838,473	135,000	5,973,473	6,134,539	161,066	511,066
Fire ⁸	47,600,629	584,226	48,184,855	48,760,379	575,524	425,524
General Services	4,058,278	-	4,058,278	3,553,733	\$(504,545)	45,455
Human Resources	2,726,952	105,000	2,831,952	2,526,795	\$(305,157)	89,843
Innovation & Technology ⁹	11,079,054	(287,500)	10,791,554	9,866,554	\$(925,000)	\$(500,000)
Library	6,149,818		6,149,818	5,957,933	\$(191,885)	178,115
Mayor	872,591	8,125	880,716	847,295	\$(33,421)	\$(8,421)
Museum & Cultural Affairs	3,785,710	(17,460)	3,768,250	3,763,250	\$(5,000)	120,000
Non-Departmental	24,846,896	(8,125)	24,838,771	24,564,199	\$(274,572)	151,428
Non-Departmental - Community Livability	786,680	-	786,680	851,680	65,000	65,000
Parks, Recreation & Community Services	15,795,719	59,325	15,855,044	15,169,797	\$(685,247)	\$(185,247)
Police	88,122,448	4,661,544	92,783,992	92,527,549	\$(256,443)	\$(6,443)
Public Works ¹⁰	12,933,933	(385,000)	12,548,933	11,348,933	\$(1,200,000)	\$(400,000)
Sub Total	248,512,735	5,082,354	253,595,089	248,144,792	\$(5,450,297)	326,703
Estimated Managed Savings ²	(6,100,000)		(6,100,000)	N/A	6,100,000	-
Interfund Transfers ⁴	2,487,202		2,487,202	2,487,202	-	-
Net Cost Allocation	(19,940,744)		(19,940,744)	(19,940,744)	-	-
Net Debt Service Allocation	31,634,525		31,634,525	31,634,525	-	-
Total	\$ 256,593,718	\$ 5,082,354	\$ 261,676,072	\$ 262,325,775	\$ 649,703	\$ 326,703

¹ Includes the previous or anticipated appropriations by the City Council listed at A-5 following page.

² Managed Savings is budgeted at the fund level but reflected in department-level actual expenditures.

³ Material variances as outlined on the following page.

⁴ Final payment to the Water Fund for the \$10,000,000 GFT-related settlement.

⁵ Increased projected savings attributable to reduction in the use of outside legal counsel

⁶ Projected operational shortfall associated with resignation of an Assistant City Manager.

⁷ Projected operational shortfall associated with resignation of Finance Director/Treasurer and Financial Resources Manager. Both positions were filled with contract staff to assist with the FY 2016-18 Two-Year Budget and Five-Year Plan.

⁸ Projected operational shortfall associated with historical structural deficit relating to overtime budgeting practices. FY 2016-18 Two-Year Budget will address this issue.

⁹ Increased projected savings attributable to vacancies not filled in the Xerox Outsourcing Agreement.

¹⁰ Increased projected savings attributable to vacancies not filled and reduction in contract services provided (e.g. Tree Trimming).

City of Riverside
Fiscal Year 2015/16 General Fund Expenditure Forecast
As of March 31, 2016 (3rd Quarter)

The following are General Fund changes, including budget transfers, relating to projects and City Council approved supplemental appropriations and budget reductions.

City Attorney:			
7/14/2015	CA101-9	\$ 3,800	Reimbursement of attorney fees and costs; offset by revenues of the same amount.
7/14/2015	CA101-9	\$ 9,750	Reimbursement of attorney fees and costs; offset by revenues of the same amount.
11/10/2015	CA101-129	\$ 281,000	Rental expense, moving costs, etc. related to the relocation to Mission Square.
		<u>\$ 294,550</u>	

City Manager:			
11/17/2015	CA101-131	\$ 40,000	Add 1.0 FTE Web Designer position; amount transferred from Innovation & Technology
3/8/2016		\$ (59,931)	Mid-year budget reductions
		<u>\$ (19,931)</u>	

Community & Economic Development:			
12/8/2015	CA101-154	\$ 50,000	Fund the Greenbelt Environmental Stewardship Program.
3/8/2016		\$ (97,400)	Mid-year budget reductions
		<u>\$ (47,400)</u>	

Finance:			
12/1/2015	CA101-136	\$ 135,000	Performance Audit

Fire:			
3/8/2016	CA101-243	\$ 573,906	Mutual Aid reimbursement with matching revenue appropriation
2/1/2016	CA101-188	\$ 10,000	Use of Kiwanis Club donation; matching revenue appropriated.
10/20/2015	CA101-105	\$ 320	Use of Kleinfelder donation; matching revenue appropriated.
		<u>\$ 584,226</u>	

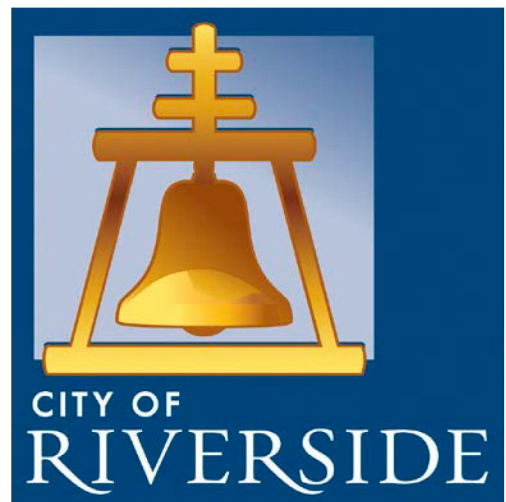
Human Resources:			
12/1/2015	CA101-136	\$ 105,000	Performance Audit

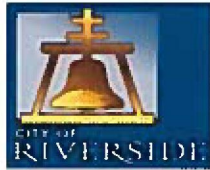
Innovation and Technology:			
3/8/2016		\$ (250,000)	Mid-year budget reductions
11/17/2015	CA101-131	\$ (40,000)	Transfer to City Manager's Office to fund 1.0 FTE Web Designer position.
3/1/2016	CA101-207	\$ 2,500	Use of Latino Network donation; matching revenue appropriated.
		<u>\$ (287,500)</u>	

Mayor:		
3/22/2016 CA101-262	\$ 8,125	Transfer from non-departmental for Sister City account.
Museum:		
11/3/2015	\$ 360,000	Emergency Supplemental Appropriation
3/8/2016	\$ (360,000)	Mid-year budget reductions
3/8/2016	\$ (75,314)	Mid-year budget reductions
3/1/2016 CA101-188	\$ 7,854	Use of Clark Fund donation; matching revenue appropriated.
11/17/2015 CA101-131	\$ 50,000	Use of FOL sponsorship monies; matching revenue appropriated.
	<u>\$ (17,460)</u>	
Non-departmental:		
3/22/2016 CA101-262	\$ (8,125)	Transfer to Mayor for Sister City account.
Parks, Recreation & Community Services		
12/1/2015 CA101-144	\$ 7,319	Use of vending machine revenue
2/1/2016 CA101-166	\$ 34,876	Use of miscellaneous monetary donations
7/14/2015 CA101-16	\$ 17,130	Use of miscellaneous monetary donations
	<u>\$ 59,325</u>	
Police		
3/8/2016 CA101-243	\$ 3,900,000	Police MOU
8/25/2015 CA101-61	\$ 20,000	Reward funds
9/22/2015 CA101-81	\$ 10,000	Reward funds
11/10/2015 CA101-123	\$ 75,000	Reward funds
10/6/2015 CA101-94	\$ 10,000	Preusser Research
7/14/2015 CA101-16	\$ 399,292	Helicopter Agreement
4/5/2016 CA101-272	\$ 2,500	Walmart donation
12/1/2015 CA101-145	\$ 15,118	Canine Trust Allocation
4/12/2016 CA101-278	\$ 14,634	Canine Trust Allocation
4/5/2016 CA101-273	\$ 215,000	PACT / Reimburse General Fund for related personnel
	<u>\$ 4,661,544</u>	
Public Works		
7/8/2015 Transfer	\$ (150,000)	Transfer of funds for project needs.
11/6/2015 Transfer	\$ (85,000)	Transfer of funds for project needs.
7/8/2015 Transfer	\$ (150,000)	Transfer of funds for project needs.
	<u>\$ (385,000)</u>	
Grand Total	\$ 5,082,354	

ATTACHMENT B

INVESTMENT REPORT





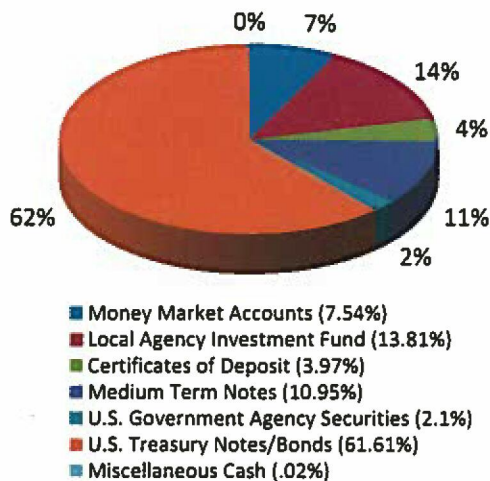
CITY OF RIVERSIDE

Quarterly Investment Report

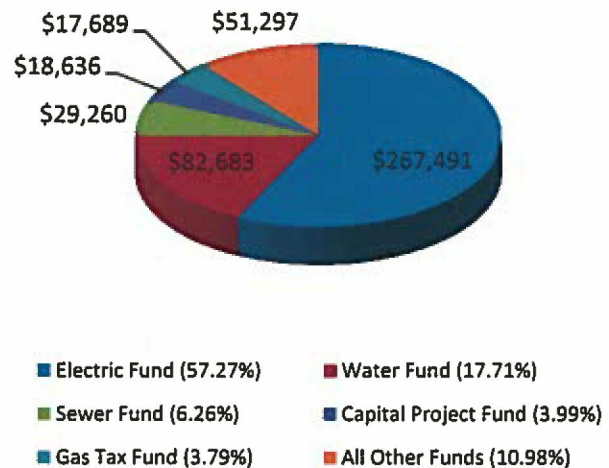
March 31, 2016

	AMORTIZED COST	MARKET VALUE
POOLED INVESTMENT PORTFOLIO		
Money Market Accounts	\$ 38,358,476.73	\$ 38,358,779.30
Local Agency Investment Fund (LAIF)	70,300,733.69	70,300,733.69
Certificates of Deposit	20,089,339.44	20,198,146.42
Medium Term Notes	55,600,730.27	55,747,412.29
U.S. Government Agency Securities	10,690,988.45	10,702,730.00
U.S. Treasury Notes/Bonds	311,491,506.01	313,613,845.75
Miscellaneous Cash	80,000.00	80,000.00
TOTAL POOLED INVESTMENT PORTFOLIO	506,611,774.59	509,001,647.45
INVESTMENTS HELD BY FISCAL AGENT	312,521,975.61	311,128,866.64
TOTAL CASH & INVESTMENTS	\$ 819,133,750.20	\$ 820,130,514.09

**COMPOSITION OF POOLED
PORTFOLIO**



**COMPOSITION OF POOLED
PORTFOLIO BY FUND
(In Thousands)**



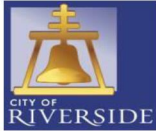
It has been verified that this investment portfolio is in conformity, exclusive of items identified, with the City of Riverside's investment policy which was approved by City Council on 12/15/15. The Treasurer's cash management program and cash flow analysis indicates that sufficient liquidity is on hand to meet estimated future expenditures for a period of six months. The weighted average maturity of the pooled investment portfolio is 1.56 years. Market prices of securities are obtained from Interactive Data Corporation. Weighted average yield on cost is 0.923%. The cash held and invested with fiscal agents is subject to the investment provisions of the related trust indentures associated with the bond transaction which generated the cash.

Verified by:

Edward P. Enriquez, Controller

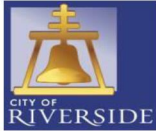
Approved by:

Scott Miller, Interim Finance Director/Treasurer



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
March 31, 2016

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
<u>MONEY MARKET ACCOUNTS</u>							
CALTRUST Heritage Money Market Fund - Select Class	Varies	Varies	AAA	Varies	1,064,240.64	0.44%	1,064,240.64
CALTRUST Investment Trust of California	Varies	Varies	AA	Varies	1,299,070.68	0.69%	1,299,373.25
Bank of America	Varies	Varies	Coll. ¹	Varies	30,878,969.92	0.50%	30,878,969.92
Citizens Business Bank	Varies	Varies	Coll. ¹	Varies	5,077,424.38	0.35%	5,077,424.38
Bank of the West	Varies	Varies	Coll. ¹	Varies	38,771.11	0.08%	38,771.11
SUBTOTAL MONEY MARKET ACCOUNTS					38,358,476.73		38,358,779.30
LOCAL AGENCY INVESTMENT FUND (LAIF)	Varies	Varies	NR	Varies	70,300,733.69	0.51%	70,300,733.69
<u>CERTIFICATES OF DEPOSIT</u>							
AmericanWest Bank (FDIC Gtd)	0.65%	04/20/16	FDIC	10/20/14	248,000.00	0.65%	248,025.54
Wells Fargo Bank NA (FDIC Gtd)	1.12%	04/29/16	FDIC	04/29/11	247,000.00	1.75%	244,530.00
First Bank (FDIC Gtd)	0.70%	05/27/16	FDIC	11/27/13	248,000.00	0.70%	248,091.26
Landmark Community Bank (FDIC Gtd)	0.70%	05/27/16	FDIC	11/27/13	248,000.00	0.70%	248,091.26
Brookline Bank (FDIC Gtd)	0.60%	06/10/16	FDIC	12/10/14	248,000.00	0.60%	248,059.52
Great Southern Bank (FDIC Gtd)	0.85%	06/28/16	FDIC	08/28/14	248,000.00	0.85%	248,098.95
First Business Bank (FDIC Gtd)	0.75%	06/30/16	FDIC	12/30/13	248,000.00	0.75%	248,145.58
Merrick Bank (FDIC Gtd)	0.70%	06/30/16	FDIC	12/30/14	248,000.00	0.70%	248,116.81
Midland States Bank (FDIC Gtd)	0.60%	07/22/16	FDIC	01/22/15	247,000.00	0.60%	247,130.66
Pacific Premier Bank (FDIC Gtd)	0.65%	07/25/16	FDIC	10/24/14	248,000.00	0.65%	248,124.99
GE Capital Retail Bank (FDIC Gtd)	1.00%	08/09/16	FDIC	08/09/13	248,000.00	1.00%	248,395.81
BMW Bank of North America (FDIC Gtd)	1.05%	08/16/16	FDIC	08/16/13	247,952.83	1.10%	248,458.55
Whitney Bank (FDIC Gtd)	0.60%	08/18/16	FDIC	02/18/15	248,000.00	0.60%	248,052.82
Ally Bank (FDIC Gtd)	1.00%	08/22/16	FDIC	08/22/13	247,940.95	1.06%	248,428.79
Park National Bank (FDIC Gtd)	0.85%	08/22/16	FDIC	08/22/14	248,000.00	0.85%	248,287.43
Peoples United Bank (FDIC Gtd)	0.85%	08/22/16	FDIC	08/20/14	248,000.00	0.85%	248,287.43
Synovus Bank (FDIC Gtd)	0.80%	08/23/16	FDIC	12/23/14	248,000.00	0.80%	248,241.80
First Credit Bank (FDIC Gtd)	0.75%	08/25/16	FDIC	11/25/13	248,000.00	0.75%	248,195.42
Sterling Bank (FDIC Gtd)	0.80%	08/29/16	FDIC	08/29/14	249,000.00	0.80%	249,248.75
Medallion Bank (FDIC Gtd)	1.10%	10/04/16	FDIC	10/04/13	248,000.00	1.10%	248,759.62
Community Financial Services Bank (FDIC Gtd)	0.80%	10/17/16	FDIC	10/17/14	248,000.00	0.80%	248,307.27
Interwest National Bank (FDIC Gtd)	1.00%	10/17/16	FDIC	10/17/13	249,000.00	1.00%	249,799.04
Lakeside Bank (FDIC Gtd)	0.90%	10/24/16	FDIC	12/23/14	248,000.00	0.90%	248,418.13
JPMorgan Chase Bank (FDIC Gtd)	0.75%	11/03/16	FDIC	05/09/13	247,855.51	0.60%	248,065.47
Main Street Bank Corp (FDIC Gtd)	0.90%	12/16/16	FDIC	10/16/14	248,000.00	0.90%	248,418.87
Southwest Bank (FDIC Gtd)	0.75%	02/13/17	FDIC	02/13/15	237,000.00	0.75%	237,618.10
Triad Bank (FDIC Gtd)	1.00%	03/14/17	FDIC	11/14/13	249,000.00	1.00%	250,312.73
BMO Harris Bank NA (FDIC Gtd)	0.90%	03/23/17	FDIC	09/23/15	248,000.00	0.90%	248,371.01
Parkway Bank & Trust Co (FDIC Gtd)	1.15%	04/07/17	FDIC	10/07/14	248,000.00	1.15%	248,372.99
United Community Bank (FDIC Gtd)	1.00%	04/13/17	FDIC	10/14/14	248,000.00	1.00%	248,360.10
Leader Bank NA (FDIC Gtd)	1.05%	04/21/17	FDIC	10/23/14	248,000.00	1.05%	248,520.06
Georgia Bank & Trust Co of Augusta (FDIC Gtd)	1.00%	06/20/17	FDIC	12/20/13	249,000.00	1.00%	249,417.07
First Commercial Bank (FDIC Gtd)	1.00%	07/31/17	FDIC	10/30/14	248,000.00	1.00%	248,628.68
American Express Bank FSB (FDIC Gtd)	1.25%	08/21/17	FDIC	08/21/14	248,000.00	1.25%	248,556.02
Capital One NA (FDIC Gtd)	1.25%	08/21/17	FDIC	08/19/15	249,000.00	1.25%	249,830.66
Discover Bank (FDIC Gtd)	1.30%	08/21/17	FDIC	08/20/14	248,000.00	1.30%	248,555.77
Signature Bank of Arkansas (FDIC Gtd)	1.05%	08/25/17	FDIC	08/26/15	249,000.00	1.05%	249,822.45
EverBank (FDIC Gtd)	1.10%	08/28/17	FDIC	08/28/15	248,000.00	1.10%	248,841.71
Mauch Chunk Trust Financial Corp (FDIC Gtd)	1.20%	09/11/17	FDIC	10/10/14	248,000.00	1.20%	248,796.82
First Niagara Bank NA (FDIC Gtd)	1.15%	09/25/17	FDIC	09/25/15	248,000.00	1.15%	248,712.01
First Bank of Highland (FDIC Gtd)	1.25%	10/10/17	FDIC	10/08/14	248,000.00	1.25%	248,749.21
Third Federal Savings & Loan Association MHC (FDIC Gtd)	1.40%	11/27/17	FDIC	11/27/13	248,000.00	1.40%	250,228.53
BBVA Compass	0.45%	12/04/17	FDIC ²	12/04/15	1,000,000.00	0.45%	1,000,000.00



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
March 31, 2016

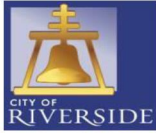
DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
Wex Bank (FDIC Gtd)	1.20%	12/11/17	FDIC	12/11/15	248,000.00	1.20%	248,538.66
Customers Bank (FDIC Gtd)	1.25%	12/18/17	FDIC	12/18/15	248,000.00	1.25%	248,562.22
Bank of North Carolina (FDIC Gtd)	1.25%	01/16/18	FDIC	01/16/15	247,000.00	1.25%	248,749.99
Cadence Bank NA (FDIC Gtd)	1.25%	02/12/18	FDIC	02/10/16	248,000.00	1.25%	249,039.37
Mercantil Commercebank NA (FDIC Gtd)	1.50%	04/24/18	FDIC	10/24/14	248,000.00	1.50%	249,690.12
GE Capital Bank (FDIC Gtd)	1.60%	07/03/18	FDIC	07/03/14	248,000.00	1.60%	249,083.51
Bank of Georgetown (FDIC Gtd)	1.55%	07/17/18	FDIC	10/17/14	248,000.00	1.55%	249,899.68
MB Financial Bank NA (FDIC Gtd)	1.35%	08/21/18	FDIC	08/21/15	249,000.00	1.35%	251,704.89
Comenity Capital Bank (FDIC Gtd)	1.70%	08/24/18	FDIC	08/24/15	249,000.00	1.71%	251,692.69
East Boston Savings Bank (FDIC Gtd)	1.40%	08/24/18	FDIC	08/24/15	249,000.00	1.40%	251,702.65
Goldman Sachs Bank USA (FDIC Gtd)	1.65%	09/04/18	FDIC	09/03/14	247,000.00	1.65%	248,897.70
Sallie Mae Bank (FDIC Gtd)	1.80%	09/04/18	FDIC	09/03/14	247,000.00	1.80%	248,893.50
First Priority Bank (FDIC Gtd)	1.45%	09/28/18	FDIC	09/30/15	248,000.00	1.45%	250,676.66
UBS Bank USA (FDIC Gtd)	1.40%	10/01/18	FDIC	10/08/15	248,000.00	1.40%	250,677.16
Capital One Bank USA NA (FDIC Gtd)	1.80%	10/09/18	FDIC	10/08/14	248,000.00	1.80%	251,316.50
Marlin Business Bank (FDIC Gtd)	1.70%	10/15/18	FDIC	10/14/14	248,000.00	1.71%	250,327.48
Community Banker's Bank (FDIC Gtd)	1.65%	10/17/18	FDIC	10/17/14	248,000.00	1.66%	250,323.76
American Express Centurion Bank (FDIC Gtd)	2.00%	11/28/18	FDIC	11/28/14	248,000.00	2.00%	252,248.98
Flushing Bank (FDIC Gtd)	1.50%	12/17/18	FDIC	12/17/15	249,000.00	1.50%	251,156.09
KeyBank NA (FDIC Gtd)	1.55%	01/22/19	FDIC	01/20/16	247,000.00	1.55%	250,711.17
Investors Community Bank (FDIC Gtd)	1.15%	02/12/19	FDIC	02/12/16	249,000.00	1.15%	250,184.74
Prime Alliance Bank Inc (FDIC Gtd)	1.15%	02/12/19	FDIC	02/12/16	249,000.00	1.15%	250,887.67
CIT Bank (FDIC Gtd)	2.00%	05/14/19	FDIC	05/14/14	247,000.00	2.00%	251,144.66
Webster Bank NA (FDIC Gtd)	1.90%	07/02/19	FDIC	07/02/14	247,590.15	1.95%	252,026.28
ConnectOne Bank (FDIC Gtd)	1.55%	07/29/19	FDIC	01/28/15	247,000.00	1.56%	251,687.81
Alma Bank (FDIC Gtd)	1.70%	09/30/19	FDIC	09/30/15	247,000.00	1.71%	251,130.83
Belmont Savings Bank (FDIC Gtd)	1.40%	02/18/20	FDIC	02/17/16	249,000.00	1.40%	250,829.65
Bank of Wisconsin Dells (FDIC Gtd)	1.50%	07/17/20	FDIC	02/17/16	249,000.00	1.50%	250,874.22
Bridgewater Bank (FDIC Gtd)	1.50%	08/17/20	FDIC	02/17/16	249,000.00	1.50%	251,578.64
Unity Bank (FDIC Gtd)	1.50%	08/26/20	FDIC	02/26/16	249,000.00	1.50%	251,540.30
Barclays Bank Delaware (FDIC Gtd)	2.20%	09/16/20	FDIC	09/16/15	247,000.00	2.20%	251,816.01
Bank of Charles Town (FDIC Gtd)	1.80%	09/30/20	FDIC	09/30/15	249,000.00	1.81%	253,871.44
HSBC Bank USA NA (FDIC Gtd)	1.60%	11/17/20	FDIC	11/23/15	246,000.00	1.60%	247,631.72
EnerBank USA (FDIC Gtd)	1.90%	01/28/21	FDIC	01/28/16	247,000.00	1.90%	251,962.48
State Bank and Trust Company (FDIC Gtd)	1.60%	02/17/21	FDIC	02/17/16	249,000.00	1.61%	251,613.50

SUBTOTAL CERTIFICATES OF DEPOSIT	20,089,339.44	20,198,146.42
---	----------------------	----------------------

MEDIUM TERM NOTES

General Electric Capital Corp	2.95%	05/09/16	AA+ / A1	07/17/14	2,505,952.31	0.66%	2,506,492.50
Merck & Co Inc	0.70%	05/18/16	AA / A1	09/10/14	4,851,096.10	0.52%	4,850,940.90
Chevron Corp	0.89%	06/24/16	AA- / Aa1	09/10/14	1,501,271.02	0.52%	1,500,636.00
General Electric Capital Corp	1.50%	07/12/16	AA+ / A1	07/17/14	5,011,270.74	0.69%	5,013,495.00
General Electric Capital Corp	5.38%	10/20/16	AA+ / A1	09/10/14	2,049,264.21	0.90%	2,051,278.00
General Electric Capital Corp	2.30%	04/27/17	AA+ / A1	09/10/14	7,677,758.91	1.15%	7,701,809.00
Apple Inc	1.05%	05/05/17	AA+ / Aa1	09/10/14	4,003,471.92	0.97%	4,015,168.00
Shell International Finance BV	1.13%	08/21/17	A+ / Aa1	04/10/14	1,803,387.05	1.19%	1,803,841.19
IBM Corp	5.70%	09/14/17	AA- / Aa3	01/17/13	4,263,923.64	1.11%	4,270,908.00
IBM Corp	5.70%	09/14/17	AA- / Aa3	01/17/13	6,395,796.31	1.11%	6,406,362.00
Toyota Motor Credit Corp	1.25%	10/05/17	AA- / Aa3	04/10/14	2,716,225.22	1.27%	2,721,700.41
Chevron Corp	1.10%	12/05/17	AA- / Aa1	04/10/14	2,742,897.05	1.26%	2,745,237.00
Wal-Mart Stores Inc	5.80%	02/15/18	AA / Aa2	01/28/16	510,646.94	1.12%	512,867.29
Berkshire Hathaway Finance Corp	1.30%	05/15/18	AA / Aa2	01/28/16	1,001,599.58	1.22%	1,004,040.00
Toyota Motor Credit Corp	1.55%	07/13/18	AA- / Aa3	01/28/16	5,011,738.29	1.44%	5,044,560.00
Apple Inc	2.10%	05/06/19	AA+ / Aa1	01/28/16	3,554,430.98	1.58%	3,598,077.00

SUBTOTAL MEDIUM TERM NOTES	55,600,730.27	55,747,412.29
-----------------------------------	----------------------	----------------------



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
March 31, 2016

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
<u>U.S. GOVERNMENT AGENCY SECURITIES</u>							
Federal Home Loan Mortgage Corporation	5.13%	11/17/17	AA+ / Aaa	01/16/13	10,690,988.45	0.85%	10,702,730.00
SUBTOTAL U.S. GOVERNMENT AGENCY SECURITIES					10,690,988.45		10,702,730.00
<u>U.S. GOVERNMENT TREASURY SECURITIES</u>							
US Treasury Notes/Bonds	1.00%	10/31/16	AA+ / Aaa	02/26/15	5,567,068.71	0.47%	5,566,694.40
US Treasury Notes/Bonds	2.75%	11/30/16	AA+ / Aaa	06/16/14	10,139,905.35	0.64%	10,146,090.00
US Treasury Notes/Bonds	0.63%	12/31/16	AA+ / Aaa	03/09/15	16,003,627.09	0.59%	16,006,256.00
US Treasury Notes/Bonds	3.13%	01/31/17	AA+ / Aaa	05/22/14	5,103,423.41	0.63%	5,103,320.00
US Treasury Notes/Bonds	3.00%	02/28/17	AA+ / Aaa	06/16/14	14,794,831.35	0.76%	14,809,821.50
US Treasury Notes/Bonds	0.75%	03/15/17	AA+ / Aaa	06/16/14	9,996,436.03	0.79%	10,011,330.00
US Treasury Notes/Bonds	0.50%	04/30/17	AA+ / Aaa	07/13/15	14,992,958.58	0.54%	14,977,740.00
US Treasury Notes/Bonds	2.75%	05/31/17	AA+ / Aaa	05/22/14	8,182,085.51	0.78%	8,192,184.00
US Treasury Notes/Bonds	0.75%	06/30/17	AA+ / Aaa	10/10/14	1,497,408.29	0.89%	1,501,407.00
US Treasury Notes/Bonds	0.75%	06/30/17	AA+ / Aaa	07/13/15	15,032,742.84	0.57%	15,014,070.00
US Treasury Notes/Bonds	0.50%	07/31/17	AA+ / Aaa	05/21/14	6,963,716.75	0.89%	6,982,773.00
US Treasury Notes/Bonds	1.00%	09/15/17	AA+ / Aaa	05/28/15	11,788,741.67	0.77%	11,800,489.75
US Treasury Notes/Bonds	0.63%	09/30/17	AA+ / Aaa	05/21/14	1,989,852.26	0.97%	1,997,422.00
US Treasury Notes/Bonds	0.88%	10/15/17	AA+ / Aaa	01/22/16	14,563,150.85	0.82%	14,585,240.10
US Treasury Notes/Bonds	0.88%	11/15/17	AA+ / Aaa	03/09/15	6,239,031.80	0.98%	6,265,625.00
US Treasury Notes/Bonds	0.75%	12/31/17	AA+ / Aaa	03/09/15	6,221,010.31	1.02%	6,252,200.00
US Treasury Notes/Bonds	2.63%	01/31/18	AA+ / Aaa	05/21/14	12,335,077.11	1.08%	12,411,096.00
US Treasury Notes/Bonds	0.88%	01/31/18	AA+ / Aaa	07/16/14	1,987,912.29	1.21%	2,005,156.00
US Treasury Notes/Bonds	0.75%	03/31/18	AA+ / Aaa	07/13/15	4,990,210.15	0.85%	4,999,610.00
US Treasury Notes/Bonds	2.63%	04/30/18	AA+ / Aaa	05/21/14	11,324,910.78	1.18%	11,427,537.00
US Treasury Notes/Bonds	1.00%	05/31/18	AA+ / Aaa	05/21/14	3,980,904.53	1.22%	4,018,752.00
US Treasury Notes/Bonds	1.00%	05/31/18	AA+ / Aaa	07/13/15	10,271,697.84	0.90%	10,298,052.00
US Treasury Notes/Bonds	1.38%	06/30/18	AA+ / Aaa	10/10/14	1,501,428.02	1.33%	1,519,921.50
US Treasury Notes/Bonds	1.50%	08/31/18	AA+ / Aaa	05/21/14	5,524,542.62	1.31%	5,593,027.00
US Treasury Notes/Bonds	1.38%	09/30/18	AA+ / Aaa	12/16/15	10,558,079.28	1.15%	10,648,480.50
US Treasury Notes/Bonds	1.25%	10/31/18	AA+ / Aaa	05/21/14	4,984,609.44	1.37%	5,054,295.00
US Treasury Notes/Bonds	1.25%	11/30/18	AA+ / Aaa	07/13/15	5,320,289.20	1.10%	5,359,004.90
US Treasury Notes/Bonds	1.25%	01/31/19	AA+ / Aaa	05/21/14	2,983,094.39	1.45%	3,033,399.00
US Treasury Notes/Bonds	2.75%	02/15/19	AA+ / Aaa	05/21/14	2,073,759.96	1.44%	2,107,578.00
US Treasury Notes/Bonds	2.75%	02/15/19	AA+ / Aaa	07/16/14	2,066,595.62	1.56%	2,107,578.00
US Treasury Notes/Bonds	1.38%	02/28/19	AA+ / Aaa	10/10/14	2,588,414.86	1.53%	2,637,780.60
US Treasury Notes/Bonds	1.63%	04/30/19	AA+ / Aaa	02/26/15	7,064,184.90	1.32%	7,152,306.00
US Treasury Notes/Bonds	1.63%	06/30/19	AA+ / Aaa	11/09/15	3,727,524.02	1.39%	3,782,528.50
US Treasury Notes/Bonds	1.63%	07/31/19	AA+ / Aaa	09/09/14	3,496,606.03	1.65%	3,576,562.50
US Treasury Notes/Bonds	1.00%	08/31/19	AA+ / Aaa	10/10/14	1,858,143.72	1.67%	1,902,671.40
US Treasury Notes/Bonds	1.00%	09/30/19	AA+ / Aaa	12/16/14	7,866,861.23	1.49%	8,006,560.00
US Treasury Notes/Bonds	1.00%	09/30/19	AA+ / Aaa	05/28/15	3,450,612.34	1.42%	3,502,870.00
US Treasury Notes/Bonds	1.50%	11/30/19	AA+ / Aaa	11/09/15	6,798,556.88	1.51%	6,914,219.60
US Treasury Notes/Bonds	1.00%	11/30/19	AA+ / Aaa	07/13/15	2,953,734.51	1.43%	2,998,710.00
US Treasury Notes/Bonds	1.13%	12/31/19	AA+ / Aaa	02/26/15	1,877,539.30	1.45%	1,905,641.10
US Treasury Notes/Bonds	1.25%	01/31/20	AA+ / Aaa	05/28/15	2,477,782.57	1.49%	2,517,187.50
US Treasury Notes/Bonds	1.25%	02/29/20	AA+ / Aaa	11/09/15	9,878,264.69	1.57%	10,065,230.00
US Treasury Notes/Bonds	1.38%	05/31/20	AA+ / Aaa	07/13/15	6,952,649.87	1.54%	7,070,273.00
US Treasury Notes/Bonds	1.88%	06/30/20	AA+ / Aaa	03/17/16	7,790,476.42	1.43%	7,883,982.90
US Treasury Notes/Bonds	2.13%	08/31/20	AA+ / Aaa	11/09/15	2,039,071.01	1.66%	2,082,032.00
US Treasury Notes/Bonds	1.63%	11/30/20	AA+ / Aaa	01/22/16	6,067,621.55	1.37%	6,119,766.00
US Treasury Notes/Bonds	2.00%	02/28/21	AA+ / Aaa	03/17/16	5,624,360.08	1.52%	5,699,375.00
SUBTOTAL U.S. GOVERNMENT TREASURY SECURITIES					311,491,506.01		313,613,845.75
MISCELLANEOUS CASH					80,000.00		80,000.00
TOTAL POOLED CASH & INVESTMENTS					506,611,774.59		509,001,647.45

¹ Collateralized in accordance with Section 53652 of the CA state code.

² Balance in excess of FDIC insurance limits collateralized in accordance with state statutes.



CITY OF RIVERSIDE
Investments Held by Fiscal Agent
March 31, 2016

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
<u>CASH & MONEY MARKET ACCOUNTS</u>							
Cash	Varies	Varies	NR	Varies	485,880.95	Varies	485,880.95
Wells Fargo Advantage Heritage Money Market	0.00%	Varies	AAAm	Varies	96,526.29	0.00%	96,526.29
Wells Fargo Advantage 100% Treasury Money Market	0.00%	Varies	AAAm	Varies	6,960,063.68	0.00%	6,960,063.68
Wells Fargo Advantage Government Money Market	0.00%	Varies	AAAm	Varies	952.73	0.00%	952.73
Wells Fargo Advantage Municipal Cash Mngmnt Money Mkt	0.00%	Varies	AAAm	Varies	117,545.32	0.00%	117,545.32
US Bank Money Market Account 10	0.05%	Varies	A+	Varies	28,855,539.27	0.05%	28,855,539.27
US Bank Mmkt 5 - CT	0.02%	Varies	A+	Varies	2,146,114.02	0.02%	2,146,114.02
Public Funds Money Market Account	0.10%	Varies	NR	Varies	0.00	0.10%	0.00
First American Government Obligation	0.00%	Varies	AAAm	Varies	421,020.04	0.00%	421,020.04
First American Prime Obligations Fund CL " Z "	0.02%	Varies	AAAm	Varies	14,451,090.32	0.02%	14,451,090.32
Deutsche-JP#283-Prime MMF Morgan	0.01%	Varies	NR	Varies	0.00	0.01%	0.00
SUBTOTAL CASH & MONEY MARKET ACCOUNTS					53,534,732.62		53,534,732.62
LOCAL AGENCY INVESTMENT FUND (LAIF)	0.51%	Varies	NR	Varies	79,084,365.73	0.51%	79,084,365.73
<u>BONDS, DEBENTURES, NOTES & AGREEMENTS</u>							
US Bank Na C P	0.10%	09/01/16	A+	06/01/15	332,308.51	0.10%	332,308.51
US Treasury Note	2.00%	4/30/16	AAA	10/20/15	11,116,210.08	2.00%	11,022,519.87
FHLMCM	2.50%	5/27/16	AAA	11/1/12	4,922,837.20	2.50%	4,615,640.00
Fed Farm Credit Bk Disc Note	4.66%	5/31/16	A-1+	3/11/16	3,167,767.47	4.66%	3,199,623.57
Invnt Agmt-Deutsche Bank Securities Inc.	0.27%	7/22/16	A-	4/24/14	11,105,784.30	0.27%	11,105,784.30
Caterpillar	2.05%	8/1/16	A2	11/1/12	2,083,240.00	2.05%	2,009,060.00
FHLMCM	2.00%	8/25/16	AAA	11/1/12	4,850,424.00	2.00%	4,627,278.00
US Govt Agency-Federal Home Loan MTG Corp Nts	2.00%	08/25/16	AAA	02/21/12	1,627,829.85	2.00%	1,568,244.87
General Electric Cap Corp Medium Term Nts	5.38%	10/20/16	A1	04/30/08	5,478,300.00	5.38%	5,538,456.00
US Govt Agency-Treasury Note	4.63%	11/15/16	AAA	04/30/08	26,347.15	4.63%	27,688.77
FNMA Debt	1.38%	11/15/16	AAA	11/1/12	4,745,268.00	1.38%	4,624,288.00
US Treasury Note	2.75%	11/30/16	AAA	8/29/14	769,682.81	2.75%	745,738.35
US Treasury Note	0.63%	12/31/16	AAA	3/9/15	490,267.93	0.63%	490,191.10
US Treasury Note	0.88%	12/31/16	AAA	10/20/15	1,132,597.66	0.88%	1,128,420.90
FNMA MT	1.25%	1/30/17	AAA	11/1/12	4,106,960.00	1.25%	4,018,760.00
US Treasury Note	0.88%	01/31/17	AAA	10/10/14	4,769,788.12	0.88%	4,752,574.66
US Treasury Note	0.50%	01/31/17	AAA	10/20/15	1,129,234.03	0.50%	1,127,165.28
US Treasury Note	0.88%	01/31/17	AAA	12/16/15	951,382.03	0.88%	952,118.50
General Electric Cap Corp Medium Term Nts	5.40%	02/15/17	A1	07/05/07	2,029,629.00	5.40%	2,183,328.00
US Treasury Note	0.88%	02/28/17	AAA	12/16/14	2,016,810.63	0.88%	2,010,312.90
US Treasury Note	1.00%	3/31/17	AAA	8/29/14	934,359.38	1.00%	933,413.10
US Treasury Note	3.25%	3/31/17	AAA	10/20/15	12,615,309.53	3.25%	12,435,418.74
FNMA Debt	1.13%	4/27/17	AAA	1/16/13	3,559,500.00	1.13%	3,516,415.00
US Treasury Note	3.13%	4/30/17	AAA	12/16/15	778,564.26	3.13%	774,909.35
Glaxosmithkline Cap	1.50%	5/8/17	A2	11/1/12	2,040,140.00	1.50%	2,013,380.00
US Govt Agency-F N M A MTN	5.00%	05/11/17	AAA	07/06/07	996,779.15	5.00%	1,088,539.52
US Treasury Note	2.75%	5/31/17	AAA	8/29/14	977,371.88	2.75%	952,338.60
Caterpillar	1.63%	6/1/17	A2	11/1/12	2,290,826.72	1.63%	2,249,639.60
US Govt Agency-Federal Home Loan Bks Bonds	5.63%	06/09/17	AAA	06/13/07	5,400,000.00	5.63%	5,715,144.00
FNMA MTN	5.38%	6/12/17	AAA	11/1/12	4,844,520.00	5.38%	4,224,160.00
FHLMCM	1.00%	6/29/17	AAA	11/1/12	3,042,120.00	1.00%	3,008,940.00
US Treasury Note	0.75%	06/30/17	AAA	10/10/14	962,810.48	0.75%	965,907.10
FHLMC Debt	1.00%	7/28/17	AAA	11/1/12	3,040,080.00	1.00%	3,010,830.00
US Treasury Note	2.38%	07/31/17	AAA	10/20/15	4,914,160.78	2.38%	4,867,668.78
US Treasury Note	0.50%	07/31/17	AAA	11/09/15	1,025,292.58	0.50%	1,027,466.20
IBM Corp	5.70%	9/14/17	AA3	9/03/14	340,134.00	5.70%	320,319.00
FHLMCM	1.00%	9/29/17	AAA	1/16/13	3,023,340.00	1.00%	3,010,920.00
US Treasury Note	0.63%	9/30/17	AAA	8/29/14	967,405.47	0.63%	978,735.80
Toyota Motor Credit Corp Med Term Note	1.25%	10/05/17	AA3	09/03/14	299,889.00	1.25%	300,519.00
Oracle Corp	1.20%	10/15/17	A1	11/1/12	4,015,960.00	1.20%	4,023,360.00
US Treasury Note	0.88%	10/15/17	AAA	01/22/16	420,426.56	0.88%	421,016.40
General Electric Co	5.25%	12/06/17	A1	9/3/14	336,870.00	5.25%	321,489.00
FNMA Debt	0.88%	12/20/17	AAA	1/16/13	3,498,145.00	0.88%	3,505,530.00
FHLMCM	0.75%	1/12/18	AAA	3/19/13	3,973,128.00	0.75%	3,998,600.00
US Treasury Note	2.63%	1/31/18	AAA	8/29/14	6,053,605.39	2.63%	5,997,673.74
Wal Mart Stores Inc	5.80%	02/15/18	AA2	01/28/16	656,682.00	5.80%	654,726.00
US Treasury Note	0.75%	02/28/18	AAA	05/28/15	373,095.70	0.75%	375,086.25
FNMA MTN	1.10%	3/27/18	AAA	2/28/13	1,786,000.00	1.10%	1,786,357.20
Apple Inc	1.00%	05/03/18	AA1	9/03/14	294,750.00	1.00%	300,618.00



CITY OF RIVERSIDE
Investments Held by Fiscal Agent
March 31, 2016

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
Berkshire Hath	5.40%	05/15/18	AA2	9/03/14	341,136.00	5.40%	327,069.00
FHLB Debt	1.25%	06/08/18	AAA	06/28/13	290,532.33	1.25%	297,451.45
US Treasury Note	1.38%	07/31/18	AAA	09/08/15	743,153.91	1.38%	744,819.60
US Treasury Note	1.38%	07/31/18	AAA	10/20/15	3,366,614.38	2.25%	3,350,412.48
IBM Corp	7.63%	10/15/18	AA3	9/03/14	368,976.00	7.63%	345,705.00
US Treasury Note	0.88%	10/15/18	AAA	12/16/15	391,775.20	0.88%	395,616.20
US Treasury Note	1.25%	11/30/18	AAA	8/29/14	737,870.12	1.25%	753,291.85
Natixis Funding Corp	1.67%	03/01/19	BBB	02/14/14	7,422,802.00	1.67%	7,422,802.00
FHLMC MTN	1.00%	03/29/19	AAA	09/29/15	3,900,000.00	1.00%	3,907,605.00
US Treasury Note	1.63%	03/31/19	AAA	10/10/14	270,864.84	1.63%	275,842.80
US Treasury Note	1.63%	04/30/19	AAA	12/16/14	444,193.75	1.63%	449,574.40
US Treasury Note	1.50%	5/31/19	AAA	8/29/14	308,413.67	1.50%	315,545.90
US Treasury Note	1.63%	06/30/19	AAA	11/09/15	140,156.52	1.63%	142,101.09
US Treasury Note	0.88%	07/31/19	AAA	10/10/14	366,462.50	0.88%	379,095.60
US Treasury Note	1.00%	09/30/19	AAA	05/28/15	368,466.80	1.00%	375,307.50
US Treasury Note	1.25%	10/31/19	AAA	12/16/14	242,435.16	1.25%	247,133.95
US Treasury Note	1.50%	11/30/19	AAA	11/09/15	135,968.13	1.50%	138,284.80
US Treasury Note	1.13%	12/31/19	AAA	09/08/15	513,987.50	1.13%	521,544.40
US Treasury Note	1.25%	01/31/20	AAA	05/28/15	247,304.69	1.25%	251,720.00
US Treasury Note	1.25%	02/29/20	AAA	11/09/15	330,524.61	1.25%	337,184.20
US Treasury Note	1.88%	06/30/20	AAA	03/17/16	549,946.78	1.88%	556,518.60
US Treasury Note	2.13%	08/31/20	AAA	11/09/15	115,396.84	2.13%	117,635.26
US Treasury Note	1.63%	11/30/20	AAA	01/22/16	333,866.94	1.63%	336,586.80
FNMA Debt	1.38%	02/26/21	AAA	03/30/16	370,735.63	1.38%	370,970.32
US Treasury Note	2.00%	02/28/21	AAA	03/17/16	301,723.93	2.00%	305,693.75
Invst Agmt-Trinity Plus Fdg Co Gic	4.68%	10/01/29	AA+	05/14/08	6,411,744.65	4.68%	6,411,744.65
Invst Agmt-Trinity Plus Fdg Co Gic	4.68%	10/01/35	AA+	05/14/08	4,348,970.73	4.68%	4,348,970.73
SUBTOTAL BONDS, DEBENTURES, NOTES & AGREEMENTS					179,902,877.26		178,509,768.29
TOTAL INVESTMENTS HELD BY FISCAL AGENT					312,521,975.61		311,128,866.64

City of Riverside
Cash Balances by Fund
As of March 31, 2016

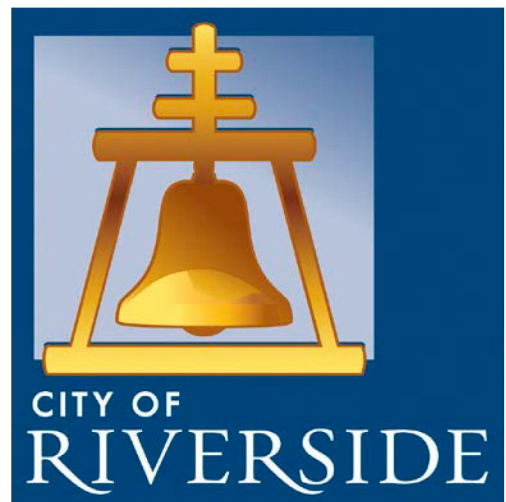
Fund		Cash Balance ¹	Interfund Loan Receivables ²	Cash Balance + Loan Receivables
General Fund	101	14,054,937	-	14,054,937
Successor Agency Administration Fund	170	(11,820)	-	(11,820)
Enterprise Funds				
Electric	510	258,439,334	5,849,861	264,289,194
Electric - Public Benefits Charge	511	14,492,482	-	14,492,482
Water	520	76,227,332	-	76,227,332
Water - Conservation & Reclamation Program	521	3,311,749	-	3,311,749
Airport	530	315,503	-	315,503
Refuse Collection	540	5,780,052	-	5,780,052
Sewer Service	550	44,408,595	11,450,846	55,859,441
Special Transit	560	1,048,260	-	1,048,260
Public Parking	570	(76,549)	-	(76,549)
SubTotal - Enterprise Funds		403,946,757	17,300,707	421,247,464
Special Revenue Funds				
Urban Areas Security Initiative	205	(443,120)	-	(443,120)
Community Development Block Grant	220	528,508	-	528,508
Home Investment Partnership Program	221	344,609	-	344,609
Housing Opportunities for Persons with AIDS	222	(393,112)	-	(393,112)
Community Development Grants	223	1,636,087	-	1,636,087
Neighborhood Stabilization Program	225	153,674	-	153,674
Special Gas Tax	230	17,987,189	-	17,987,189
Air Quality	240	756,248	-	756,248
NPDES Storm Drain	260	(288,871)	-	(288,871)
Housing Authority	280	3,005,870	-	3,005,870
Housing Assets	281	2,728,903	14,146,520	16,875,423
SubTotal - Special Revenue Funds		26,015,985	14,146,520	40,162,505
Capital Projects Funds				
Certificates of Participation Projects	401	(68,480)	-	(68,480)
Storm Drain	410	1,054,997	-	1,054,997
Local Park Special Capital Improvements	411	365,480	-	365,480
Regional Park Special Capital Improvements	413	2,000,601	-	2,000,601
Capital Outlay	430	(6,100,135)	-	(6,100,135)
Transportation Projects	431	(122,007)	-	(122,007)
Measure A Capital Outlay	432	18,524,128	-	18,524,128
Transportation Development Impact Fees	433	3,088,471	-	3,088,471
Transportation Uniform Mitigation Fees	434	(3,476,845)	-	(3,476,845)
Community Facilities Districts and Assessment Districts	Various	1,968,145	-	1,968,145
SubTotal - Capital Project Funds		17,234,354	-	17,234,354
Debt Service Funds				
Debt Service Fund - General	390	(460,156)	-	(460,156)
Debt Service Fund - Public Works	391	1,398,611	-	1,398,611
SubTotal Debt Service Funds		938,455	-	938,455
Agency Funds				
Redevelopment Successor Agency	Various	21,300,318	-	21,300,318
Community Facilities Districts and Assessment Districts	Various	1,571,167	-	1,571,167
Special Deposits	Various	14,995,733	-	14,995,733
SubTotal Agency Funds		37,867,218	-	37,867,218
Internal Service Funds				
Workers' Compensation Insurance Trust	610	8,895,495	7,899,150	16,794,645
Unemployment Insurance Trust	620	435,875	-	435,875
Liability Insurance Trust	630	(4,009,721)	-	(4,009,721)
Central Stores	640	(353,596)	-	(353,596)
Central Garage	650	3,987,708	3,460,000	7,447,708
SubTotal - Internal Service Funds		8,955,762	11,359,150	20,314,912
Total - All Funds		\$ 509,001,647	\$ 42,806,377	\$ 551,808,024

¹ Amount reflects each fund's share of the City's pooled investment portfolio.

² Amounts shown are interfund loans outstanding, including the SERAF loan due to the Housing Authority. Interfund loan receivable balances are treated as available cash due to the ability to move loan receivables to other funds as needed.

ATTACHMENT C

DEBT REPORT

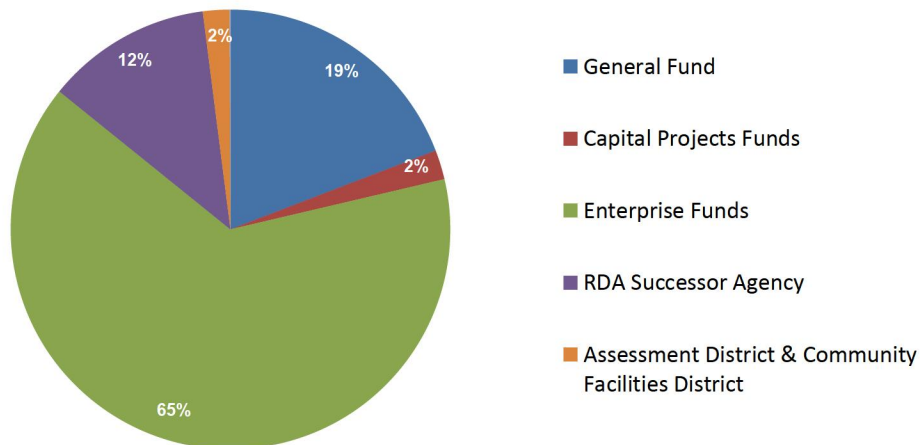


City of Riverside
Fiscal Year 2015/16 Summary of Outstanding Debt ¹
As of March 31, 2016

Debt Issuance ²	Outstanding Principal Balance 6/30/2015	New Debt Issued During Fiscal Year	2015/16 Principal Payments	2015/16 Interest Payments	2015/16 Total Payments	Projected Principal Balance 6/30/2016
General Fund						
General Obligation	13,395,000	-	965,000	634,073	1,599,073	12,430,000
Pension Obligation	108,725,000	-	7,930,000	4,625,979	12,555,979	100,795,000
Certificates of Participation	151,135,000	-	4,445,000	5,634,347	10,079,347	146,690,000
Lease Revenue Bonds	38,615,000	-	1,370,000	1,702,075	3,072,075	37,245,000
Capital Leases	14,967,193	-	2,960,746	263,442	3,224,188	12,006,447
Interfund Loans	3,646,607	-	367,238	44,684	411,922	3,279,369
Private Placement Financings	45,574,907	-	2,093,623	1,409,810	3,503,433	43,481,284
Total General Fund	376,058,706	-	20,131,607	14,314,409	34,446,016	355,927,099
Capital Projects Funds						
Local Park Impact Fee Fund Interfund Loans	6,862,000	-	676,475	85,775	762,250	6,185,525
Measure A Certificates of Participation	35,235,000	-	1,285,000	1,711,088	2,996,088	33,950,000
Total Capital Projects Funds	42,097,000	-	1,961,475	1,796,863	3,758,338	40,135,525
Enterprise Funds						
Electric Fund Revenue Bonds	582,660,000	-	15,825,000	25,519,114	41,344,114	566,835,000
Electric Fund Capital Leases	1,719,868	-	506,527	36,538	543,064	1,213,341
Water Fund Revenue Bonds	198,740,000	-	5,260,000	8,046,366	13,306,366	193,480,000
Sewer Fund Revenue Bonds	419,820,000	-	7,660,000	16,123,073	23,783,073	412,160,000
Sewer Fund Loans	3,725,001	-	745,268	71,593	816,861	2,979,734
Parking Fund Interfund Loans	334,455	-	116,819	4,181	121,000	217,636
Parking Fund Loans	21,186,791	-	939,974	806,730	1,746,704	20,246,817
Total Enterprise Funds	1,228,186,115	-	31,053,587	50,607,595	81,661,183	1,197,132,527
Internal Service Funds						
Central Garage Fund Interfund Loans	1,352,794	-	333,090	16,910	350,000	1,019,704
Total Internal Service Funds	1,352,794	-	333,090	16,910	350,000	1,019,704
RDA Successor Agency						
Tax Allocation Bonds	203,020,000	-	6,950,000	9,962,350	16,912,350	196,070,000
Lease Revenue Bonds	19,440,000	-	1,410,000	929,909	2,339,909	18,030,000
Interfund Loans	16,005,850	-	5,122,376	172,110	5,294,485	10,883,474
Loans	1,915,000	-	740,000	46,509	786,509	1,175,000
Total RDA Successor Agency	240,380,850	-	14,222,376	11,110,877	25,333,252	226,158,474
Housing Authority						
3836-3844 Second Street Acquisition Interfund Loan	458,151	-	458,151	4,295	462,446	-
Total Housing Authority	458,151	-	458,151	4,295	462,446	-
Assessment District & Community Facilities District						
Assessment Districts	25,615,000	-	1,180,000	1,232,736	2,412,736	24,435,000
Community Facilities Districts	12,300,000	-	320,000	610,740	930,740	11,980,000
Total AD & CFD	37,915,000	-	1,500,000	1,843,476	3,343,476	36,415,000
Total	\$ 1,926,448,616	\$ -	\$ 69,660,286	\$ 79,694,425	\$ 149,354,711	\$ 1,856,788,330

¹ Excludes water stock acquisition rights, copier leases, development agreements, and amortization of premiums and discounts on outstanding debt, none of which are material.

² See the notes of the following page, which detail dedicated revenue streams and certain obligations paid by other funds.



Note: Categories not shown represent less than 1% of the City's debt portfolio.

City of Riverside
Fiscal Year 2015/16 Detail of Outstanding Debt ¹
As of March 31, 2016

Debt Issuance	Year of Issuance	Year of Final Maturity	Total Issue Size	Repayment Source	Outstanding Principal Balance 6/30/2015	New Debt Issued During Fiscal Year	2015/16 Principal Payments	2015/16 Interest Payments	2015/16 Total Payments	Projected Principal Balance 6/30/2016
General Obligation										
Measure G Fire Facility Projects Bonds	2004	2024	20,000,000	Existing Special Property Tax	13,395,000	-	965,000	634,073	1,599,073	12,430,000
Pension Obligation										
Pension Obligation Bonds (2004)	2004	2023	89,540,000	General Purpose General Fund Revenues	61,745,000	-	5,145,000	3,624,639	8,769,639	56,600,000
Pension Obligation Bonds (2005) Series A	2005	2020	30,000,000	General Purpose General Fund Revenues ²	16,040,000	-	2,785,000	766,712	3,551,712	13,255,000
Pension Obligation Refunding Bond Anticipation Notes	2015	N/A	30,940,000	General Purpose General Fund Revenues ²	30,940,000	-	-	234,628	234,628	30,940,000
Certificates of Participation										
Galleria Mall Improvements	2006	2036	19,945,000	Project Developer / Successor Agency	18,090,000	-	515,000	811,491	1,326,491	17,575,000
Riverside Renaissance Projects Refunding	2008	2037	128,300,000	General Purpose General Fund Revenues	112,800,000	-	3,500,000	3,762,919	7,262,919	109,300,000
Recovery Zone Facility Hotel Project (Hyatt)	2010	2040	20,660,000	Project Developer / Successor Agency	20,245,000	-	430,000	1,059,938	1,489,938	19,815,000
Lease Revenue Bonds										
Lease Revenue Refunding Bonds Series A	2012	2033	41,240,000	General Purpose General Fund Revenues ³	38,615,000	-	1,370,000	1,702,075	3,072,075	37,245,000
Capital Leases										
Various Vehicles	2011	2016	2,000,000	General Purpose General Fund Revenues	420,847	-	420,847	8,192	429,040	-
VOIP Phone System	2012	2022	1,650,000	General Purpose General Fund Revenues	1,273,346	-	157,011	29,377	186,388	1,116,334
Mobile Data Computers	2012	2015	561,923	General Purpose General Fund Revenues	190,455	-	190,455	3,219	193,674	-
Police Department Helicopter	2013	2019	1,348,316	General Purpose General Fund Revenues	911,328	-	222,130	14,424	236,554	689,198
Various Vehicles, Software, and Hardware	2013	2019	3,642,934	General Purpose General Fund Revenues	2,462,262	-	600,160	38,972	639,131	1,862,102
Various Vehicles, Software, and Hardware	2013	2018	2,957,221	General Purpose General Fund Revenues	2,086,132	-	587,151	23,277	610,428	1,498,981
Convention Center, Fox, Muni, and RPD Dispatch FF&E	2013	2020	3,668,000	General Purpose General Fund Revenues	3,172,822	-	506,040	53,320	559,360	2,666,783
Various Vehicles, Software, and Hardware	2014	2022	4,450,000	General Purpose General Fund Revenues	4,450,000	-	276,952	92,660	369,612	4,173,048
Interfund Loans										
WiFi Network Startup Costs Interfund Loan	2010	2015	425,000	General Purpose General Fund Revenues	71,922	-	71,922	-	71,922	-
Utilities Plaza Purchase Interfund Loan	2012	2028	4,469,221	Building Lease Revenue	3,574,685	-	295,316	44,684	340,000	3,279,369
Private Placement Financings										
Ryan Bonaminio Park Loan	2012	2021	4,000,000	General Purpose General Fund Revenues	2,924,370	-	380,803	86,312	467,115	2,543,567
Convention Center Expansion Loan	2012	2034	44,650,000	General Fund Transient Occupancy Tax ⁴	42,650,536	-	1,712,820	1,323,498	3,036,318	40,937,717
Total General Fund					376,068,706	-	20,131,607	14,314,409	34,446,016	355,927,099
Local Park Impact Fee Fund										
Riverside Renaissance Debt Service Interfund Loan #1	2010	2018	3,460,000	Development Impact Fee Revenue	3,460,000	-	-	43,250	43,250	3,460,000
Riverside Renaissance Debt Service Interfund Loan #2	2011	2018	3,402,000	Development Impact Fee Revenue	3,402,000	-	676,475	42,525	719,000	2,725,525
Total Local Park Impact Fee Fund					6,862,000	-	676,475	85,775	762,250	6,185,525
Measure A Fund										
RPFA Local Measure A Sales Tax Revenue COPs	2013	2033	35,235,000	Measure A Sales Tax Revenues	35,235,000	-	1,285,000	1,711,088	2,996,088	33,950,000
Total Measure A Fund					35,235,000	-	1,285,000	1,711,088	2,996,088	33,950,000
Electric Utility										
Electric Revenue Refunding Bonds (2008) Series A	2008	2029	84,515,000	Existing Electric Rates/Refunding Proceeds	70,540,000	-	-	2,194,499	2,194,499	70,540,000
Electric Revenue Refunding Bonds (2008) Series C	2008	2035	57,325,000	Existing Electric Rates/Refunding Proceeds	41,975,000	-	-	1,344,879	1,344,879	41,975,000
Electric Revenue Bonds (2008) Series D	2008	2038	209,740,000	Existing Electric Rates	209,740,000	-	-	10,246,400	10,246,400	209,740,000
Electric Revenue Bonds (2009) Series A	2009	2018	34,920,000	Existing Electric Rates	6,780,000	-	3,140,000	237,050	3,377,050	3,640,000
Electric Revenue Bonds (2010) Series A	2010	2040	133,290,000	Existing Electric Rates	133,290,000	-	-	6,479,481	6,479,481	133,290,000
Electric Revenue Bonds (2010) Series B	2010	2019	7,090,000	Existing Electric Rates	7,090,000	-	-	307,050	307,050	7,090,000
Electric Revenue Bonds (2011) Series A	2011	2036	56,450,000	Existing Electric Rates/Refunding Proceeds	41,925,000	-	-	1,613,274	1,613,274	41,925,000
Electric Revenue Refunding Bonds (2013) Series A	2013	2043	79,080,000	Existing Electric Rates	71,320,000	-	12,685,000	3,096,481	15,781,481	58,635,000
Electric Fund Refunding Capital Leases	Various	Various	Various	Existing Electric Rates	1,719,868	-	506,527	36,538	543,064	1,213,341
Total Electric Fund					584,379,868	-	16,331,527	25,555,652	41,887,179	568,048,341
Water Utility										
Water Revenue Bonds (2008) Series B	2008	2038	58,235,000	Existing Water Rates	58,235,000	-	-	2,830,350	2,830,350	58,235,000
Water Revenue Bonds (2009) Series A	2009	2020	31,895,000	Existing Water Rates	17,065,000	-	4,335,000	694,975	5,029,975	12,730,000
Water Revenue Bonds (2009) Series B	2009	2039	67,790,000	Existing Water Rates	67,790,000	-	-	2,717,377	2,717,377	67,790,000
Water Revenue Bonds (2011) Series A	2011	2035	59,000,000	Existing Water Rates	55,650,000	-	925,000	1,803,664	2,728,664	54,725,000
Total Water Fund					198,740,000	-	5,260,000	8,046,366	13,306,366	193,480,000
Sewer Utility										
Headworks Project Loan	2000	2019	7,956,419	Existing Sewer Rates	1,828,226	-	445,140	32,247	477,387	1,383,086
Cogeneration Project Loan	2003	2021	5,374,978	Existing Sewer Rates	1,896,775	-	300,127	39,346	339,474	1,596,647
Sewer Revenue Bonds (2009) Series A	2009	2016	36,835,000	Existing Sewer Rates	15,715,000	-	7,660,000	594,250	8,254,250	8,055,000
Sewer Revenue Bonds (2009) Series B	2009	2039	204,075,000	Existing Sewer Rates	204,075,000	-	-	9,216,748	9,216,748	204,075,000
Sewer Revenue Bonds (2015) Series A	2015	2040	200,030,000	Existing Sewer Rates	200,030,000	-	-	6,312,075	6,312,075	200,030,000
Total Sewer Fund					423,545,001	-	8,405,268	16,194,666	24,599,934	415,139,734

Debt Issuance	Year of Issuance	Year of Final Maturity	Total Issue Size	Repayment Source	Outstanding Principal Balance 6/30/2015	New Debt Issued During Fiscal Year	2015/16 Principal Payments	2015/16 Interest Payments	2015/16 Total Payments	Projected Principal Balance 6/30/2016
Parking Fund										
Parking Garages 1 & 2 Interfund Loan #2	2008	2018	942,006	Parking Fund Revenue	334,455	-	116,819	4,181	121,000	217,636
Fox Entertainment Plaza Loan	2010	2032	25,000,000	Parking Fund Revenue ⁵	21,186,791	-	939,974	806,730	1,746,704	20,246,817
				Total Parking Fund	21,521,246	-	1,056,793	810,911	1,867,704	20,464,453
Central Garage Fund										
CNG Refueling Station Interfund Loan	2013	2019	1,674,262	Fuel Sales	1,352,794	-	333,090	16,910	350,000	1,019,704
				Total Central Garage Fund	1,352,794	-	333,090	16,910	350,000	1,019,704
RDA Successor Agency										
RPFA Multiple Project Area TABs (1991)	1991	2018	13,285,000	Successor Agency Tax Increment	65,000	-	20,000	5,200	25,200	45,000
California Tower Lease Revenue Bonds Series A	2003	2024	26,255,000	Successor Agency Tax Increment	16,670,000	-	1,195,000	784,004	1,979,004	15,475,000
California Tower Lease Revenue Bonds Series B	2003	2024	4,810,000	Successor Agency Tax Increment	2,770,000	-	215,000	145,905	360,905	2,555,000
Olivewood Property Assembly Interfund Loan	2007	---	3,678,991	Successor Agency Tax Increment	4,474,161	-	4,474,161	27,964	4,502,124	-
RPFA Multiple Project Area TABs (2007) Series A	2007	2037	8,340,000	Successor Agency Tax Increment	8,195,000	-	25,000	357,331	382,331	8,170,000
RPFA Multiple Project Area TABs (2007) Series B	2007	2028	14,850,000	Successor Agency Tax Increment	12,080,000	-	460,000	683,055	1,143,055	11,620,000
RPFA Multiple Project Area TABs (2007) Series C	2007	2037	89,205,000	Successor Agency Tax Increment	86,550,000	-	590,000	4,220,025	4,810,025	85,960,000
RPFA Multiple Project Area TABs (2007) Series D	2007	2032	43,875,000	Successor Agency Tax Increment	33,150,000	-	1,720,000	1,874,874	3,594,874	31,430,000
Municipal Auditorium Renovations Interfund Loan	2008	---	727,818	Successor Agency Tax Increment	335,239	-	(4,190)	4,190	-	339,429
3615-3653 Main Street Acquisition Interfund Loan	2009	---	4,280,000	Successor Agency Tax Increment	4,200,044	-	(52,501)	52,501	-	4,252,545
HUD Section 108 Refunding Loan - University Village	2009	2015	2,260,000	Successor Agency Tax Increment	395,000	-	395,000	8,552	403,552	-
3225 Market Street Acquisition Interfund Loan	2010	---	1,200,000	Successor Agency Tax Increment	1,146,545	-	(14,332)	14,332	-	1,160,877
HUD Section 108 Refunding Loan - Mission Village	2011	2018	2,695,000	Successor Agency Tax Increment	1,520,000	-	345,000	37,957	382,957	1,175,000
Reid Park Acquisition Interfund Loan	2011	---	720,000	Successor Agency Tax Increment	757,877	-	93,403	9,473	102,877	664,473
Riverside Golf Course Acquisition Interfund Loan	2011	---	4,837,500	Successor Agency Tax Increment	5,091,984	-	625,834	63,650	689,484	4,466,150
2014 Subordinate Tax Allocation Refunding Bonds Series A	2014	2034	61,250,000	Successor Agency Tax Increment	61,250,000	-	3,970,000	2,776,950	6,746,950	57,280,000
2014 Subordinate Tax Allocation Refunding Bonds Series B	2014	2024	1,730,000	Successor Agency Tax Increment	1,730,000	-	165,000	44,915	209,915	1,565,000
				Total RDA Successor Agency	240,380,850	-	14,222,376	11,110,877	25,333,252	226,158,474
Housing Authority										
3836-3844 Second Street Acquisition Interfund Loan	2012	2015	458,151	Housing Authority Revenue	458,151	-	458,151	4,295	462,446	-
				Total Housing Authority	458,151	-	458,151	4,295	462,446	-
Assessment District & Community Facilities District										
Riverwalk Business Center Assessment District Bonds	2005	2029	3,755,000	Existing Special Property Tax	2,810,000	-	120,000	166,603	286,603	2,690,000
Sycamore Canyon Business Park CFD 92-1 Bonds	2005	2034	9,700,000	Existing Special Property Tax	7,930,000	-	240,000	404,171	644,171	7,690,000
Hunter Park Assessment District Bonds	2006	2036	15,269,906	Existing Special Property Tax	13,015,000	-	340,000	657,528	997,528	12,675,000
Riverwalk Assessment District Refunding Bonds	2011	2026	7,805,000	Existing Special Property Tax	6,540,000	-	440,000	281,481	721,481	6,100,000
Auto Center Assessment District Refunding Bonds	2012	2024	4,050,000	General Fund Sales Tax Revenue ⁶	3,250,000	-	280,000	127,125	407,125	2,970,000
Riverwalk Vista CFD 2006-1	2013	2043	4,415,000	Existing Special Property Tax	4,370,000	-	80,000	206,569	286,569	4,290,000
				Total Assessment District & Community Facilities District	37,915,000	-	1,500,000	1,843,476	3,343,476	36,415,000
Total					\$ 1,926,448,616	\$ -	\$ 69,660,286	\$ 79,694,425	\$ 149,354,711	\$ 1,856,788,330

¹ Excludes water stock acquisition rights, copier leases, development agreements, and amortization of premiums and discounts on outstanding debt, none of which are material.

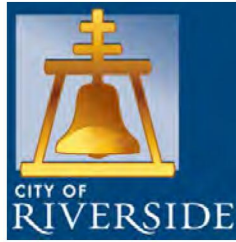
² 48.3% of the debt service for these bonds is allocated to other Funds based on the percentage of miscellaneous CalPERS plan employees budgeted in those Funds.

³ 25.4% of the debt service for these bonds is allocated to the Parking Fund for the construction of Garage 6 and to the Successor Agency for the construction of the University Village garage.

⁴ Debt service for this loan is primarily funded from a voter-approved increase in the transient occupancy tax rate from 11% to 13%.

⁵ A portion of the debt service for this loan related to non-parking facilities is funded by the General Fund.

⁶ Under the terms of an existing development agreement, increased incremental sales tax resulting from the expansion of the Auto Center funds the debt service on these bonds.



Fiscal Year 2015/16 Third Quarter Budget Update

Finance Department

City Council
May 24, 2016

RiversideCa.gov

2015/16 Adopted Budget & Projection

	Revised 2015/16 Adopted Budget	Projected 2015/16 (2nd Quarter)	2nd Quarter Budget Variance	Projected 2015/16 (3rd Quarter)	3rd Quarter Budget Variance
Beginning General Fund Balance	\$ 40,085,510	\$ 40,085,510		\$ 40,085,510	
Add: Revenue	257,593,718	255,345,706	(2,248,012)	255,093,517	(2,500,201)
Less: Expenditures and Budget Adjustments	(256,593,718)	(262,140,838)	(5,547,120)	(262,325,775)	(5,732,057)
Projected General Fund Operating Surplus /(Deficit)	1,000,000	(6,795,132)	(7,795,132)	(7,232,258)	(8,232,258)
Add: Finance Department Recommended Budget Reductions	-	2,500,000			
Add: Finance Department Recommended Budget Freezes	-	945,000		-	
Projected Addition/(Draw) on General Fund Reserve	1,000,000	(3,350,132)		(7,232,258)	
Projected General Fund Reserve	\$ 41,085,510	\$ 36,735,378		\$ 32,853,252	
% of General Fund	16.0%	14.3%		12.8%	



2

RiversideCa.gov

General Fund Revenues

	Revised 2015/16 Adopted Budget	Projected 2015/16 (3rd Quarter)	3rd Quarter Budget Variance	Change From 2nd Quarter to 3rd Quarter
Taxes				
Sales & Use Taxes \$	62,949,000	\$ 62,949,000	\$ -	\$ -
Property Taxes	53,742,073	54,084,782	342,709	(200,000)
Utility Users Tax	29,082,000	28,140,000	(942,000)	-
Transient Occupancy Tax	5,656,000	6,230,000	574,000	-
Franchises	5,365,000	5,500,000	135,000	-
Property Transfer Tax	2,609,000	2,440,000	(169,000)	-
Sub-Total Taxes	159,403,073	159,343,782	(59,291)	(200,000)
Interfund Transfers	46,134,100	44,789,400	(1,344,700)	-
Charges, Licenses, & Permits				
Charges for Services	25,716,677	25,428,873	(287,804)	877,196
Licenses & Permits	9,093,500	9,118,200	24,700	(35,000)
Sub-Total Charges, Licenses, & Permits	34,810,177	34,547,073	(263,104)	842,196
Other Revenues				
Other / One-Time	8,309,025	8,037,809	(271,216)	(498,600)
Special Assessments	4,621,843	4,454,627	(167,216)	(44,656)
Fines & Forfeits	2,418,500	1,730,440	(688,060)	(316,021)
Intergovernmental	1,897,000	2,190,386	293,386	(35,108)
Sub-Total Other Revenues	17,246,368	16,413,262	(833,106)	(894,386)
Total	\$ 257,593,718	\$ 255,093,517	\$ (2,500,201)	\$ (252,189)



3

RiversideCa.gov

General Fund Expenditures

Department	2015/16 Adopted Budget	Previously Approved Adjustments	Revised Budget 2015/16	Projected 2015/16 (3rd Quarter)	Projected Variance 2015/16 (3rd Quarter)
City Attorney	\$ 4,066,225	\$ 294,550	\$ 4,360,775	\$ 3,599,256	(761,519)
City Clerk	1,596,263	-	1,596,263	1,541,148	(55,115)
City Council	1,274,352	-	1,274,352	1,228,606	(45,746)
City Manager	5,290,931	(19,931)	5,271,000	5,392,006	121,006
Community & Economic Development	11,687,783	(47,400)	11,640,383	10,511,140	(1,129,243)
Finance	5,838,473	135,000	5,973,473	6,134,539	161,066
Fire	47,600,629	584,226	48,184,855	48,760,379	575,524
General Services	4,058,278	-	4,058,278	3,553,733	(504,545)
Human Resources	2,726,952	105,000	2,831,952	2,526,795	(305,157)
Innovation & Technology	11,079,054	(287,500)	10,791,554	9,866,554	(925,000)
Library	6,149,818	-	6,149,818	5,957,933	(191,885)
Mayor	872,591	8,125	880,716	847,295	(33,421)
Museum & Cultural Affairs	3,785,710	(17,460)	3,768,250	3,763,250	(5,000)
Non-Departmental	24,846,896	(8,125)	24,838,771	24,564,199	(274,572)
Non-Departmental - Community Livability	786,680	-	786,680	851,680	65,000
Parks, Recreation & Community Services	15,795,719	59,325	15,855,044	15,169,797	(685,247)
Police	88,122,448	4,661,544	92,783,992	92,527,549	(256,443)
Public Works	12,933,933	(385,000)	12,548,933	11,348,933	(1,200,000)
SubTotal	248,512,735	5,082,354	253,595,089	248,144,792	(5,450,297)
Estimated Managed Savings	(6,100,000)	-	(6,100,000)	N/A	6,100,000
Interfund Transfers	2,487,202	-	2,487,202	2,487,202	-
Net Cost Allocation	(19,940,744)	-	(19,940,744)	(19,940,744)	-
Net Debt Service Allocation	31,634,525	-	31,634,525	31,634,525	-
Total	\$ 256,593,718	\$ 5,082,354	\$ 261,676,072	\$ 262,325,775	\$ 649,703



RiversideCa.gov

2015/16 Structural Deficit

Structural General Fund Deficit:

\$7.2 million	FY 15/16 Operational Shortfall
(\$800,000)	One-time police MOU costs (retroactive FY14/15 increases)
\$1 million	Historical managed savings overages
\$900,000	One-Time savings measures implemented in FY 15/16
\$8.3million	Structural shortfall for FY 15/16.



5

RiversideCa.gov

Management Action

- **Effective, May 13:** *FY 2015/16 Freeze on Hiring and Purchasing*
 - *Exceptions for:*
 - *Essential services, health and safety issues*
 - *Contractual obligations*
- FY 2015/16 financial year-end closing process
 - All encumbered expenditures and requested carryovers must be:
 - Essential City services
 - Existing contractual/legal obligations
 - Consistent with City Council approved policy initiatives.



6

RiversideCa.gov

Management Action

- Reduce Impact to General Fund Reserve
 - Limits impact to future years operating budgets
- Demonstrates financial responsibility to the taxpayers and financial markets



7

RiversideCa.gov

Other Reports

- The quarterly investment report is included in this report
 - Report showing cash balances by fund has been added
 - Information is provided regarding funds with an unusual cash position
 - No funds' cash balance is currently a major concern
- The quarterly debt report is included in this report
 - There have been no changes to the City's debt portfolio through 12/31/15



8

RiversideCa.gov

Recommendations

- That the City Council:
 1. Receive and provide input on the Third-Quarter financial, investment and debt reports for the period of 7/1/15 to 3/31/16; and
 2. Delegate investment responsibility to the City's Chief Financial Officer/Treasurer for a period of up to one year.



9

RiversideCa.gov

**CITY OF RIVERSIDE
SPEAKER CARD**

AGENDA ITEM NO.: 3

WELCOME TO THE RIVERSIDE CITY COUNCIL MEETING.

IF YOU WISH TO ADDRESS THE CITY COUNCIL, PLEASE COMPLETE AND SUBMIT THIS CARD TO THE CITY CLERK.
SPEAKER CARDS WILL BE ACCEPTED UNTIL CONCLUSION OF PUBLIC COMMENT ON THE AGENDA ITEM.

NAME: Theresa Newham

DATE: May 24, 2016

CITY/NEIGHBORHOOD: _____

PHONE # (Optional): _____

ADDRESS (Optional): _____
Address City/State/Zip

SUBJECT: _____

☐

SUPPORT

☐

OPPOSE

☐

NEUTRAL

In accordance with the Public Records Act, any information you provide on this form is available to the public.

Pursuant to the City Council Meeting Rules adopted by Resolution No. 22980, the Members of the City Council and the public are reminded that they must preserve order and decorum throughout the Meeting.

City of Arts & Innovation

**CITY OF RIVERSIDE
SPEAKER CARD**

AGENDA ITEM NO.: 3

WELCOME TO THE RIVERSIDE CITY COUNCIL MEETING. 1 of 1

IF YOU WISH TO ADDRESS THE CITY COUNCIL, PLEASE COMPLETE AND SUBMIT THIS CARD TO THE CITY CLERK. SPEAKER CARDS WILL BE ACCEPTED UNTIL CONCLUSION OF PUBLIC COMMENT ON THE AGENDA ITEM.

NAME: Karen Don's Wright

DATE: 5/28/2016

CITY/NEIGHBORHOOD: _____

PHONE # (Optional): _____

ADDRESS (Optional): _____
Address City/State/Zip

SUBJECT: _____

☐

SUPPORT

☒

OPPOSE

☐

NEUTRAL

In accordance with the Public Records Act, any information you provide on this form is available to the public.

Pursuant to the City Council Meeting Rules adopted by Resolution No. 22980, the Members of the City Council and the public are reminded that they must preserve order and decorum throughout the Meeting.

City of Arts & Innovation

Library Citizens provided
written comment is
grossly underfunded
at 6.1 million

CITY OF RIVERSIDE
SPEAKER CARD

AGENDA ITEM NO.: 3

WELCOME TO THE RIVERSIDE CITY COUNCIL MEETING.

IF YOU WISH TO ADDRESS THE CITY COUNCIL, PLEASE COMPLETE AND SUBMIT THIS CARD TO THE CITY CLERK. SPEAKER CARDS WILL BE ACCEPTED UNTIL CONCLUSION OF PUBLIC COMMENT ON THE AGENDA ITEM.

City Managers office with 3 assistants is funded 5.2 million.
NAME: Karen Doris Wright Get rid of assistants and DATE: 5/24/2016

CITY/NEIGHBORHOOD: Kearney Ward 3 PHONE # (Optional): get qualified CPA/invest

ADDRESS (Optional): See oral comments person over finance/investm

SUBJECT: On page 18 of back up attorney Clerk, Council, City Dep
costs shown but not cost of Mayors office where
☐ SUPPORT ☐ OPPOSE ☐ NEUTRAL

In accordance with the Public Records Act, any information you provide on this form is available to the public.

Pursuant to the City Council Meeting Rules adopted by Resolution No. 22980, the Members of the City Council and the public are reminded that they must preserve order and decorum throughout the Meeting.

City Attorney 4.0 million
City Council 1.2 million
City Manager 5.2
Library 6.1 million

City should get rid of 3 assist
City managers. instead of temp appointed designated person
to oversee investments should have person CPA etc knowledgeable

CITY OF RIVERSIDE
SPEAKER CARD

AGENDA ITEM NO.: 3

WELCOME TO THE RIVERSIDE CITY COUNCIL MEETING.

3 of 3

IF YOU WISH TO ADDRESS THE CITY COUNCIL, PLEASE COMPLETE AND SUBMIT THIS CARD TO THE CITY CLERK.
SPEAKER CARDS WILL BE ACCEPTED UNTIL CONCLUSION OF PUBLIC COMMENT ON THE AGENDA ITEM.

NAME: Karen Doris Wright

DATE: 5/24/2016

CITY/NEIGHBORHOOD: Ward 3

PHONE # (Optional): _____

ADDRESS (Optional):

Momus from the City Golf Course City/State/Zip by the Airport
SUBJECT: should go into GENERAL FUND and

☐

SUPPORT

☐

OPPOSE

☐

NEUTRAL

In accordance with the Public Records Act, any information you provide on this form is available to the public.

Pursuant to the City Council Meeting Rules adopted by Resolution No. 22980, the Members of the City Council and the public are reminded that they must preserve order and decorum throughout the Meeting.

SHOULD NOT be diverted to Riverside Airport

Disparate treatment whereas monies
made at senior center go into General Fund.