

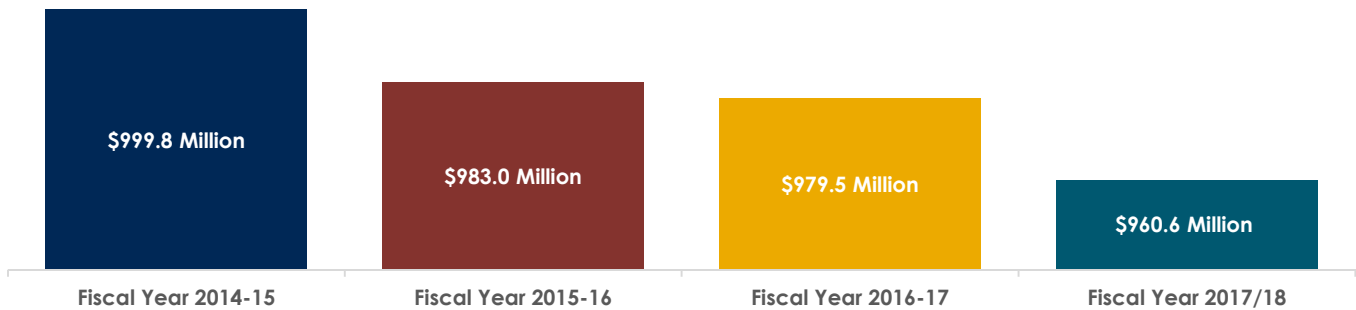


CITY OF RIVERSIDE, CALIFORNIA

2016-2018 BIENNIAL BUDGET IN BRIEF

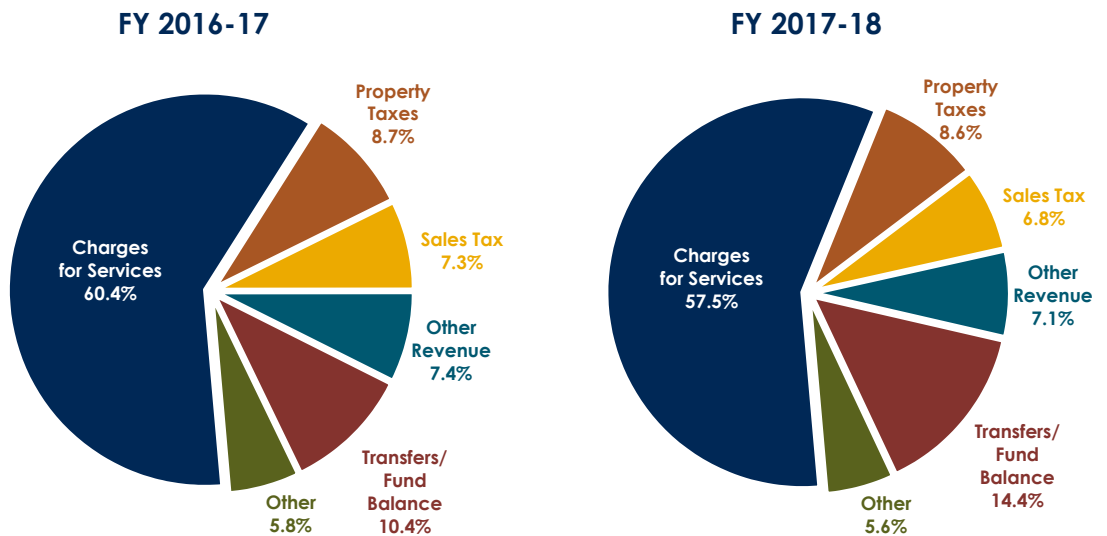
BIENNIAL BUDGET OVERVIEW

The City's originally adopted budget is \$979.5 million for Fiscal Year 2016/17 and \$960.6 million for Fiscal Year 2017/18. This reflects a decrease in spending from previous fiscal years mainly due to budget reductions and savings in personnel and non-personnel costs.



HOW IS THE BIENNIAL BUDGET FUNDED?

More than 76% of the 2016-17 budget and 73% of the 2017-18 budget is funded with Charges for Services and Taxes



HOW IS THE MONEY SPENT?

Most of the money budgeted for spending for FYs 2016-17 and 2017-18 will be for operating Public Utilities (51.9%), Public Works/Community Development (23.5%), and Public Safety (17.0%). The balance will be for general government services.



IMPORTANT CHANGES IN THE BIENNIAL BUDGET PROCESS



Basic theme for two-year budget is "Taking Care of Essential Services and Infrastructure"



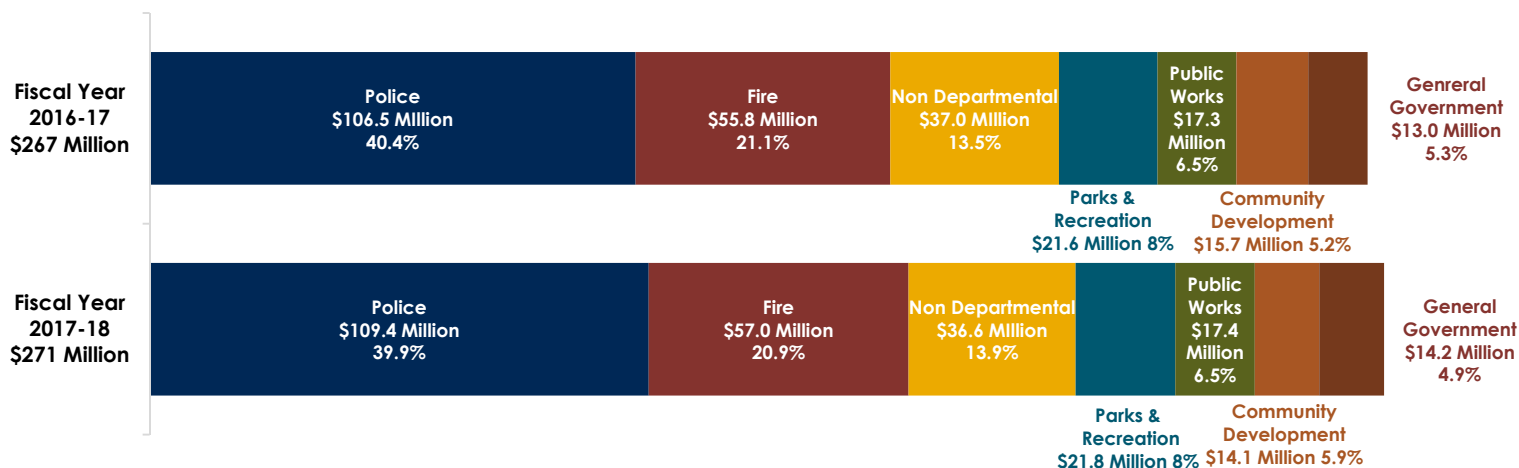
Five-year financial plan was developed to identify and address financial challenges



Transparency and community participation incorporated into the budget development process

GENERAL FUND SPENDING

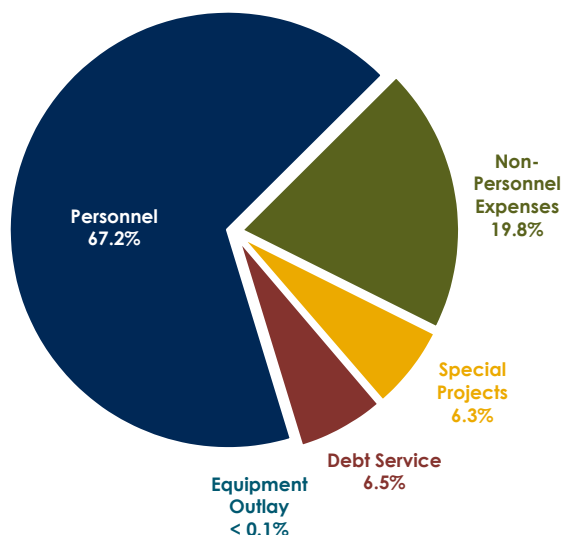
The most complex City fund is the General Fund. It receives most of the City's taxes (such as Property and Sales taxes), and pays for services provided by 16 different departments. Some of the core services paid using the General Fund are police, fire, parks, recreation, libraries, and street maintenance. Riverside Public Utilities and other business enterprises of the City have their own distinct revenue sources and are accounted for in other funds. Total budgeted spending for the General Fund is \$267.6 million for fiscal year 2016-17 and \$270.2 million for 2017-18. The Police and Fire department budgets reflect more than 60% of General Fund spending. The Non Departmental section of the budget reflects activities that are associated with multiple departments or that serve the entire city. Some examples of Non Departmental activities are Riverside Convention Center and Municipal Auditorium operations.



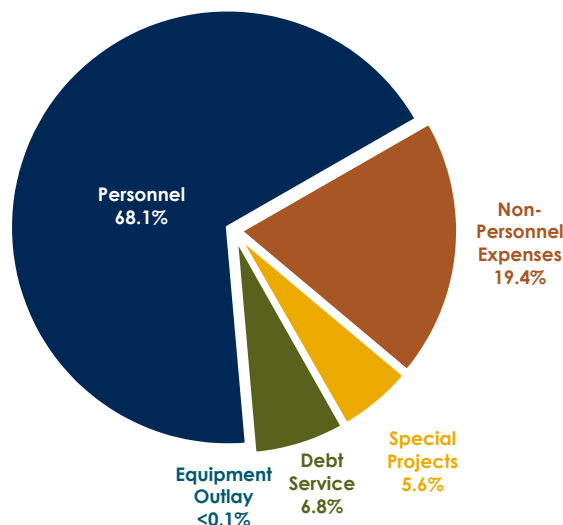
COST CATEGORIES FOR GENERAL FUND SPENDING

Personnel expenses (comprised of salary and benefits) make up more than 67% of the budgeted costs for 2016-17 and 68% for 2017-18. Non-Personnel cost such as contract services and supplies reflect the next largest spending category with about 20% of the budget.

FY 2016-17

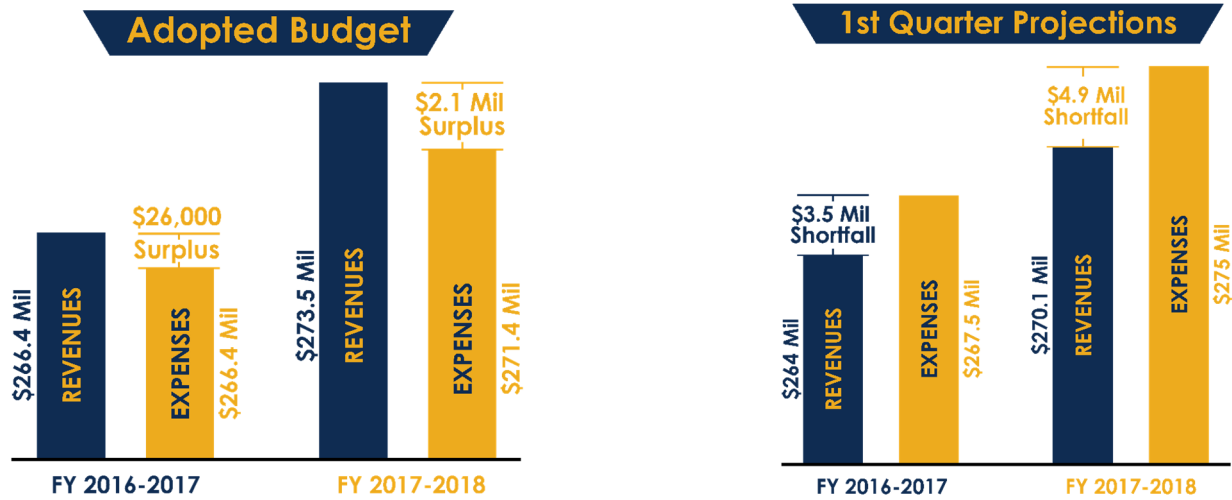


FY 2017-18



FISCAL YEAR 2016-2017 FIRST QUARTER UPDATE

Below is an overview of impacts to the FY 2016-2018 Two Year Budget, based on the General Fund First Quarter Financial Update for FY 2016-17.

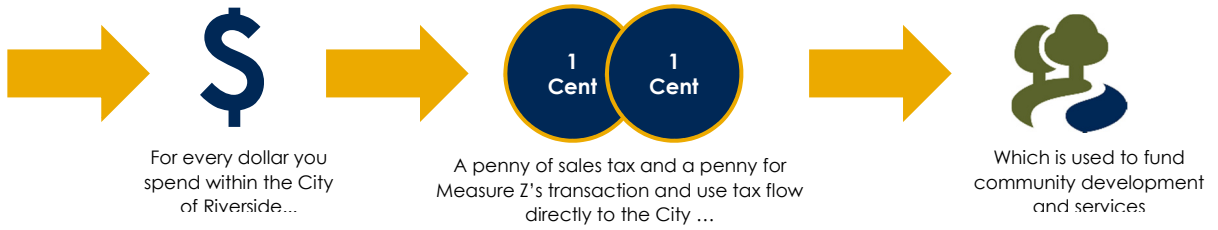


		FY 2016-2017	FY 2017-2018
Adopted Surplus		\$26,530	\$2,078,014
Union Contracts	\$(819,081)		\$(3,396,309)
Lower Revenues	\$(2,426,858)		\$(3,395,908)
Insufficient Funds for Parks Debt	\$(600,000)		\$(600,000)
Transfers for Sewer Claims		\$900,000	\$900,000
Other	\$(52,004)		
Fire Department Maintenance	\$(500,000)		\$(500,000)
Estimated Shortfall	\$(3,471,413)		\$(4,914,203)

General Fund Reserve Outlook (Based on 1st Quarter Projections)

15% Reserve	\$39.1 Mil	\$40.1 Mil	\$41.3 Mil
Projected Gap	\$5.9 Mil	\$10.4 Mil	\$16.5 Mil
Projected Reserve	\$33.2 Mil (12.7%)	\$29.7 Mil (11.1%)	\$24.8 Mil (9%)
	FY 2015-2016 Actual	FY 2016-2017 1st Quarter Projection	FY 2017-2018 1st Quarter Projection

YOUR TAX DOLLARS AT WORK



THE CAPITAL IMPROVEMENT PROGRAM (CIP) AND THE BIENNIAL BUDGET

The CIP is developed separately from the City's annual budget and serves as a planning instrument for infrastructure development. CIP approval does not appropriate funds for CIP projects. Appropriations for these projects are approved with the Biennial Budget. Total spending budgeted for the next two fiscal years total more than \$157 million.

Department	FY 2016/17	FY 2017/18	Funded Total
General Services	\$935,556	\$1,442,333	\$2,377,889
Parks Recreation, and Community Services	\$4,627,300	-	\$4,627,300
Public Utilities	\$61,375,000	\$43,038,000	\$104,413,000
Public Works	\$25,511,130	\$20,288,600	\$45,799,730
Fiscal Year Total	\$92,448,986	\$64,768,933	\$157,217,919



Imperial Lofts Project



Chow Alley Demolition



KEY FINANCIAL CHALLENGES ADDRESSED IN FINANCIAL PLANNING



Lack of funding for the City's basic infrastructure needs



Lack of funding for new essential programs

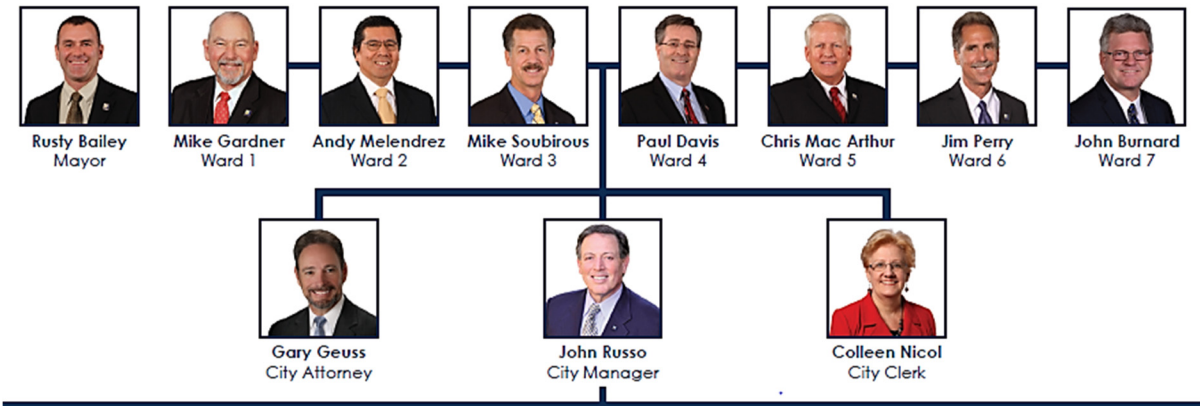


Lack of reserves for legal claims and settlements

COMMUNITY PROFILE: RIVERSIDE, CALIFORNIA



CITY LEADERSHIP



JOIN THE CONVERSATION EngageRiverside.com

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