



City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: MARCH 27, 2018

FROM: FINANCE DEPARTMENT WARDS: ALL

SUBJECT: FISCAL YEAR 2017-18 SECOND QUARTER FINANCIAL REPORT, ANALYSIS OF MEASURE Z, CASH AND INVESTMENT REPORTS, AND DEBT REPORT

ISSUE:

Receive and provide input on the Fiscal Year 2017-18 Second Quarter Financial Report for the General Fund, analysis of Measure Z, cash and investment reports, and debt report for all funds.

RECOMMENDATION:

That the City Council receive and provide input on the attached Fiscal Year 2017-18 Second Quarter Financial Report for the General Fund, analysis of Measure Z, cash and investment reports, and debt report for all funds.

BACKGROUND:

On December 12, 2017, the City Council received the Fiscal Year (FY) 2017-18 First Quarter Financial Report for the General Fund and Measure Z. The year-end projections at that time were similar to the FY 2017-18 Mid-Cycle Amended Budget. The second quarter report, based on actual revenues and expenditures for July 1, 2017 through December 31, 2017, materially supports the first quarter projections. The FY 2017-18 ending General Fund Reserve is currently projected to be approximately \$59.3 million or 23.3%. The estimated \$5 million above the 20% reserve requirement will be recommended for seed funding to help address growing CalPERS expenses.

DISCUSSION:

General Fund Financial Analysis

This Second Quarter Financial Report for FY 2017-18 provides an update on the revenues and expenditures based on actuals from July 1, 2017 through December 31, 2017 (Attachment A). **The FY 2017-18 Second Quarter analysis projects the City to be in a surplus position by year-end of approximately \$2.6 million.** The surplus of \$2.6 million is generally attributable to cost sharing on the 2017A pension obligation bond (POB) with Measure Z and departmental

expenditure savings.

General Fund Revenues

An analysis of revenues through the second quarter ending December 31, 2017 shows a continuation of first quarter trends. Compared to the Mid-Cycle budget, a decrease in estimated revenues for sales tax (\$1.56 million), franchise fees (\$600,000), and license/permits (\$400,000) are offset by higher than anticipated revenues for property tax (\$750,000), fines/forfeitures (\$630,000), and recovery of sewer fund related claim expenditures (\$900,000).

General Fund Expenditures

Compared to the FY 2017-18 First Quarter Financial projections, the Second Quarter General Fund expenditures are \$250,000 lower (Attachment A-4). The positive difference is due to savings of \$250,000 in Community and Economic Development resulting from vacancies. Compared to the Mid-Cycle budget, savings in the Office of the City Attorney (\$400,000), Community and Economic Development (\$250,000), General Services (\$275,000), and Public Works (\$500,000) are partially offset by an expected deficit in Fire (-\$750,000). Additional savings of \$2 million are projected for debt service payments originally budgeted for Pension Obligation Bond debt, now paid for by Measure Z.

Measure Z

The collection of the additional one-cent sales tax authorized by voters through Measure Z began on April 1, 2017. The City began receiving these revenues in May-June 2017, with the anticipated collection of \$51.5 million in FY 2017-18. After hearing recommended Measure Z spending options from City staff and the Budget Engagement Commission (BEC), on May 16, 2017, the City Council approved the Measure Z Spending Plan, which appropriated \$47.2 million in FY 2017-18 for 33 initiatives covering public safety, financial discipline/responsibility, critical operating needs, facility capital needs, quality of life, and technology. To date, staff projects savings of approximately \$560,000 (A-5). Attachment D includes a detailed update on the implementation status of the Measure Z initiatives.

Differences between the FY 2017-18 First Quarter projection and FY 2017-18 Second Quarter projection are explained below.

- *Spending Contingency:* On December 19, 2017, the City Council approved the allocation of Contingency Funds for FY 2017-18 (\$1 million) and FY 2018-19 (\$1 million) for Archives for the New Main Library project.
- *Police Vehicle Replacement/Maintenance:* Due to the success of the vehicle refurbishment program, financing for replacement vehicles was deemed unnecessary, resulting in approximately \$690,000 savings in FY 2017-18. On November 17, 2017, City Council approved an amendment to the Measure Z Spending Plan to reallocate approximately \$383,000 of the savings from the vehicle replacement account to help fund the purchase of a fixed wing aircraft.

Quarterly Investment and Cash Report

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 December 31, 2017, the City's pooled investment portfolio's market value was \$783 million, with the market value of investments held by fiscal agents (bond proceeds and reserve funds primarily) amounting to an additional \$203.6 million. The weighted average yield of the pooled investment portfolio is 1.341%. Through prior City Council approval, the Chief Financial Officer/Treasurer has the authority to invest/reinvest funds and to sell or exchange purchased securities, consistent with the City's adopted investment policy. This approval is a requirement of State law and is presented to City Council at the start of each fiscal year.

The Investment Report, including a listing of cash balances by fund, 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. Urban Areas Security Initiative (\$633,836), which is fully offset by outstanding grant receivables.
2. Housing Opportunities for Persons with AIDS (\$975,428), which is fully offset by outstanding grant receivables.
3. Special Districts (\$1,870,391), which is partially offset by assessment fees remitted to the City in January.
4. Certificates of Participation Projects (\$494,052), Capital Outlay (\$4.66 million), and Transportation Uniform Mitigation Fees (\$1.85 million) have negative cash balances due to the timing of expenditures; however, the negative balances are fully offset by grant receivables.
5. Debt Service – General Fund (\$9,927,974) which is fully offset by bond reimbursement drawdowns that were in process at the end of the quarter.
6. The Self-Insurance Liability Trust Fund has a negative cash balance of \$622,944 as of December 31, 2017, and is consolidated with the positive cash balances of the Workers Compensation Insurance Trust Fund (\$14.8 million) and Unemployment Insurance Trust Fund (\$412,682) for financial reporting purposes. The City Council approved a \$2.5 million contribution to the Self-Insurance Liability Trust Fund on November 14, 2017, using General Fund balance from FY 2016-17. Further, the City Council approved a total of \$5 million from Measure Z over the next two fiscal years to improve the condition of the Liability Insurance Trust Fund over the next five years.
7. Central Stores (\$698,762), which is fully offset by inventory assets that will be recouped when charged out for usage to various departments.

Quarterly Debt Report

The Finance Department is responsible for 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.

At its September 26, 2017 meeting, City Council authorized the purchase of 16 fire vehicles using previously appropriated Measure Z funds. To facilitate the vehicle acquisition, in October 2017, the City entered into a new capital lease financing agreement with Banc of America Public Capital Corp for \$14,500,000, payable over a seven to ten year period.

There are no other changes to the Quarterly Debt Report for this quarter.

FY 2018-2020 Two-Year Budget and Five-Year Plan

Staff is committed to preserving services and finding additional efficiencies to ensure the City's continued financial success and achievement of its Riverside 2.1 strategic initiatives. While the City has made great financial strides in FY 2016-17 and through the second quarter of FY 2017-18, a changing economy and increasing CalPERS costs will pose challenges in future years.

The City Manager's Office and Finance Department presented the baseline FY 2018-2023 Five-Year Plan to the City Council on January 16, 2018. This presentation was followed by several public meetings with the BEC (January 24, 30, 31 and February 22), and Ward specific community budget workshops in February 2018. A webpage for the FY 2018-2020 Two-Year Budget process has been added to the City's website www.riversideca.gov/finance/budget.asp; this webpage provides information on the budget and future fiscal challenges and encourages public participation in the budgetary process.

FISCAL IMPACT:

The City of Riverside continues to make tremendous fiscal progress. The new financial foundation for the City has resulted in estimated FY 2017-18 financial results that leave the City with a General Fund Reserve of \$59.3 million (23.3%). Further, Measure Z revenue and expenditure projections are materially on target with the Five-Year Spending Plan adopted by the City Council in May 2017, with a projected savings of approximately \$560,000. The projections and initiatives funded through Measure Z are making an impact on the safety and quality of life for the Riverside community.

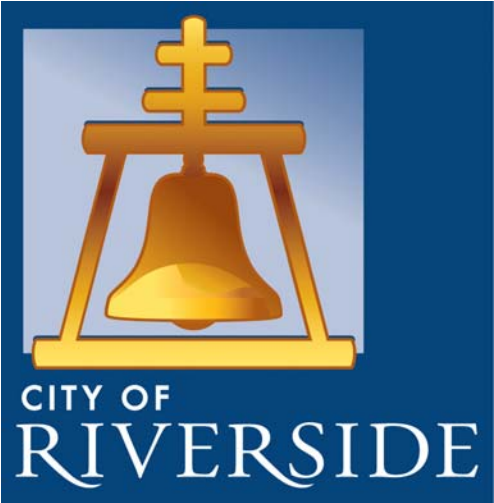
Prepared by: Kristie Thomas, Interim Budget Manager
Certified as to
availability of funds: Adam Raymond, Chief Financial Officer/Treasurer
Approved by: Marianna Marysheva, Assistant City Manager
Approved as to form: Gary G. Geuss, City Attorney

Attachments:

- A. FY 2017-18 Second Quarter General Fund and Measure Z Financial Report
- B. FY 2017-18 Second Quarter Cash and Investment Report
- C. FY 2017-18 Second Quarter Debt Report
- D. Riverside 2.1 Strategic Plan – Measure Z Update
- E. Presentation

ATTACHMENT A

FINANCIAL REPORT



General Fund and Measure Z Summary
FY 2017-18 Second Quarter Estimates
As of December 31, 2017

GENERAL FUND	FY 2017-18 MID-CYCLE BUDGET	PROJECTED (1ST QUARTER) ¹	PROJECTED (2ND QUARTER) ¹	DIFFERENCE (Amended vs 2nd Quarter Projections)	DIFFERENCE (1st vs 2nd Quarter Projections)
BEGINNING: General Fund Reserve	\$ 41,497,820	\$ 41,497,820	\$ 41,497,820	\$ -	\$ -
REVENUES/TRANSFER IN (See A-3)	\$ 272,070,107	\$ 271,966,343	\$ 271,966,343	\$ (103,764)	\$ -
EXPENDITURES/TRANSFERS OUT (See A-4)	\$ 256,849,633	\$ 254,424,633	\$ 254,174,633	\$ (2,675,000)	\$ (250,000)
PROJECTED SURPLUS/(DEFICIT)	\$ 15,220,474	\$ 17,541,710	\$ 17,791,710	\$ 2,571,236	\$ 250,000
ENDING: General Fund Reserve	\$ 56,718,294 22.1%	\$ 59,039,530 23.2%	\$ 59,289,530 23.3%	\$ 2,571,236	\$ 250,000

MEASURE Z	FY 2017-18 MID-CYCLE BUDGET	PROJECTED (1ST QUARTER) ¹	PROJECTED (2ND QUARTER) ¹	DIFFERENCE (Amended vs 2nd Quarter Projections)	DIFFERENCE (1st vs 2nd Quarter Projections)
BEGINNING: Measure Z Reserve	\$ 2,606,428	\$ 2,606,428	\$ 2,606,428	\$ -	\$ -
REVENUES/TRANSFER IN (See A-5)	\$ 51,557,000	\$ 51,557,000	\$ 51,557,000	\$ -	\$ -
EXPENDITURES/TRANSFERS OUT (See A-5)	\$ 47,235,944	\$ 46,197,522	\$ 46,674,592	\$ (561,352)	\$ 477,070
PROJECTED SURPLUS/(DEFICIT)	\$ 4,321,056	\$ 5,359,478	\$ 4,882,408	\$ 561,352	\$ (477,070)
ENDING: Measure Z Reserve	\$ 6,927,484	\$ 7,965,906	\$ 7,488,836	\$ 561,352	\$ (477,070)

¹Excludes Budget Adjustments and FY 2016-17 Carryovers

General Fund Revenue Summary
 FY 2017-18 Second Quarter Estimates
 As of December 31, 2017

	FY 2017-18 Budgeted Revenues			1st Quarter Projected Revenue	2nd Quarter Projected Revenue	Projected Surplus / (Deficit)	Difference (1st Qtr vs 2nd Qtr Projections)
	Adopted Budget	Budget Adjustments	Total Budget				
Sales & Use Taxes	70,140,574		66,417,450	64,855,930	64,855,930	(1,561,520)	-
Property Taxes	62,665,814		61,485,324	62,229,024	62,229,024	743,700	-
Utility Users Tax	29,180,764		28,291,424	28,370,996	28,370,996	79,572	-
Franchise Fees	5,682,700		5,372,500	4,769,391	4,769,391	(603,109)	-
Transient Occupancy Tax	6,868,575		6,868,575	6,952,807	6,952,807	84,232	-
General Fund Transfer	46,142,500		45,981,500	46,245,700	46,245,700	264,200	-
Charges for Services	15,633,171		16,555,619	16,795,348	16,795,348	239,729	-
Licenses & Permits	10,499,737		10,453,740	10,036,717	10,036,717	(417,023)	-
Fines & Forfeitures	1,745,065		1,413,539	2,045,000	2,045,000	631,461	-
Special Assessments	4,494,029		495,000	511,727	511,727	16,727	-
Intergovernmental Revenue	1,525,000	399,292	1,984,107	1,967,223	1,967,223	(16,884)	-
Other Financing Sources	885,355	400,000	1,263,494	967,000	967,000	(296,494)	-
Miscellaneous Revenues	6,755,136	708,945	6,513,668	6,345,313	6,345,313	(168,355)	-
Transfers In	11,289,982		20,482,404	21,382,404	21,382,404	900,000	-
Total Projected Revenue/Transfers In	\$ 273,508,402	\$ 1,508,237	\$ 273,578,344	\$ 273,474,580	\$ 273,474,580	\$ (103,764)	\$ -

BUDGET ADJUSTMENTS

Intergovernmental Revenue

The revenue increase of \$400,000 represents revenue from a Helicopter Equipment Use agreement with the City of Corona.

Other Financing Sources

The revenue increase of \$400,000 represents anticipated income from the sale of a police helicopter; these funds will be applied toward the purchase of a fixed-wing aircraft for the Police Department.

Miscellaneous Revenues

EXPLANATION OF DEVIATIONS (More than \$500,000)

Sales Tax

The revenue is approximately \$1.5 million lower than projections in the First Quarter, based on slower growth experienced during FY 2016-17. Historically, sales tax revenues have been the most subjective General Fund revenue to the economy and the hardest to predict.

Property Tax

The revenue is approximately \$750,000 higher than projections in the First Quarter based on Successor Agency properties being sold and placed back on the County roll.

Franchise Fees

The revenue is approximately \$600,000 lower than anticipated due to So. Cal Gas changing its franchise fee calculation methodology due to recent litigation.

General Fund Transfers

The revenue is approximately \$900,000 higher than projected based on a cost recovery for past due sewer expenditures born by the General Fund and not by the Sewer Fund. For a number of years now, the City's Liability Fund (and, by extension, the General Fund) were utilized to pay for claims related to sewer laterals from the sewer main to the resident's property line. Effective FY 2016/17, the Sewer Fund has begun to pay these costs, estimated at \$450,000 per year. In addition, the General Fund will recover the \$1.35 million incorrectly charged there for these claims over the past three-year period (\$450,000 per year). In FY 2017/18 and FY 2018/19, the total savings to the General Fund will be approximately \$900,000 per year.

Fines and Forfeitures

The revenue is approximately \$630,000 higher than anticipated due to Code Enforcement activities, including administrative citations, rehabilitation reimbursements, and receipt of deferred revenues.

General Fund Expenditure Summary
 FY 2017-18 Second Quarter Estimates
 As of December 31, 2017

	FY 2017-18 Operating Budget (1)				1st Quarter Projected Expenditures	2nd Quarter Projected Expenditures	Projected Surplus / (Deficit)	Difference (1st Qtr vs 2nd Qtr Projections)
	Amended Budget	Budget Adjustments	FY 16/17 Carryovers	Total Budget				
City Attorney	5,852,649		921,455	6,774,104	6,374,104	6,374,104	400,000	-
City Clerk	1,598,503		206,899	1,805,402	1,805,402	1,805,402	-	-
City Council	1,197,805		(12,401)	1,185,404	1,185,404	1,185,404	-	-
City Manager	4,844,953		100,943	4,945,896	4,945,896	4,945,896	-	-
Community & Economic Development	13,534,578	2,061,367	712,527	16,308,472	16,308,472	16,058,472	250,000	(250,000)
Finance	7,782,067		459,675	8,241,742	8,991,742	8,991,742	(750,000)	-
Fire	47,940,059		48,599	47,988,658	47,988,658	47,988,658	-	-
General Services	4,334,168	1,000,000	166,082	5,500,250	5,225,250	5,225,250	275,000	-
Human Resources	3,048,932		853,698	3,902,630	3,902,630	3,902,630	-	-
Innovation & Technology	11,086,046		1,688,485	12,774,531	12,774,531	12,774,531	-	-
Library	6,754,907	325,693	84,897	7,165,497	7,165,497	7,165,497	-	-
Mayor	830,259		-	830,259	830,259	830,259	-	-
Museum	3,827,305	(2,122,090)	328,715	2,033,930	2,033,930	2,033,930	-	-
Non-Departmental	7,474,202		(33,406)	7,440,796	7,440,796	7,440,796	-	-
Non-Departmental - Community Livability	25,000		4,403	29,403	29,403	29,403	-	-
Parks, Recreation & Community Services	18,267,032	203,975	133,349	18,604,356	18,604,356	18,604,356	-	-
Police	97,757,542	1,039,292	(491,739)	98,305,095	98,305,095	98,305,095	-	-
Public Works	24,301,611		1,420,289	25,721,900	25,221,900	25,221,900	500,000	-
Subtotal	\$ 260,457,618	\$ 2,508,237	\$ 6,592,470	\$ 269,558,325	\$ 269,133,325	\$ 268,883,325	\$ 675,000	\$ (250,000)
Allocated Costs, Utilization Charges and Operating Transfers	(3,607,985)			(3,607,985)	(3,607,985)	(3,607,985)	-	-
Debt Service Reallocation (2)	-			-	(2,000,000)	(2,000,000)	2,000,000	-
Total	\$ 256,849,633	\$ 2,508,237	\$ 6,592,470	\$ 265,950,340	\$ 263,525,340	\$ 263,275,340	\$ 2,675,000	\$ (250,000)

NOTES

- (1) FY 17/18 Operating Budget includes the 2016-18 Biennial Budget as adopted for FY 17/18, Mid-cycle adjustments approved by City Council on June 20, 2017, FY 16/17 operating carryovers approved by City Council on November 14, 2017, and FY 16/17 encumbrances carried forward for purchase commitments originating in FY 16/17.
- (2) Reimbursement from the Debt Service Fund (Fund 390) to the General Fund for debt service payments originally budgeted for Pension Obligation Bond debt, now paid for by Measure Z.

DEPARTMENTS WITH PROJECTED OPERATING DEFICITS

Fire

Due to the constant staffing requirement of 211 of the department's 242 full-time equivalent positions, the Fire Department is not expected to meet its managed savings target of \$750,000.

BUDGET ADJUSTMENTS

Community & Economic Development

The budget increase of approximately \$2 million represents the Total Budget of the Arts & Cultural Affairs Division, transferred from the Museum to Community & Economic Development.

General Services

On November 14, 2017, City Council approved the supplemental appropriation of \$1 million from the FY 2016-17 General Fund surplus for citywide building repair and maintenance needs.

Library

The City Council has approved several Library Department requests in FY 2017-18 to spend donated funds. All supplemental appropriations are offset by donation revenues.

Museum

The budget decrease of approximately \$2.1 million represents the effects of the shuttering of the Museum, including the transfer of the Arts & Cultural Affairs Division to Community & Economic Development and the transfer of an employee position to Parks, Recreation & Community Services to staff the Nature Center.

Parks, Recreation & Commu

The budget increase of approximately \$200,000 includes the transfer of funds from the Museum to staff a full-time position at the Nature Center, and the use of donated funds approved by City Council on September 12, 2017.

Police

The budget increase of approximately \$1 million includes City Council's approval of approximately \$600,000 for the purchase of a fixed-wing aircraft; \$399,000 for a Helicopter Equipment Use agreement with the City of Corona; and \$40,000 in supplemental appropriations for the purchase of two police dogs and related costs. All supplemental appropriations are offset by revenues.

Measure Z Revenue and Expenditure Summary

FY 2017-18 Second Quarter Estimates

As of December 31, 2017

Measure Z Funding Item	FY 2017-18 Budget			1st Quarter Projection	2nd Quarter Projection	Projected Surplus / (Deficit)	Difference (1st Qtr vs 2nd Qtr Projections)
	Adopted Budget	Budget Adjustments	Total Budget				
1 20% General Fund Reserve	15,000,000		15,000,000	15,000,000	15,000,000	-	-
2 \$32M Pension Bond Payoff	1,900,800		1,900,800	1,900,800	1,675,000	225,800	(225,800)
3 Worker's Comp	2,500,000		2,500,000	2,500,000	2,500,000	-	-
4 Spending Contingency	1,000,000	(1,000,000)	-	-	-	-	-
5 Sworn Police Positions	3,700,000		3,700,000	3,700,000	3,700,000	-	-
6 Public Safety Non-Sworn Positions	903,500		903,500	903,500	903,500	-	-
8 Additional Dispatchers I	260,000		260,000	260,000	260,000	-	-
9 Fire Squad Reinstatement	792,798		792,798	792,798	792,798	-	-
10 Fire Captains Reinstatement	450,025		450,025	450,025	450,025	-	-
11 Battalion Chief Reinstatement	282,595		282,595	282,595	282,595	-	-
12 PD Vehicle Replace/Maintain	2,704,822	(382,870)	2,321,952	2,704,822	2,014,822	307,130	(690,000)
12a PD Fixed Wing Aircraft	-	382,870	382,870	-	382,870	-	382,870
13 PD Vehicle Refurbish	50,000		50,000	50,000	50,000	-	-
14 Fire Vehicle Replace/Maintain	1,690,000		1,690,000	1,651,578	1,661,578	28,422	10,000
15 Fleet Facility Capital Repairs	100,000		100,000	100,000	100,000	-	-
16 Fleet Mechanics - PD I	181,000		181,000	181,000	181,000	-	-
17 Fleet Mechanics - Fire I	181,000		181,000	181,000	181,000	-	-
18 Funding Gap - Existing Services	5,482,404		5,482,404	5,482,404	5,482,404	-	-
19 General Plan Update	2,000,000		2,000,000	2,000,000	2,000,000	-	-
20 Homeless Services	500,000		500,000	500,000	500,000	-	-
21 Principal Analyst - City Mgr Office I	165,000		165,000	165,000	165,000	-	-
22 Budget Engagement Comm. Exp.	27,000		27,000	27,000	27,000	-	-
23a New Downtown Main Library Archives	-	1,000,000	1,000,000	-	1,000,000	-	1,000,000
24 Eastside Library Site Selection	100,000		100,000	100,000	100,000	-	-
28 Annual Deferred Maint-Facilities	1,000,000		1,000,000	1,000,000	1,000,000	-	-
29 Road/Street Paving	2,875,000		2,875,000	2,875,000	2,875,000	-	-
30 Tree Trimming	1,000,000		1,000,000	1,000,000	1,000,000	-	-
31 Ward Action Team - City Atty I	225,000		225,000	225,000	225,000	-	-
32 Ward Action Team - City Mgr I	165,000		165,000	165,000	165,000	-	-
33 Technology Improvements	2,000,000		2,000,000	2,000,000	2,000,000	-	-
Subtotal Projected Expenditures	\$ 47,235,944	\$ -	\$ 47,235,944	\$ 46,197,522	\$ 46,674,592	\$ 561,352	\$ 477,070
Measure Z Projected Revenue	51,557,000		51,557,000	51,557,000	51,557,000	-	-
MEASURE Z PROJECTED SURPLUS/(DEFICIT)	\$ 4,321,056	\$ -	\$ 4,321,056	\$ 5,359,478	\$ 4,882,408	\$ 561,352	\$ (477,070)

BUDGET ADJUSTMENTS

Spending Contingency and New Main Library Archives

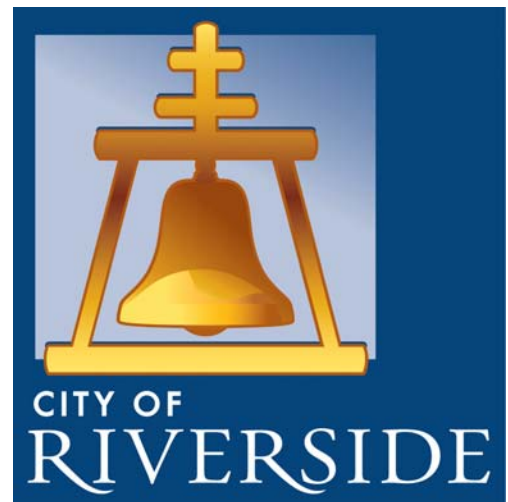
On December 19, 2017, the City Council approved the allocation of Contingency Funds for FY 2017/18 and FY 2018/19 for Archives for the New Main Library project.

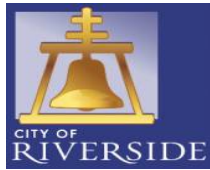
PD Vehicle Replace/Maintain and PD Fixed Wing Aircraft

On November 17, 2017, City Council approved an amendment to the Measure Z Spending Plan to reallocate funds from the vehicle replacement account to fund a portion of the purchase of a fixed wing aircraft.

ATTACHMENT B

INVESTMENT REPORT

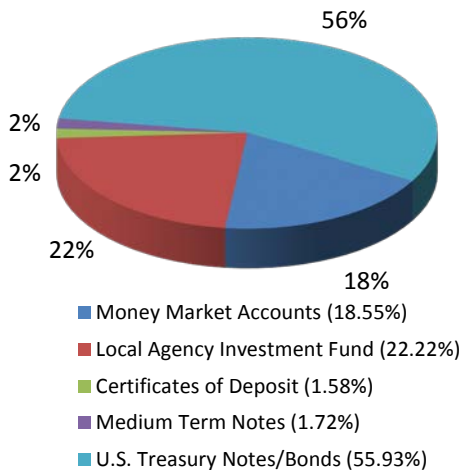




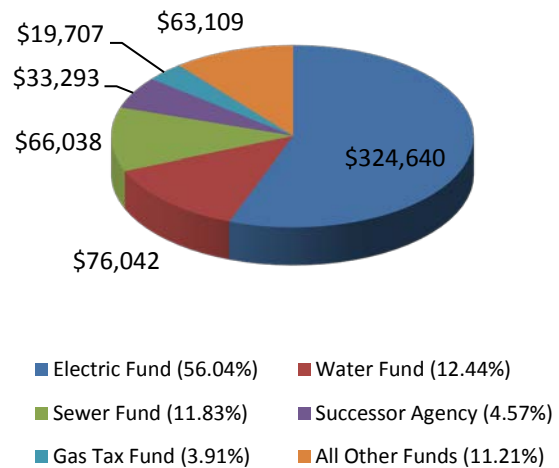
CITY OF RIVERSIDE Quarterly Investment Report December 31, 2017

	AMORTIZED COST	MARKET VALUE
POOLED INVESTMENT PORTFOLIO		
Money Market Accounts	\$ 107,554,476.52	\$ 107,497,996.88
Local Agency Investment Fund (LAIF)	128,792,268.27	128,792,268.27
Certificates of Deposit	9,184,706.63	9,174,647.04
Medium Term Notes	10,002,453.77	9,969,067.70
U.S. Treasury Notes/Bonds	327,295,483.73	324,197,570.00
TOTAL POOLED INVESTMENT PORTFOLIO	582,829,388.92	579,631,549.89
INVESTMENTS HELD BY FISCAL AGENT	203,909,371.19	203,616,651.36
TOTAL CASH & INVESTMENTS	\$ 786,738,760.11	\$ 783,248,201.25

**COMPOSITION OF POOLED
PORTFOLIO**



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




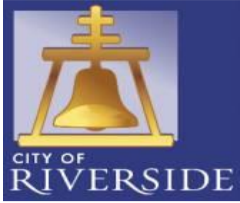
It has been verified that this investment portfolio is in conformity, exclusive of items identified, with the City of Riverside's investment policy which was approved by City Council on 12/15/15. The Treasurer's cash management program and cash flow analysis indicates that sufficient liquidity is on hand to meet estimated future expenditures for a period of six months. The weighted average maturity of the pooled investment portfolio is 1.28 years. Market prices of securities are obtained from Interactive Data Corporation. Weighted average yield on cost is 1.341%. 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

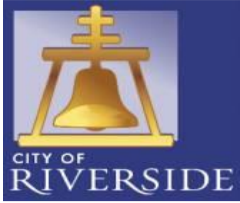
Approved by:


 Adam Raymond, Chief Financial Officer/City Treasurer



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
December 31, 2017

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
<u>MONEY MARKET ACCOUNTS</u>							
Bank of America	Varies	Varies	Coll. ¹	Varies	30,749,026.64	0.50%	30,749,026.64
CALTRUST Investment Trust of California	Varies	Varies	AA	Varies	71,696,872.14	1.35%	71,640,392.50
Citizens Business Bank	Varies	Varies	Coll. ¹	Varies	5,108,577.74	0.35%	5,108,577.74
SUBTOTAL MONEY MARKET ACCOUNTS					107,554,476.52		107,497,996.88
LOCAL AGENCY INVESTMENT FUND (LAIF)	Varies	Varies	NR	Varies	128,792,268.27	1.30%	128,792,268.27
<u>CERTIFICATES OF DEPOSIT</u>							
Bank of North Carolina	1.25%	01/16/18	FDIC	01/16/15	247,000.00	1.25%	247,029.64
Cadence Bank, N.A.	1.25%	02/12/18	FDIC	02/10/16	248,000.00	1.25%	248,022.32
Mercantile Commercebank, National Association	1.50%	04/24/18	FDIC	10/24/14	248,000.00	1.50%	248,054.56
GE Capital Financial Inc.	1.60%	07/03/18	FDIC	07/03/14	248,000.00	1.60%	248,091.76
United Bank	1.55%	07/17/18	FDIC	10/17/14	248,000.00	1.55%	248,017.36
MB Financial Bank, National Association	1.35%	08/21/18	FDIC	08/21/15	249,000.00	1.35%	249,201.69
Comenity Capital Bank	1.70%	08/24/18	FDIC	08/24/15	249,000.00	1.70%	249,199.20
East Boston Savings Bank	1.40%	08/24/18	FDIC	08/24/15	249,000.00	1.40%	248,728.59
Goldman Sachs Bank USA	1.65%	09/04/18	FDIC	09/03/14	247,000.00	1.65%	246,972.83
Sallie Mae Bank	1.80%	09/04/18	FDIC	09/03/14	247,000.00	1.80%	246,972.83
First Priority Bank	1.45%	09/28/18	FDIC	09/30/15	248,000.00	1.45%	247,727.20
UBS Bank USA	1.40%	10/01/18	FDIC	10/08/15	248,000.00	1.40%	247,628.00
Capital One Bank	1.80%	10/09/18	FDIC	10/08/14	248,000.00	1.80%	248,357.12
Marlin Business Bank	1.70%	10/15/18	FDIC	10/14/14	248,000.00	1.70%	248,037.20
Community Bankers' Bank	1.65%	10/17/18	FDIC	10/17/14	248,000.00	1.65%	248,029.76
American Express Centurion Bank	2.00%	11/28/18	FDIC	11/28/14	248,000.00	2.00%	248,607.60
Flushing Bank	1.50%	12/17/18	FDIC	12/17/15	249,000.00	1.50%	248,813.25
Keybank National Association	1.55%	01/22/19	FDIC	01/20/16	247,000.00	1.55%	247,353.21
Investors Community Bank	1.15%	02/12/19	FDIC	02/12/16	249,000.00	1.15%	248,332.68
Prime Alliance Bank, Inc.	1.15%	02/12/19	FDIC	02/12/16	249,000.00	1.15%	248,609.07
CIT Bank, National Association	2.00%	05/14/19	FDIC	05/14/14	247,000.00	2.00%	247,533.52
Webster Bank, National Association	1.90%	07/02/19	FDIC	07/02/14	247,706.63	1.98%	248,416.64
ConnectOne Bank	1.55%	07/29/19	FDIC	01/28/15	247,000.00	1.55%	247,708.89
Alma Bank	1.70%	09/30/19	FDIC	09/30/15	247,000.00	1.70%	245,957.66
Belmont Savings Bank	1.40%	02/18/20	FDIC	02/17/16	249,000.00	1.40%	248,071.23
Bank of Wisconsin Dells	1.50%	07/17/20	FDIC	02/17/16	249,000.00	1.50%	245,242.59
Bridgewater Bank	1.50%	08/17/20	FDIC	02/17/16	249,000.00	1.50%	245,030.94
Unity Bank	1.50%	08/26/20	FDIC	02/26/16	249,000.00	1.50%	248,310.27
Barclays Bank Delaware	2.20%	09/16/20	FDIC	09/16/15	247,000.00	2.20%	247,733.59
Bank of Charles Town	1.80%	09/30/20	FDIC	09/30/15	249,000.00	1.80%	249,717.12
HSBC Bank USA, National Association	1.60%	11/17/20	FDIC	11/23/15	246,000.00	3.33%	246,014.76
EnerBank USA	1.90%	01/28/21	FDIC	01/28/16	247,000.00	1.90%	244,858.51
The State Bank and Trust Company	1.60%	02/17/21	FDIC	02/17/16	249,000.00	1.60%	248,265.45
BBVA Compass	0.45%	12/04/17	FDIC ²	12/04/15	1,000,000.00	0.45%	1,000,000.00
SUBTOTAL CERTIFICATES OF DEPOSIT					9,184,706.63		9,174,647.04
<u>MEDIUM TERM NOTES</u>							
WAL-MART STORES INC	5.80%	02/15/18	AA / Aa2	01/28/16	473,049.50	1.12%	472,072.70
BERKSHIRE HATHAWAY FINANCE CORP	1.30%	05/15/18	AA / Aa2	01/28/16	1,000,317.69	1.21%	997,710.00
TOYOTA MOTOR CREDIT CORP	1.55%	07/13/18	AA- / Aa3	01/28/16	5,003,104.07	1.43%	4,991,550.00
APPLE INC	2.10%	05/06/19	AA+ / Aa1	01/28/16	3,525,982.52	1.54%	3,507,735.00
SUBTOTAL MEDIUM TERM NOTES					10,002,453.77		9,969,067.70



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
December 31, 2017

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	INVEST RATING	PURCH DATE	AMORTIZED COST	YIELD ON MATURITY	MARKET VALUE
<u>U.S. GOVERNMENT TREASURY SECURITIES</u>							
UNITED STATES TREASURY	2.25%	07/31/18	AA+ / Aaa	11/17/16	5,037,463.84	0.95%	5,018,500.00
UNITED STATES TREASURY	1.38%	09/30/18	AA+ / Aaa	12/16/15	10,520,177.65	1.11%	10,471,860.00
UNITED STATES TREASURY	1.25%	10/31/18	AA+ / Aaa	05/21/14	4,991,204.21	1.46%	4,979,950.00
UNITED STATES TREASURY	1.25%	11/30/18	AA+ / Aaa	07/13/15	5,309,160.56	1.06%	5,273,977.00
UNITED STATES TREASURY	1.25%	01/31/19	AA+ / Aaa	05/21/14	2,988,978.42	1.59%	2,981,130.00
UNITED STATES TREASURY	2.75%	02/15/19	AA+ / Aaa	07/16/14	2,042,491.43	0.84%	2,019,820.00
UNITED STATES TREASURY	2.75%	02/15/19	AA+ / Aaa	05/21/14	2,048,527.22	0.58%	2,019,820.00
UNITED STATES TREASURY	0.75%	02/15/19	AA+ / Aaa	11/17/16	9,961,505.42	1.10%	9,878,400.00
UNITED STATES TREASURY	1.38%	02/28/19	AA+ / Aaa	05/24/16	14,560,304.65	1.01%	14,420,540.00
UNITED STATES TREASURY	1.38%	02/28/19	AA+ / Aaa	10/10/14	2,595,328.20	1.53%	2,585,752.00
UNITED STATES TREASURY	1.63%	04/30/19	AA+ / Aaa	02/26/15	7,038,714.27	1.20%	6,977,950.00
UNITED STATES TREASURY	1.63%	06/30/19	AA+ / Aaa	11/09/15	3,712,855.23	1.39%	3,686,828.00
UNITED STATES TREASURY	1.63%	06/30/19	AA+ / Aaa	05/24/16	6,050,667.36	1.06%	5,978,640.00
UNITED STATES TREASURY	0.75%	07/15/19	AA+ / Aaa	11/17/16	12,661,319.38	1.21%	12,534,270.00
UNITED STATES TREASURY	0.88%	07/31/19	AA+ / Aaa	11/17/16	12,683,749.67	1.21%	12,556,582.50
UNITED STATES TREASURY	1.63%	07/31/19	AA+ / Aaa	09/09/14	3,497,584.70	1.67%	3,486,840.00
UNITED STATES TREASURY	1.00%	08/31/19	AA+ / Aaa	10/10/14	1,869,992.36	1.97%	1,872,944.00
UNITED STATES TREASURY	1.75%	09/30/19	AA+ / Aaa	01/18/17	19,112,148.40	1.41%	18,954,970.00
UNITED STATES TREASURY	1.75%	09/30/19	AA+ / Aaa	12/15/16	5,786,637.27	1.38%	5,736,372.50
UNITED STATES TREASURY	1.00%	09/30/19	AA+ / Aaa	05/28/15	3,468,447.14	1.53%	3,448,095.00
UNITED STATES TREASURY	1.00%	09/30/19	AA+ / Aaa	12/16/14	7,906,414.01	1.68%	7,881,360.00
UNITED STATES TREASURY	1.50%	11/30/19	AA+ / Aaa	10/18/17	15,326,945.96	1.53%	15,222,287.75
UNITED STATES TREASURY	1.50%	11/30/19	AA+ / Aaa	11/09/15	6,799,151.88	1.51%	6,750,020.00
UNITED STATES TREASURY	1.00%	11/30/19	AA+ / Aaa	07/13/15	2,970,211.37	1.53%	2,950,290.00
UNITED STATES TREASURY	1.13%	12/31/19	AA+ / Aaa	02/26/15	1,884,097.83	1.55%	1,871,614.00
UNITED STATES TREASURY	1.25%	01/31/20	AA+ / Aaa	05/28/15	2,484,846.49	1.55%	2,466,575.00
UNITED STATES TREASURY	1.25%	02/29/20	AA+ / Aaa	11/09/15	9,923,665.87	1.61%	9,862,400.00
UNITED STATES TREASURY	1.50%	04/15/20	AA+ / Aaa	08/11/17	7,405,977.55	1.46%	7,330,292.00
UNITED STATES TREASURY	1.13%	04/30/20	AA+ / Aaa	01/18/17	7,648,684.27	1.56%	7,586,181.75
UNITED STATES TREASURY	1.38%	05/31/20	AA+ / Aaa	07/13/15	6,966,932.00	1.58%	6,909,490.00
UNITED STATES TREASURY	1.50%	05/31/20	AA+ / Aaa	08/22/16	6,581,365.31	0.97%	6,435,260.00
UNITED STATES TREASURY	1.88%	06/30/20	AA+ / Aaa	03/17/16	7,736,105.47	1.41%	7,639,290.00
UNITED STATES TREASURY	2.13%	08/31/20	AA+ / Aaa	11/09/15	2,026,426.63	1.62%	2,009,000.00
UNITED STATES TREASURY	2.13%	08/31/20	AA+ / Aaa	12/12/17	7,822,055.35	1.89%	7,809,987.50
UNITED STATES TREASURY	2.00%	09/30/20	AA+ / Aaa	12/15/16	10,082,071.96	1.69%	10,012,700.00
UNITED STATES TREASURY	2.63%	11/15/20	AA+ / Aaa	11/07/17	14,181,873.00	1.77%	14,098,746.00
UNITED STATES TREASURY	1.63%	11/30/20	AA+ / Aaa	01/22/16	6,045,225.37	1.36%	5,939,280.00
UNITED STATES TREASURY	2.00%	02/28/21	AA+ / Aaa	03/17/16	5,583,088.10	1.51%	5,496,370.00
UNITED STATES TREASURY	2.00%	02/28/21	AA+ / Aaa	10/18/17	6,055,765.22	1.70%	5,996,040.00
UNITED STATES TREASURY	2.25%	03/31/21	AA+ / Aaa	08/22/16	2,903,600.91	1.09%	2,818,256.00
UNITED STATES TREASURY	2.13%	06/30/21	AA+ / Aaa	11/07/17	3,429,750.75	1.87%	3,406,392.00
UNITED STATES TREASURY	2.25%	07/31/21	AA+ / Aaa	08/22/16	6,756,395.79	1.12%	6,537,375.00
UNITED STATES TREASURY	2.13%	09/30/21	AA+ / Aaa	11/17/16	12,685,838.36	1.71%	12,507,000.00
UNITED STATES TREASURY	1.88%	11/30/21	AA+ / Aaa	08/11/17	11,053,397.40	1.75%	10,909,910.00
UNITED STATES TREASURY	1.88%	02/28/22	AA+ / Aaa	08/11/17	11,041,391.20	1.78%	10,880,100.00
UNITED STATES TREASURY	1.88%	05/31/22	AA+ / Aaa	08/11/17	1,754,678.73	1.81%	1,729,805.00
UNITED STATES TREASURY	1.88%	08/31/22	AA+ / Aaa	10/18/17	2,596,017.50	1.91%	2,563,132.00
UNITED STATES TREASURY	1.88%	09/30/22	AA+ / Aaa	12/12/17	3,706,252.07	2.13%	3,695,175.00
SUBTOTAL U.S. GOVERNMENT TREASURY SECURITIES					327,295,483.73		324,197,570.00
TOTAL POOLED CASH & INVESTMENTS					582,829,388.92		579,631,549.89
WEIGHTED AVERAGE MATURITY							1.28

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

City of Riverside
Cash Balances by Fund
As of December 31, 2017

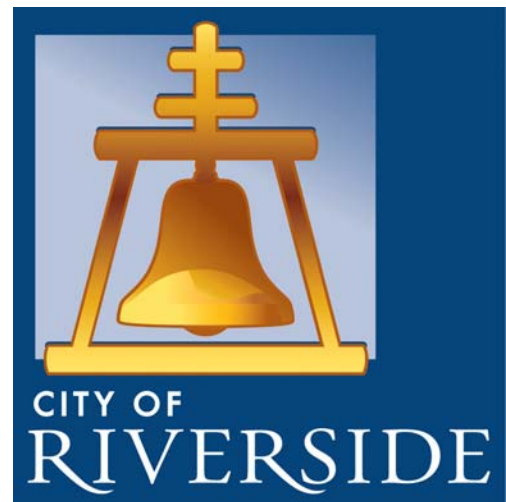
Fund		Cash Balance ¹	Interfund Loan Receivables ²	Cash Balance + Loan Receivables
General Fund	101	16,416,380	-	16,416,380
Successor Agency Administration Fund	170	215,986	-	215,986
Enterprise Funds				
Electric	510	307,591,154	4,665,465	312,256,619
Electric - Public Benefits Charge	511	17,048,777	-	17,048,777
Water	520	63,608,892	-	63,608,892
Water - Conservation & Reclamation Program	521	2,429,207	-	2,429,207
Airport	530	125,171	-	125,171
Refuse Collection	540	6,837,414	-	6,837,414
Sewer Service	550	76,041,575	4,986,274	81,027,849
Special Transit	560	1,614,308	-	1,614,308
Public Parking	570	305,475	-	305,475
Entertainment	580-1	1,064,599	-	1,064,599
SubTotal - Enterprise Funds		476,666,571	9,651,739	486,318,311
Special Revenue Funds				
Urban Areas Security Initiative	205	(633,836)	-	(633,836)
Community Development Block Grant	220	228,730	-	228,730
Home Investment Partnership Program	221	1,420,344	-	1,420,344
Housing Opportunities for Persons with AIDS	222	(975,428)	-	(975,428)
Community Development Grants	223	1,564,153	-	1,564,153
Neighborhood Stabilization Program	225	146,835	-	146,835
Special Gas Tax	230	15,245,463	-	15,245,463
Air Quality	240	959,274	-	959,274
NPDES Storm Drain	260	(71,305)	-	(71,305)
Housing Authority	280	10,535,419	-	10,535,419
Housing Assets	281	2,310,350	6,976,782	9,287,132
Special Districts	291	(1,870,391)	-	(1,870,391)
SubTotal - Special Revenue Funds		28,859,609	6,976,782	35,836,391
Capital Projects Funds				
Certificates of Participation Projects	401	(494,052)	-	(494,052)
Storm Drain	410	1,131,479	-	1,131,479
Local Park Special Capital Improvements	411	1,029,166	-	1,029,166
Regional Park Special Capital Improvements	413	2,374,951	-	2,374,951
Capital Outlay	430	(4,659,328)	-	(4,659,328)
Transportation Projects	431	(285,356)	-	(285,356)
Measure A Capital Outlay	432	15,951,058	-	15,951,058
Transportation Development Impact Fees	433	4,406,887	-	4,406,887
Transportation Uniform Mitigation Fees	434	(1,854,775)	-	(1,854,775)
Community Facilities Districts and Assessment Districts	Various	1,875,609	-	1,875,609
SubTotal - Capital Project Funds		19,475,639	-	19,475,639
Debt Service Funds				
Debt Service Fund - General	390	(9,927,974)	-	(9,927,974)
Debt Service Fund - Public Works	391	719,532	-	719,532
SubTotal Debt Service Funds		(9,208,442)	-	(9,208,442)
Agency Funds				
Redevelopment Successor Agency	Various	19,491,462	-	19,491,462
Community Facilities Districts and Assessment Districts	Various	799,062	-	799,062
Special Deposits	Various	7,596,526	-	7,596,526
SubTotal Agency Funds		27,887,050	-	27,887,050
Internal Service Funds				
Workers' Compensation Insurance Trust	610	13,996,077	773,896	14,769,974
Unemployment Insurance Trust	620	412,682	-	412,682
Liability Insurance Trust	630	(622,944)	-	(622,944)
Central Stores	640	(698,762)	-	(698,762)
Central Garage	650	6,231,702	2,763,569	8,995,271
SubTotal - Internal Service Funds		19,318,757	3,537,465	22,856,222
Total - All Funds		\$ 579,631,549	\$ 20,165,986	\$ 599,797,536

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

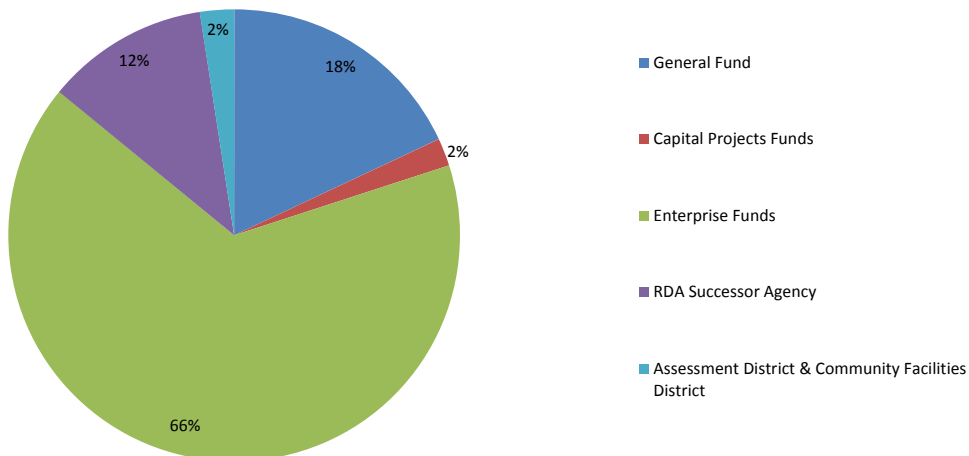


City of Riverside
 Fiscal Year 2017/18 Summary of Outstanding Debt ¹
 As of December 31, 2017

Debt Issuance ²	Outstanding Principal Balance 6/30/2017	New Debt Issued During Fiscal Year	2017/18 Principal Payments	2017/18 Interest Payments	2017/18 Total Payments	Projected Principal Balance 6/30/2018
General Fund						
General Obligation	11,390,000	-	1,110,000	544,298	1,654,298	10,280,000
Pension Obligation	92,935,000	-	12,830,000	4,263,319	17,093,319	80,105,000
Certificates of Participation	122,740,000	-	4,255,000	4,291,227	8,546,227	118,485,000
Lease Revenue Bonds	35,825,000	-	1,485,000	1,587,600	3,072,600	34,340,000
Capital Leases	17,192,291	-	3,741,086	325,978	4,067,064	13,451,204
Measure Z	-	14,500,000	675,934	133,648	809,583	13,824,066
Interfund Loans	2,962,142	-	288,163	51,837	340,000	2,673,980
Private Placement Financings	41,324,543	-	2,221,908	1,281,525	3,503,433	39,102,635
Total General Fund	324,368,975	14,500,000	26,607,091	12,479,432	39,086,523	312,261,884
Capital Projects Funds						
Local Park Impact Fee Fund Interfund Loans	4,787,702	-	1,367,215	83,785	1,451,000	3,420,486
Measure A Certificates of Participation	32,610,000	-	1,390,000	1,606,088	2,996,088	31,220,000
Total Capital Projects Funds	37,397,702	-	2,757,215	1,689,872	4,447,088	34,640,486
Enterprise Funds						
Electric Fund Revenue Bonds	553,515,000	-	13,795,000	24,278,505	38,073,505	539,720,000
Electric Fund Capital Leases	3,904,662	-	806,485	74,630	881,115	3,098,177
Water Fund Revenue Bonds	188,300,000	-	5,415,000	7,577,239	12,992,239	182,885,000
Water Fund Capital Lease	2,305,000	-	210,003	49,797	259,800	2,094,997
Sewer Fund Revenue Bonds	404,105,000	-	8,410,000	18,900,413	27,310,413	395,695,000
Sewer Fund Loans	2,220,389	-	773,690	43,171	816,861	1,446,699
Parking Fund Interfund Loans	97,850	-	97,850	-	97,850	-
Parking Fund Loans	19,270,306	-	1,014,468	732,236	1,746,704	18,255,838
Total Enterprise Funds	1,173,718,207	-	30,522,496	51,655,990	82,178,486	1,143,195,711
Internal Service Funds						
Central Garage Fund Interfund Loans	676,047	-	338,169	11,831	350,000	337,877
Total Internal Service Funds	676,047	-	338,169	11,831	350,000	337,877
RDA Successor Agency						
Tax Allocation Bonds	189,295,000	-	7,315,000	9,425,658	16,740,658	181,980,000
Lease Revenue Bonds	16,530,000	-	1,605,000	796,983	2,401,983	14,925,000
Interfund Loans	4,665,464	-	418,354	81,646	500,000	4,247,110
Loans	810,000	-	390,000	18,779	408,779	420,000
Total RDA Successor Agency	211,300,464	-	9,728,354	10,323,065	20,051,419	201,572,110
Assessment District & Community Facilities District						
Assessment Districts	23,215,000	-	1,265,000	1,135,269	2,400,269	21,950,000
Community Facilities Districts	20,955,000	-	530,000	905,140	1,435,140	20,425,000
Total AD & CFD	44,170,000	-	1,795,000	2,040,409	3,835,409	42,375,000
Total	\$ 1,791,631,395	\$ 14,500,000	\$ 71,748,326	\$ 78,200,598	\$ 149,948,925	\$ 1,734,383,069

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 2017/18 Summary of Outstanding Debt 1
As of December 31, 2017

Debt Issuance	Year of Issuance	Year of Final Maturity	Total Issue Size	Repayment Source	Outstanding Principal Balance 6/30/2017	New Debt Issued During Fiscal Year	2017/18 Principal Payments	2017/18 Interest Payments	2017/18 Total Payments	Projected Principal Balance 6/30/2018
General Obligation										
Measure G Fire Facility Projects Bonds	2004	2024	20,000,000	Existing Special Property Tax	11,390,000	-	1,110,000	544,298	1,654,298	10,280,000
Pension Obligation										
Pension Obligation Bonds (2004)	2004	2023	89,540,000	General Purpose General Fund Revenues	50,840,000	-	6,440,000	2,997,526	9,437,526	44,400,000
Pension Obligation Bonds (2005) Series A	2005	2020	30,000,000	General Purpose General Fund Revenues ²	10,135,000	-	3,480,000	484,453	3,964,453	6,655,000
Pension Obligation Bonds (2017A)	2017	2027	31,960,000	General Purpose General Fund Revenues ²	31,960,000	-	2,910,000	781,339	3,691,339	29,050,000
Certificates of Participation										
Galleria Mall Improvements	2006	2036	19,945,000	Project Developer / Successor Agency	17,040,000	-	555,000	768,691	1,323,691	16,485,000
Riverside Renaissance Projects Refunding	2008	2037	128,300,000	General Purpose General Fund Revenues	105,700,000	-	3,700,000	3,522,536	7,222,536	102,000,000
Lease Revenue Bonds										
Lease Revenue Refunding Bonds Series A	2012	2033	41,240,000	General Purpose General Fund Revenues ³	35,825,000	-	1,485,000	1,587,600	3,072,600	34,340,000
Capital Leases										
VOIP Phone System	2012	2022	1,650,000	General Purpose General Fund Revenues	955,564	-	164,620	21,769	186,388	790,944
Police Department Helicopter	2013	2019	1,348,316	General Purpose General Fund Revenues	463,309	-	229,711	6,843	236,554	233,598
Various Vehicles, Software, and Hardware	2013	2019	3,642,934	General Purpose General Fund Revenues	1,251,787	-	620,642	18,849	639,491	631,144
Various Vehicles, Software, and Hardware	2013	2018	2,957,221	General Purpose General Fund Revenues	904,764	-	601,370	9,058	610,428	303,394
Convention Center, Fox, Muni, and RPD Dispatch FF&E	2013	2021	3,668,000	General Purpose General Fund Revenues	2,151,849	-	523,985	35,375	559,360	1,627,864
Various Vehicles, Software, and Hardware	2014	2022	4,450,000	General Purpose General Fund Revenues	3,510,019	-	675,694	63,530	739,224	2,834,325
Various Hardware and Software	2017	2025	7,955,000	General Purpose General Fund Revenues	7,955,000	-	925,065	170,554	1,095,619	7,029,935
Measure Z										
Fire Vehicles and Equipment	2017	2027	14,500,000	Measure Z Fund Revenues	-	14,500,000	675,934	133,648	809,583	13,824,066
Interfund Loans										
Utilities Plaza Purchase Interfund Loan	2012	2027	4,469,221	Building Lease Revenue	2,962,142	-	288,163	51,837	340,000	2,673,980
Private Placement Financings										
Ryan Bonaminio Park Loan	2012	2021	4,000,000	General Purpose General Fund Revenues	2,151,061	-	404,569	62,546	467,115	1,746,491
Convention Center Expansion Loan	2012	2034	44,650,000	General Fund Transient Occupancy Tax ⁴	39,173,482	-	1,817,339	1,218,979	3,036,318	37,356,143
Total General Fund					324,368,975	14,500,000	26,607,091	12,479,432	39,086,523	312,261,884
Local Park Impact Fee Fund										
Riverside Renaissance Debt Service Interfund Loan #1	2010	2020	3,460,000	Development Impact Fee Revenue	2,763,569	-	683,638	48,362	732,000	2,079,931
Riverside Renaissance Debt Service Interfund Loan #2	2011	2019	3,402,000	Development Impact Fee Revenue	2,024,133	-	683,578	35,422	719,000	1,340,555
Total Local Park Impact Fee Fund					4,787,702	-	1,367,215	83,785	1,451,000	3,420,487
Measure A Fund										
RPFA Local Measure A Sales Tax Revenue COPs	2013	2033	35,235,000	Measure A Sales Tax Revenues	32,610,000	-	1,390,000	1,606,088	2,996,088	31,220,000
Total Measure A Fund					32,610,000	-	1,390,000	1,606,088	2,996,088	31,220,000
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	-	3,460,000	10,180,716	13,640,716	206,280,000
Electric Revenue Bonds (2009) Series A	2009	2018	34,920,000	Existing Electric Rates	2,490,000	-	1,215,000	81,375	1,296,375	1,275,000
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	6,995,000	-	2,345,000	257,300	2,602,300	4,650,000
Electric Revenue Bonds (2011) Series A	2011	2035	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	46,560,000	-	6,775,000	2,126,981	8,901,981	39,785,000
Electric Fund Vehicles Capital Leases	Various	Various	Various	Existing Electric Rates	3,904,662	-	806,485	74,630	881,115	3,098,177
Total Electric Fund					557,419,662	-	14,601,485	24,353,135	38,954,620	542,818,177
Water Utility										
Water Revenue Bonds (2008) Series B	2008	2038	58,235,000	Existing Water Rates	56,625,000	-	1,210,000	2,741,750	3,951,750	55,415,000
Water Revenue Bonds (2009) Series A	2009	2020	31,895,000	Existing Water Rates	9,760,000	-	2,505,000	383,575	2,888,575	7,255,000
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	54,125,000	-	1,700,000	1,734,537	3,434,537	52,425,000
Water Fund Vehicles Capital Lease	2017	2027	2,305,000	Existing Water Rates	2,305,000	-	210,003	49,797	259,800	2,094,997
Total Water Fund					190,605,000	-	5,625,003	7,627,036	13,252,039	184,979,997
Sewer Utility										
Headworks Project Loan	2000	2019	7,956,419	Existing Sewer Rates	930,095	-	460,982	16,405	477,387	469,113
Cogeneration Project Loan	2003	2021	5,374,978	Existing Sewer Rates	1,290,294	-	312,708	26,766	339,474	977,586
Sewer Revenue Bonds (2009) Series B	2009	2039	204,075,000	Existing Sewer Rates	204,075,000	-	8,410,000	9,063,413	17,473,413	195,665,000
Sewer Revenue Bonds (2015) Series A	2015	2040	200,030,000	Existing Sewer Rates	200,030,000	-	-	9,837,000	9,837,000	200,030,000
Total Sewer Fund					406,325,389	-	9,183,690	18,943,584	28,127,274	397,141,699

Debt Issuance	Year of Issuance	Year of Final Maturity	Total Issue Size	Repayment Source	Outstanding Principal Balance 6/30/2017	New Debt Issued During Fiscal Year	2017/18 Principal Payments	2017/18 Interest Payments	2017/18 Total Payments	Projected Principal Balance 6/30/2018
Parking Fund										
Parking Garages 1 & 2 Interfund Loan #2	2008	2018	942,006	Parking Fund Revenue	97,850	-	97,850	-	97,850	-
Fox Entertainment Plaza Loan	2010	2032	25,000,000	Parking Fund Revenue ⁵	19,270,306	-	1,014,468	732,236	1,746,704	18,255,838
Total Parking Fund					19,368,156	-	1,112,318	732,236	1,844,554	18,255,838
Central Garage Fund										
CNG Refueling Station Interfund Loan	2013	2019	1,674,262	Fuel Sales	676,047	-	338,169	11,831	350,000	337,877
Total Central Garage Fund					676,047	-	338,169	11,831	350,000	337,877
RDA Successor Agency										
RPPA Multiple Project Area TABs (1991)	1991	2018	13,285,000	Successor Agency Tax Increment	25,000	-	25,000	2,000	27,000	-
California Tower Lease Revenue Bonds Series A	2003	2024	26,255,000	Successor Agency Tax Increment	14,200,000	-	1,365,000	675,875	2,040,875	12,835,000
California Tower Lease Revenue Bonds Series B	2003	2024	4,810,000	Successor Agency Tax Increment	2,330,000	-	240,000	121,108	361,108	2,090,000
RPPA Multiple Project Area TABs (2007) Series A	2007	2037	8,340,000	Successor Agency Tax Increment	8,145,000	-	25,000	356,331	381,331	8,120,000
RPPA Multiple Project Area TABs (2007) Series B	2007	2028	14,850,000	Successor Agency Tax Increment	11,150,000	-	350,000	637,642	987,642	10,800,000
RPPA Multiple Project Area TABs (2007) Series C	2007	2037	89,205,000	Successor Agency Tax Increment	85,355,000	-	1,470,000	4,141,225	5,611,225	83,885,000
RPPA Multiple Project Area TABs (2007) Series D	2007	2032	43,875,000	Successor Agency Tax Increment	29,625,000	-	1,490,000	1,696,190	3,186,190	28,135,000
HUD Section 108 Refunding Loan - Mission Village	2011	2018	2,695,000	Successor Agency Tax Increment	810,000	-	390,000	18,779	408,779	420,000
Reid Park Acquisition Interfund Loan	2011	2028	720,000	Successor Agency Tax Increment	603,985	-	54,430	10,570	65,000	549,555
Riverside Golf Course Acquisition Interfund Loan	2011	2028	4,837,500	Successor Agency Tax Increment	4,061,479	-	363,924	71,076	435,000	3,697,555
2014 Subordinate Tax Allocation Refunding Bonds Series A	2014	2034	61,250,000	Successor Agency Tax Increment	53,590,000	-	3,795,000	2,550,650	6,345,650	49,795,000
2014 Subordinate Tax Allocation Refunding Bonds Series B	2014	2024	1,730,000	Successor Agency Tax Increment	1,405,000	-	160,000	41,620	201,620	1,245,000
Total RDA Successor Agency					211,300,464	-	9,728,354	10,323,065	20,051,419	201,572,110
Assessment District & Community Facilities District										
Riverwalk Business Center Assessment District Bonds	2004	2029	3,755,000	Existing Special Property Tax	2,560,000	-	135,000	152,205	287,205	2,425,000
Sycamore Canyon Business Park CFD 92-1 Bonds	2005	2034	9,700,000	Existing Special Property Tax	7,440,000	-	260,000	381,034	641,034	7,180,000
Hunter Park Assessment District Bonds	2006	2036	15,269,906	Existing Special Property Tax	12,320,000	-	370,000	623,795	993,795	11,950,000
Riverwalk Assessment District Refunding Bonds	2011	2026	7,805,000	Existing Special Property Tax	5,650,000	-	465,000	250,413	715,413	5,185,000
Auto Center Assessment District Refunding Bonds	2012	2024	4,050,000	General Fund Sales Tax Revenue ⁶	2,685,000	-	295,000	108,856	403,856	2,390,000
Riverwalk Vista CFD 2006-1	2013	2043	4,415,000	Existing Special Property Tax	4,205,000	-	85,000	202,794	287,794	4,120,000
Riverwalk Vista CFD 2006-1 Improv Area No.2 Series A	2016	2046	5,505,000	Existing Special Property Tax	5,505,000	-	65,000	189,444	254,444	5,440,000
Riverwalk Vista CFD 2006-1 Improv Area No.2 Series B	2016	2031	1,275,000	Existing Special Property Tax	1,195,000	-	65,000	44,569	109,569	1,130,000
Highlands CFD 2014-2 Series A	2016	2046	1,800,000	Existing Special Property Tax	1,800,000	-	10,000	57,975	67,975	1,790,000
Highlands CFD 2014-2 Series B	2016	2031	810,000	Existing Special Property Tax	810,000	-	45,000	29,325	74,325	765,000
Total Assessment District & Community Facilities District					44,170,000	-	1,795,000	2,040,409	3,835,409	42,375,000
Total					\$ 1,791,631,395	\$ 14,500,000	\$ 71,748,326	\$ 78,200,598	\$ 149,948,925	\$ 1,734,383,069

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.

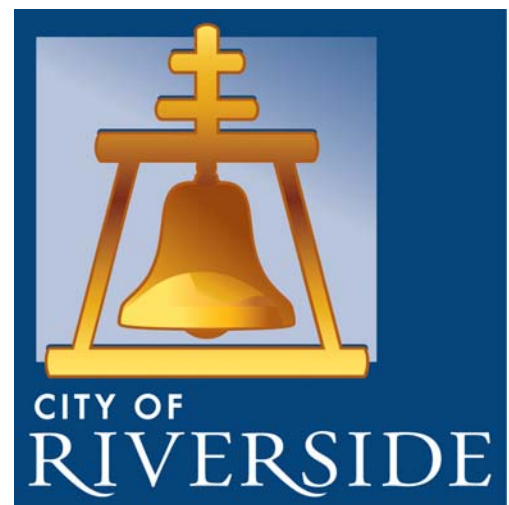
⁴ Debt service for this loan is primarily funded from a voter-approved increase in the transient occupancy tax rate from 11% to 13%.

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.

ATTACHMENT D

MEASURE Z STATUS- TRACKING MEASURES AND TARGETS



MEASURE Z STATUS

Measure Z Funding Items	Measure	Target	Status
 20% General Fund Reserve <i>(Financial Discipline/ Responsibility)</i>	General Fund Reserve level	FY 2017/18: 15% FYs 2018/19 - 2020/21: 20% (Also a part of city-wide program)	General Fund reserves are expected to meet 20% in FY 2017/18
 Payoff of the Balloon \$32 million Pension Obligation Bond <i>(Financial Discipline/ Responsibility)</i>	No measure required	No target required	Implemented May 2017
 Funding for Workers Comp and General Liability <i>(Financial Discipline/ Responsibility)</i>	Reserve level in the combined Liability Fund	50% (In accordance with formal City policy)	Expect to meet 50% target by FY 2020/21
 Measure Z Spending Contingency <i>(Financial Discipline/ Responsibility)</i>	No measure required	Finance will track contingency spending	Per Council action of 12/19/17, the contingency will be used for construction of Archives at the new Main Library
 Additional Sworn Police Positions <i>(Public Safety)</i>	Number of sworn officers added	Year 2: Add 17 Officers Year 3: Add 16 Officers Year 4: Add 14 Officers Year 5: Add 13 Officers (Also a part of city-wide program)	14 of 17 officers for Year 2 hired; recruitment continues
 Public Safety Non-Sworn Positions and Recruitment Costs <i>(Public Safety)</i>	Number of positions filled during the year	FY 2017/18: 12 positions	Nine positions filled; recruitment continues
 Police Officer Lateral Hire Incentives and Recruitment Costs <i>(Public Safety)</i>	Fiscal year spending and number of bonuses awarded	No target required	Measure Z funding begins in FY 2018/19

Measure Z Funding Items	Measure	Target	Status
 Additional Dispatchers (Public Safety)	Number of dispatchers added	Year 2: Add 3 Dispatchers Year 3: Add 2 Dispatchers Year 4: Add 2 Dispatchers Year 5: Add 2 Dispatchers	2 of 3 dispatchers hired; recruitment continues
 Reinstatement of Fire Squad (Public Safety)	No measure required	No target required	Implemented December 2016
 Reinstatement of Fire Captains – Training and Arson (Public Safety)	No measure required	No target required	Implemented July 2017
 Reinstatement of Battalion Chief (Public Safety)	No measure required	No target required	Implemented July 2017
 Revised Police Department Vehicle Replacement and Maintenance Plan (Public Safety)	Number of vehicles replaced	Target to be determined	Six vehicles purchased; six motorcycles and 10 vehicles in bid process; four vehicles pending purchase for a total of 26 vehicles
 Refurbish Police Department Vehicle - Pilot Program (Public Safety)	Number of vehicles refurbished	Target to be determined	10 of 13 vehicles refurbished
 Revised Fire Vehicle Replacement and Maintenance Plan (Public Safety)	Number of vehicles replaced	Target to be determined	16 vehicles ordered; arrival date between September and December 2018
 Fleet Facility Capital Repairs Needed (Public Safety)	Project Status	No target required	City Council approved the bid for Fleet facility modifications on 1/16/18. Construction will begin in Q3 2018
 Additional Fleet Mechanics for Police Department (Public Safety)	Number of mechanics added	Add 2 mechanics	The recruitment and hiring process is underway
 Additional Fleet Mechanics for Fire Department (Public Safety)	Number of mechanics added	Add 2 mechanics	One of two mechanics hired; hiring process is underway for the second mechanic

Measure Z Funding Items	Measure	Target	Status
 Funding Gap - Existing Services <i>(Critical Operating Needs)</i>	Measure Z Funding allocated to General Fund	No target required	Implemented July 2017
 General Plan Update - Includes Zoning Code Changes <i>(Critical Operating Needs)</i>	Measure Z funding contributed to update and changes	Target to be determined	A Request for Qualifications (RFQ) for the General Plan Update & Rezoning is expected to be released in Q3 2018
 Homeless Services <i>(Critical Operating Needs)</i>	Currently undefined, to be based on the types of services funded by Measure Z (e.g., housing units if housing services funded)	Currently undefined, to be based on the types of services funded by Measure Z (e.g., number of housing units provided if housing services funded)	The draft Housing First Strategy was released to the community on January 2, 2018 and will be presented to City Council on February 27, 2018 for adoption
 Principal Analyst – City Manager’s Office <i>(Critical Operating Needs)</i>	No measure required	No target required	Hired October 2017
 Budget Engagement Commission Support <i>(Critical Operating Needs)</i>	No measure required	No target required	Implemented June 2017
 New Downtown Main Library <i>(Facility Capital Needs)</i>	Status of Library project and funding	No target required	New Main Library project approved by City Council; staff is reviewing designs. Opening estimated Spring 2020
 Eastside Library Site Selection <i>(Facility Capital Needs)</i>	Progress toward replacement site identification	No target required	Staff is researching site options for City Council’s consideration
 New Police Headquarters <i>(Facility Capital Needs)</i>	Project Status	No target required	In progress; site options being considered

Measure Z Funding Items	Measure	Target	Status
 Museum Expansion and Rehabilitation <i>(Facility Capital Needs)</i>	Project Status	No target required	Planning phase; new Museum Director hired
 Downtown Parking Garage <i>(Facility Capital Needs)</i>	Project Status	No target required	Early planning phase
 Annual Deferred Maintenance (Existing Facilities) – Partial Funding <i>(Facility Capital Needs)</i>	Percentage of Need funded	Target to be determined	Various projects are underway including La Sierra Library reroof (bid in progress); Orange Police Station roof repairs (bid awarded); Fire Station #8 reroof (bid in progress)
 Maximize Roads/ Streets (Pavement Condition Index) <i>(Quality of Life)</i>	Pavement Condition Index (PCI)	70 or higher PCI	All field survey data has been collected; consultant report anticipated February 2018
 Tree Trimming <i>(Quality of Life)</i>	Tree trimming cycle	6-year tree trimming cycle	Tree contractor has started 3 separate grids; working with contractor to increase the number of personnel in each grid to maximize efficiency
 Ward Action Team – Deputy City Attorney II (City Attorney’s Office) <i>(Quality of Life)</i>	No measure required	No target required	Implemented June 2017
 Ward Action Team – City Manager’s Office <i>(Quality of Life)</i>	Recruitment progress	No target required	Position details being defined; recruitment will follow
 Technology Improvements <i>(Technology)</i>	Status of projects funded by Measure Z	Target to be determined	Thirteen projects identified; implementation of a comprehensive Security Information and Event (SIEM) system is underway