



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL **DATE: JANUARY 18, 2022**
FROM: FINANCE DEPARTMENT **WARDS: ALL**
SUBJECT: FISCAL YEAR 2021/22 FIRST QUARTER FINANCIAL UPDATE AND MID-CYCLE BUDGET ADJUSTMENTS – \$6,243,115 SUPPLEMENTAL APPROPRIATIONS; \$2,143,229.51 INTERFUND TRANSFERS

ISSUE:

Receive and provide input on the Fiscal Year 2021/22 First Quarter Financial Update; approve proposed mid-cycle budget adjustments.

RECOMMENDATIONS:

That the City Council:

1. Receive and provide input on the Fiscal Year 2021/22 First Quarter financial update;
2. With at least five affirmative votes and contingent upon a successful certification of the General Fund Transfer election results (Measure C), authorize the Chief Financial Officer, or designee, to record a supplemental appropriation in the General Fund of \$5.5 million to rescind a portion of the \$10 million adopted vacancy factor;
3. With at least five affirmative votes and contingent upon a successful certification of the General Fund Transfer election results (Measure C), authorize the Chief Financial Officer, or designee, to record an increase in the General Fund Fire Department of 14.0 full-time equivalent firefighter positions and a corresponding reduction of firefighter positions in the Measure Z fund;
4. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record a supplemental appropriation in the General Fund of \$572,979 to increase the fund subsidies for the Convention Center and Entertainment funds;
5. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record a supplemental appropriation of \$100,000 in the General Fund to fund consultant costs to conduct a study on the establishment of cannabis storefronts in the City as recommended by the Economic Development, Placemaking and Branding/Marketing Committee;
6. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to

record a supplemental appropriation of \$70,136 and increase of 1.0 FTE in the Central Stores Fund;

7. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record an interfund transfer of \$2,143,229.51 in shuttered venue operator grant funding from the Grants & Restricted Programs Fund to the Entertainment Fund; and
8. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record an interfund transfer of \$693,718 in capital lease funding from the Measure Z Operating Fund to the Refuse Fund to accommodate the previously approved purchase of Refuse trucks utilizing a combination of cash and capital lease financing.

BACKGROUND:

On June 22, 2021, the City Council adopted Resolution No. 23720 approving the Fiscal Year (FY) 2021-2022 Annual Budget.

The City's Chief Financial Officer provides periodic financial updates to the City Council via a standing item on the City Council's agenda and to the Budget Engagement Commission via a standing item on the Commission's agenda.

DISCUSSION:

Throughout the fiscal year, City departments and the Budget Office monitor and analyze all City funds for potential issues that require attention and mitigating action. For the first quarter report, City departments analyzed the financial status for all funds and appropriations under their purview. The results of the City's major funds, as well as areas of concern in other funds (if any), are included in this report. This update spans the period of July 2021 through September 2021.

General Fund

The first quarter analysis presents a positive outlook for the General Fund, with revenues performing better than anticipated and expenditures trending within budgeted appropriation limits.

Adopted Budget: The adopted FY 2021/22 budget for the General Fund included a \$10 million balancing measure in the form of vacancy savings targets to offset a projected structural deficit. The Fire department's \$2 million vacancy savings target was accommodated via a transfer of 14 Fire personnel to the Measure Z Fund for the adopted budget year.

Revenues: FY 2021/22 General Fund revenues recorded through September 2021 were reviewed in context of FY 2020/21 actual results, performance to date, and potential COVID-19 impacts through the end of the fiscal year. First quarter analysis reveals that General Fund revenue projections may exceed revenue estimates by nearly \$13.7 million, including \$12.9 million in higher sales tax revenue. FY 2020/21 sales tax revenue posted an unexpected growth rate of 18.2%; based on fiscal year performance to date, the higher sales tax base is expected to be sustained, providing a new baseline for revised FY 2021/22 projections. The City's sales tax consultant, HdL, projects a 3.6% growth in sales tax revenue over prior year actuals.

In the Non-Development Charges for Services category, the projection for parks and recreation revenue has been reduced by approximately 15.5%, with a revised revenue target of \$2.4 million, as compared to the pre-Covid benchmark of \$3.5 million collected in FY 2018/19. The projection for the Development Fees and Charges category has been reduced by 3.1% based on trend analysis and supply chain issues impacting building and development activity. Adjustments in other revenue line items in the following table are based on FY 2020/21 actual revenue receipts and updated line-item trend analysis.

UPDATED REVENUE PROJECTIONS

	Budgeted Projection	Updated Projection	\$ Change	% Change
Property Taxes	\$ 76,673,280	\$ 76,939,716	\$ 266,436	0.3%
Sales Tax	68,272,880	81,157,400	12,884,520	18.9%
Utility Users Tax	31,070,222	31,556,617	486,395	1.6%
Transient Occupancy Tax	6,120,000	6,120,000	-	0.0%
Franchise Fees	5,403,601	5,617,000	213,399	3.9%
Licenses & Non-Developer Permits	8,381,657	8,775,457	393,800	4.7%
Non-Development Charges for Services	9,784,532	9,428,680	(355,852)	-3.6%
Development Fees & Charges	6,927,754	6,714,950	(212,804)	-3.1%
General Fund Transfer	48,208,700	48,208,700	-	0.0%
Measure Z Transfer	18,266,026	18,266,026	-	0.0%
Other Revenues & Transfers In	7,864,545	7,864,545	-	0.0%
Total Revenues & Transfers In	\$ 286,973,197	\$ 300,649,091	\$ 13,675,894	4.7%

Expenditures: As of the first quarter, expenditures are expected to exceed projections by approximately \$573,000 due to increased subsidy requirements for the Convention Center and Entertainment Funds. Although the venues have reopened, recovery is expected to be prolonged, with recovery to pre-pandemic levels projected to more likely occur in FY 2024/25. A contingency amount of approximately \$1.9 million was included in the adopted budget; that has been reclassified from the Special Projects line item to the fund subsidies, with an additional \$1.1 million expected to be required. Staff is recommending a supplemental appropriation to accommodate the projected increase in fund subsidies. The CalPERS UAL projection reflects the savings produced by the prepayment of the required UAL payment, as compared to the monthly payment plan offered by CalPERS. The recommended mid-cycle budget adjustment is a net increase of \$572,979 in General Fund appropriations.

REVISED EXPENDITURE PROJECTIONS

	Adopted Budget	Updated Projection	\$ Change	% Change
Personnel	\$ 205,961,759	\$ 205,961,759	\$ -	0.0%
CalPERS UAL – Safety	9,806,181	9,479,994	(326,187)	-3.3%
CalPERS UAL – Miscellaneous	4,919,039	4,755,413	(163,626)	-3.3%
Non-Personnel Costs	54,404,875	54,404,875	-	0.0%
Special Projects	8,737,726	6,873,306	(1,864,420)	-21.3%
Minor Capital & Grants	429,477	429,477	-	0.0%
Debt Service	32,769,205	32,769,205	-	0.0%
Charges To/From	(17,459,758)	(17,459,758)	-	0.0%
Cost Allocation Plan	(23,526,240)	(23,526,240)	-	0.0%
Operating Transfers	688,791	688,791	-	0.0%
Special Districts Fund Subsidy	1,414,454	1,414,454	-	0.0%
Convention Center Fund Subsidy	4,817,697	6,661,600	1,843,903	38.3%
Entertainment Fund Subsidy	3,667,091	4,750,400	1,083,309	29.5%
Cheech Marin Center Fund Subsidy	342,900	342,900	-	0.0%
Total Expenditures & Transfers Out	\$ 286,973,197	\$ 287,546,176	\$572,979	0.2%

During the first quarter of FY 2021/22, the City Council approved supplemental appropriations totaling \$257,244 in the General Fund:

- Debt Collaboration Software \$17,127 – use of existing funds in the Special Deposits Fund.
- Emergency Air Support (Corona) \$120,000 – As-needed emergency air support services to the City of Corona, fully offset by corresponding revenues.
- Police Facilities Renovations \$120,117: use of existing funds in the Special Deposits Fund, Evidence Trust Account.

Summary: Based on strong sales tax revenue performance, staff is projecting a \$13 million net gain in the General Fund for FY 2021/22. As a result of this positive outlook, staff is recommending that the adopted \$10 million vacancy savings target be rescinded to allow departments to recruit for and fill all vacant positions. Staff also recommends moving the 14 firefighter positions that were temporarily moved to Measure Z back to the General Fund, along with the costs incurred to date, thereby restoring the Measure Z funding that has been used by those positions. The fiscal impact of these actions is expected to be \$5.5 million, reducing the potential net gain to \$7.5 million for the General Fund.

The baseline budget recently presented to the Budget Engagement Commission and the Financial Performance and Budget Committee for the upcoming budget cycle supports the filling of all position vacancies, with small surpluses projected for each fiscal year (\$4.8 million in 2022/23 and \$7.5 million in 2023/24) – with a caveat that increases that may result from labor negotiations are not projected or included in the baseline budget.

The City is currently responding to a legal challenge to the certification of the results of the General Fund Transfer (Measure C) ballot measure that was approved by voters in November 2021. Staff's recommendation to rescind the vacancy savings target is contingent upon a successful certification of the General Fund Transfer election results.

Measure Z

Based on the spending items approved to date and strong tax revenue performance, Measure Z is projected to end the fiscal year with approximately \$44.8 million in unallocated fund reserves. Separately, \$5 million is held in contingency reserves per the adopted Measure Z Reserve Policy to ensure sufficient funding for ongoing costs in the event of under-performing revenues.

Revenues: The FY 2021/22 adopted budget included projected revenue of \$64.8 million. Based on FY 2020/21 actual tax revenue growth of 15.4% and revenue performance to date, the FY 2021/22 tax revenue projection has been revised to \$74.3 million. The revised transaction and use tax projection is 3.25% higher than prior year actuals.

Expenditures: Measure Z funds include many projects and one-time expenditures, causing expenditures to appear to be trending behind budget. However, spending is progressing as planned and within appropriation limits.

If the City Council approves rescinding the General Fund vacancy savings factor contingent upon the certification of the General Fund Transfer ballot results (Measure C), \$2 million will be reinstated to Measure Z unallocated reserves. This amount represents the Fire Department's vacancy savings target that was funded by Measure Z via the temporary move of fourteen firefighters from the General Fund to Measure Z.

Sewer Fund

The overall financial position of the Sewer Enterprise fund is in line with the Sewer Fund Reserve Policy objectives. The FY 2021/22 adopted budget projects a net operating gain of \$4.6 million. The operating gain, in addition to fund reserves of \$71.4 million will be used to fund \$22 million of planned capital projects.

Revenues: Based on an analysis of Quarter 1 performance to date, the Sewer Fund is on track to meet revenue and expenditure projections. At the end of the first quarter, 25.3% of projected revenues have been recorded.

Expenditures: Operating expenditures are 35.5% of total budget at the end of the first quarter and are expected to remain within adopted appropriation limits through the fiscal year. Spending occurs unevenly throughout the year; the high spending percentage to date is attributable to debt obligations budgeted and paid in the first quarter of the fiscal year.

Refuse Fund

The adopted budget for the Refuse fund projects a draw on fund reserves of approximately \$1 million due to revenues not keeping pace with rising costs. The Refuse Fund began the fiscal year with fund reserves of \$3.3 million; as of the first quarter, the reserve balance is expected to be sufficient to accommodate a current year deficit. The annual rate increase is expected to help the

fund to operate at a net gain beginning in FY 2022/23. As of the first quarter of FY 2021/22, both revenues and expenditures are trending below projections.

Revenues: The Solid Waste rate plan adopted by City Council in September 2020 included a Year 2 increase in rates effective July 1, 2021. As of the end of the first quarter, service revenues are 24% of projections and total revenues are 23% of projections.

Expenditures: Operating expenditures are 17% of total budget at first quarter end; spending in some categories, such as debt service and minor capital, do not occur evenly throughout the year.

Electric Fund

The FY 2021/22 adopted budget for the Electric Fund includes a programmed \$7.4 million operating deficit and draw on fund reserves. This is a financial strategy employed to draw reserves down to keep rate increases as low as possible. Reserve level estimates as of the first quarter end are within established policy levels.

On July 16, 2021 Governor Newsom signed AB 135, which created the California Arrearage Payment Program (CAPP) to administer funding for electric utility customer arrearages.

Revenues: As of the end of the first quarter, Electric operating revenues are at 30.7% of budgeted projections. With the summer season at the beginning of the fiscal year, projected retail sales were expected to be at 29.6% of total budget through September 2021. Retail sales are at 30.6% of total budget through September 2021 and 3.4% higher than expected. As of September 30, 2021, retail sales have resulted in the higher than anticipated residential retail revenues and lower than anticipated retail revenue from commercial and industrial customers, which may be attributed to the impacts of COVID-19. Residential revenues were 11.9% higher than budgeted in the first quarter. Commercial/industrial revenues were 2.5% below budget at the end of the first quarter. Weather can significantly impact retail revenues, which will be monitored throughout the remainder of the fiscal year. Transmission revenues are projected to perform as anticipated for the remainder of FY 2021/22. Projected revenue for the fiscal year remains unchanged and no mid-cycle budget adjustments are recommended.

Expenditures: Electric operating expenditures are 23.7% of total budget at the end of the first quarter. Some costs vary in their timing throughout the fiscal year; overall, electric expenditures are projected to remain within the budgeted appropriation limit at fiscal year-end.

Water Fund

The Water Fund is in a healthy position with estimated reserve levels at the end of the first quarter within the required policy reserve range (including the available line of credit). Budgeted operating gains of \$7.2 million are anticipated, with approximately \$3.4 million to be used to fund \$21.5 million in capital projects in FY 2021/22, supplemented by bond proceeds.

On July 22, 2021 Governor Newsom signed AB 148, which created the California Water and Wastewater Arrearage Management Program (CWWAPP) to administer funding for water/wastewater utility customer arrearages.

Revenues: Total operating revenues for the Water Fund are 29.9% of projections as of first quarter end. With the summer season at the beginning of the fiscal year, projected retail sales were expected to be at 32.4% of total budget through September 2021. Retail sales are at 32.0%

of total budget through September 2021 and (1.4%) or \$300,000 lower than expected. Residential revenues were 2.9% less than anticipated during the first quarter. Commercial, industrial, and other revenues were 0.1% higher than budgeted. Weather, including precipitation, can significantly impact retail revenues, which will be monitored throughout the remainder of the fiscal year.

Expenditures: Water Fund operating expenditures are 19.9% of budget at the end of the first quarter. Some expenditures vary in their timing throughout the fiscal year. Overall, water expenditures are projected to remain within the budgeted appropriation limit at fiscal year-end.

Mid-Year Budget Adjustments

Throughout the fiscal year, staff assesses the need for adjustments to the adopted budget. The following mid-year budget adjustments are recommended for Council approval; funds are available in the respective funds to accommodate the recommendations.

1. **General Fund – Non-Departmental (\$572,979):** Supplemental appropriation to increase the General Fund subsidies for the Convention Center to \$1,844,000 and the Entertainment funds to \$1,084,000. The savings from the prepayment of the UAL will be transferred to fund subsidies.
2. **General Fund – Community & Economic Development (\$100,000):** On November 18, 2021, the Economic Development, Placemaking and Branding/Marketing Committee directed staff develop an ordinance with the legal and regulatory framework for the permitting, licensing, enforcement, taxation, and legal operations of commercial cannabis storefronts within the City limits and to explore a ballot initiative for business taxes to potentially be collected for cannabis businesses. A supplemental appropriation of \$100,000 is recommended for consultant costs to assist staff in the process and to complete the required California Environmental Quality Act Initial Study and subsequent environmental documents.
3. **Central Stores Fund – Finance Department (\$70,136):** Supplemental appropriation of \$70,136 and approval to move 1.0 FTE from Riverside Public Utilities (RPU) Electric Operations to Central Stores – Finance. The position is housed in Central Stores but was not identified as part of the initial transfer when Central Stores operations were moved from RPU to Finance.
4. **Grants & Restricted Programs Fund / Entertainment Fund (\$2,143,228.51 interfund transfer):** On September 7, 2021, the City Council approved the acceptance of a shuttered venue operator grant from the U.S. Small Business Administration and authorized a corresponding supplemental appropriation in the Grants & Restricted Programs Fund. The appropriate accounting requires the grant to be recorded in the Entertainment Fund; therefore, an interfund transfer of \$2,143,228.51 from the Grants and Restricted Programs Fund to the Entertainment Fund is hereby submitted for City Council approval.
5. **Measure Z Operating Fund / Refuse Fund (\$693,718 interfund transfer):** On July 6, 2021, the City Council approved the purchase of three compressed natural gas refuse trucks utilizing a combination of capital lease proceeds and cash funding. The capital lease proceeds were fully budgeted in the Measure Z Operating Fund for Fire apparatus; the Fire purchases have been completed and sufficient capital lease proceeds remain to partially fund the purchase of the refuse trucks. The portion of capital lease proceeds designated

for the Refuse truck purchase must be transferred from the Measure Z Operating Fund to the Refuse Fund.

STRATEGIC PLAN ALIGNMENT:

The reporting and presentation of financial results aligns with **Strategic Priority 5: High Performing Government and Goal 5.3:** Enhance communication and collaboration with community members to improve transparency, build public trust and encourage shared decision making.

Financial reporting aligns with each of the Cross-Cutting Threads as follows:

1. **Community Trust** – Presentation of financial results provides a transparent view and communication of City finances in a forum that accommodates community engagement and the involvement of the Budget Engagement Commission.
2. **Equity** – The financial report is available to all members of the public via the City website, and the presentation of the financial report in a public forum accommodates community engagement from all members of the public.
3. **Fiscal Responsibility** – The financial report and proposed recommendations demonstrate the City's commitment to responsible management of the City's financial resources.
4. **Innovation** – The financial reports, methodologies, and strategies proposed by staff demonstrate innovative management of City finances.
5. **Sustainability & Resiliency** – The financial reports, methodologies, and strategies proposed by staff demonstrate the City's commitment to the long-term fiscal health of the City and preservation of City services.

FISCAL IMPACT:

As of the first quarter, the General Fund is anticipated to end the fiscal year with savings. However, the City is currently addressing a challenge to the certification of the Measure C ballot measure; should the City not prevail in the legal issue, immediate fiscal action to preserve General Fund resources would be required.

The Measure Z fund has a significant amount of unallocated reserves available for new spending initiatives; however, staff recommends holding off on allocating the funds pending the outcome of the Measure C certification.

The City's Sewer, Electric, and Water Funds are healthy, with projected operating gains or strategic drawdowns of reserves to keep rates low. The reserves of each of the three funds are within policy reserve requirements. Costs continue to outpace revenues in the Refuse fund, but as of the first quarter, staff believes fund reserves are sufficient to carry the fund to FY 2022/23 when the scheduled rate increase is anticipated to catch up with costs and result in a net break-even or operating gain.

Prepared by: Kristie Thomas, Assistant Chief Financial Officer
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/Treasurer
Approved by: Kris Martinez, Assistant City Manager
Approved as to form: Phaedra A. Norton, City Attorney

Attachments:

1. Fiscal Update
2. Measure Z Spending Status
3. Presentation

CITY OF RIVERSIDE FISCAL UPDATE



EXECUTIVE SUMMARY

The closure of Fiscal Year (FY) 2020/21 presented surprisingly good news in the form of extraordinary gains in sales tax revenue. The strong revenue performance resulted in surplus reserves in the General Fund which will help the City to employ some long-term fiscal strategies, such as increasing funding in the Section 115 Pension Trust for the long-term management of rising retirement costs and creating a Capital Replacement Reserve to address critical infrastructure needs. The strong revenue performance also resulted in revised projections for FY 2021/22 which may allow the City to rescind the adopted \$10 million vacancy savings balancing measure. However, the City is currently addressing a legal challenge to the certification of the General Fund Transfer (Measure C) ballot measure results. If the City does not prevail in that challenge, significant adjustments will need to be made to the General Fund budget. A decision on this challenge is expected in January 2022.

For most funds, City finances reflect a gradual recovery from the effects of the COVID-19 pandemic. However, those funds dependent upon travel and entertainment, including the Convention Center, Entertainment Fund, and Public Parking Fund continue to experience significant impacts from the pandemic. Shortfalls in these funds will require new or increased subsidies from the General Fund to provide needed capital for ongoing operations. A prolonged need for fund subsidies reduces available funding for other General Fund services and may compromise long-term fiscal strategies for critical unfunded needs.

As the City enters the next budget development cycle, strong revenue performance in the prior year and current fiscal year to date has resulted in a projected elimination of the General Fund structural deficit under current spending guidelines, including existing Memorandums of Understanding. Prudent management of City resources will be required to ensure lasting fiscal sustainability for the General Fund.

TABLE OF CONTENTS

Economic Indicators - 2

General Fund – 4

Enterprise Funds - 6

Other Funds – 7

Other Financial News - 8

Chief Financial Officer/City Treasurer
Edward Enriquez

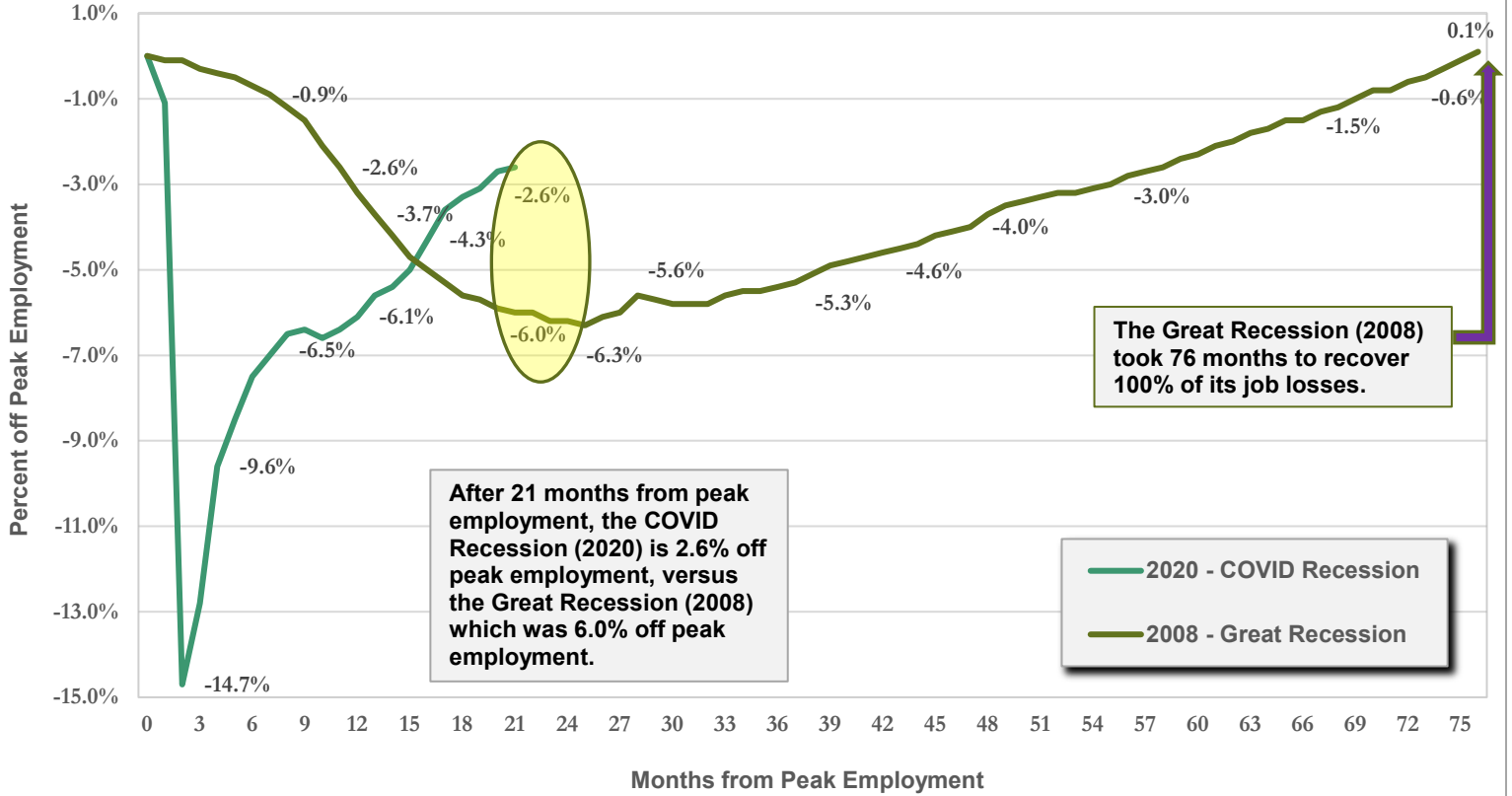
Assistant Chief Financial Officer
Kristie Thomas



ECONOMIC INDICATORS

Jobs Recovery

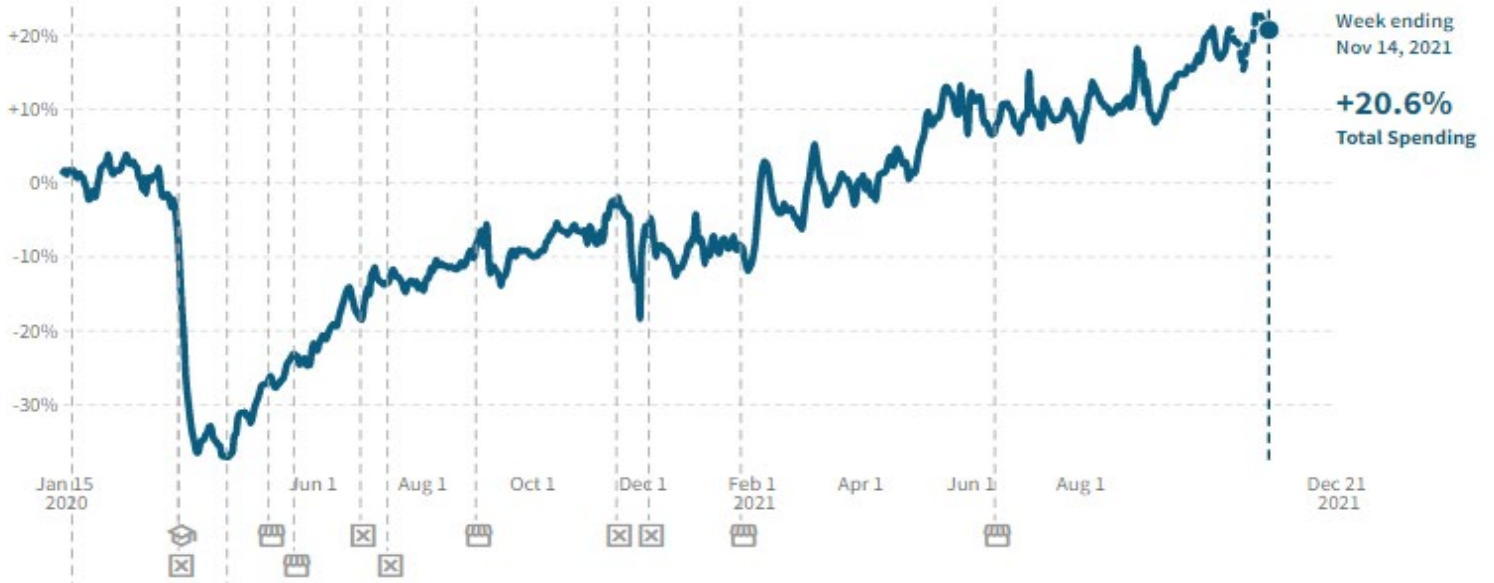
Jobs Recovery After Peak Employment



Percent Change in All Consumer Spending

Source: TrackTheRecovery.org

In **California**, as of November 14 2021, total spending by all consumers increased by **20.6%** compared to January 2020.



INFLATION WATCH

What is the Consumer Price Index and how does it affect consumer spending and sales tax performance?

The Consumer Price Index (CPI), is the broadest measure of the increases in the cost of living that the average consumer faces. The latest reports have shown a growing trend of price increases that the consumer is facing for a myriad of reasons. An influx of federal spending, supply chain disruptions, and increased consumer demand are all affecting the prices paid on almost all goods.

Food, energy, and automobile costs are the among the largest drivers of these increased prices. Oil, and its derivative **gasoline**, have increased 33% in price from November 2020 to November 2021. The pickup in American **fuel consumption** has surpassed (in total dollar volume) the pre-pandemic high of \$44 billion in month gasoline sales, to an all-time high of \$54.9 billion per month (as of November 2021).

Automobile prices, specifically used automobiles, have jumped more than 30% from a year ago. The demand for autos and the reopening of the economy caused a surge in automobile prices. Coupled with **supply chain and auto manufacturing issues**, the perfect storm erupted for the jump in both new and used automobiles. A cooling off of automobile prices is expected as supply chains normalize, and more auto manufacturing comes online.

These **pricing increases are expected to level off** in the beginning of calendar year 2022, however **a decrease in prices is not anticipated**. Demand should begin to abate after the holiday season and prices should moderate from the higher growth rates witnessed in 2021. In addition, anticipated Federal Reserve tapering and expected interest rate increases should serve as a brake on the accelerated prices that have spread throughout the economy.

The City has experienced significant growth in sales tax revenues, both because of heightened consumer spending and inflated prices. Through the first fiscal quarter of FY 2021/22, City sales tax revenue shows large gains (year over year), but a softening in those gains is expected in the upcoming quarters. Higher prices can dampen consumer spending and in turn sales tax revenue. The remainder of the fiscal year is likely to experience a slower growth rate – nowhere near the gains over the past few quarters – but an overall positive growth rate is expected. Sales tax revenues should remain solid and buoyed by the continued reopening of the economy and solid employment numbers. The recent emergence of the Omicron variant could have a short-term impact on the economy and could temper revenue growth in the third quarter of the fiscal year. As a result of the surge in coronavirus cases due to the variant, any new Federal and State mandates could impact the current economic recovery.

MONTHLY CPI HEATMAP

	Dec 2020	Jan 2021	Feb 2021	Mar 2021	Apr 2021	May 2021	Jun 2021	Jul 2021	Aug 2021	Sep 2021	Oct 2021	Nov 2021
Overall CPI	1.4%	1.4%	1.7%	2.6%	4.2%	5.0%	5.4%	5.4%	5.3%	5.4%	6.2%	6.8%
Category CPI												
Food	3.9%	3.8%	3.6%	3.5%	2.4%	2.2%	2.4%	3.5%	3.7%	4.6%	5.3%	6.1%
Energy	-7.0%	-3.7%	2.4%	13.2%	25.1%	28.6%	24.5%	23.9%	25.0%	24.8%	30.0%	33.3%
Household Furnishings	2.9%	2.4%	2.3%	2.8%	3.2%	3.7%	3.4%	3.0%	3.3%	4.8%	6.1%	6.0%
Apparel	-3.9%	-2.5%	-3.6%	-2.5%	1.9%	5.6%	4.9%	4.2%	4.2%	3.4%	4.3%	5.0%
Motor Vehicles & Parts	5.0%	4.6%	4.2%	4.5%	9.2%	13.3%	20.3%	19.8%	17.2%	15.0%	16.5%	19.2%
Shelter	1.8%	1.6%	1.5%	1.7%	2.1%	2.2%	2.6%	2.8%	2.8%	3.2%	3.5%	3.8%
Household Operations	4.1%	4.7%	4.3%	4.3%	4.9%	8.3%	7.2%	7.0%	7.3%	6.6%	6.9%	8.4%
Medical Care Services	2.8%	2.9%	3.0%	2.7%	2.2%	1.5%	1.0%	0.8%	1.0%	0.9%	1.7%	2.1%
Transportation Services	-3.5%	-4.1%	-4.4%	-1.6%	5.6%	11.2%	10.4%	6.4%	4.6%	4.4%	4.5%	3.9%

Green = lower CPI



Red = higher CPI

GENERAL FUND REVENUE

As of the first quarter ending September 2021, total General Fund revenues are expected to exceed budgeted revenue estimates by approximately \$13.6 million, primarily due to a \$12.9 million increase in projected sales tax revenue. Other revenues were reviewed in detail in preparation for the FY 2022-2024 biennial budget projections, leading to revised projections for numerous revenue line items.

UPDATED REVENUE PROJECTIONS – FY 2021/22

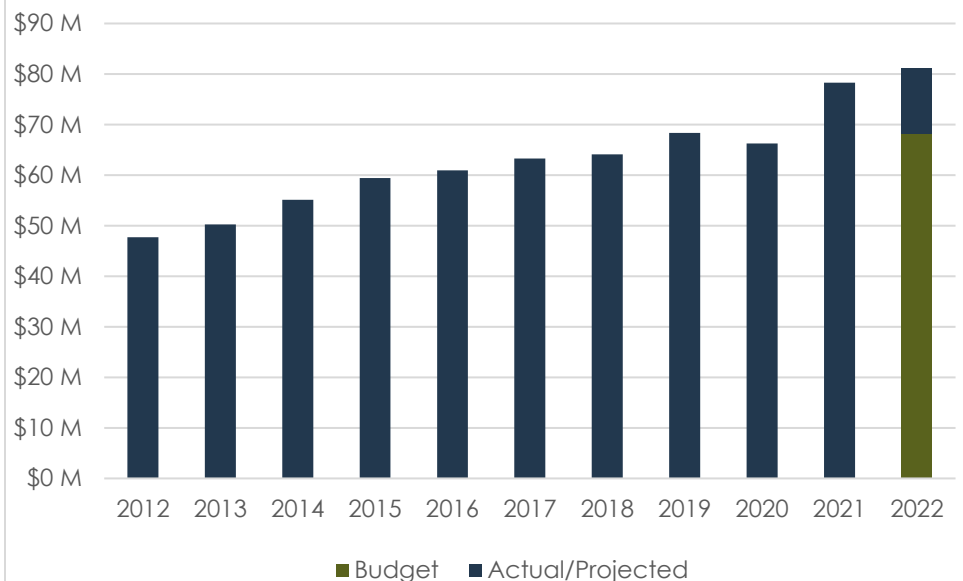
	Budgeted Projection	Updated Projection	\$ Change	% Change
Property Taxes	\$ 76,673,280	\$ 76,939,716	\$ 266,436	0.3%
Sales Tax	68,272,880	81,157,400	12,884,520	18.9%
Utility Users Tax	31,070,222	31,556,617	486,395	1.6%
Transient Occupancy Tax	6,120,000	6,120,000	-	0.0%
Franchise Fees	5,403,601	5,617,000	213,399	3.9%
Licenses & Non-Developer Permits	8,381,657	8,775,457	393,800	4.7%
Non-Development Charges for Services	9,784,532	9,428,680	(355,852)	-3.6%
Development Fees & Charges	6,927,754	6,714,950	(212,804)	-3.1%
General Fund Transfer	48,208,700	48,208,700	-	0.0%
Measure Z Transfer	18,266,026	18,266,026	-	0.0%
Other Revenues & Transfers In	7,864,545	7,864,545	-	0.0%
Total Revenues & Transfers In	\$ 286,973,197	\$ 300,649,091	\$ 13,675,894	4.7%

Sales Tax History

The 10-Year history of sales tax revenues shows strong gains averaging 7.6% in 2013 through 2015, followed by a flattening of revenue with an average 2.6% annual gain from 2016 through 2018. In the last full fiscal year prior to the pandemic, 2019 posted a 6.6% gain over the prior year. Pandemic impacts, including business closures and stay-at-home orders, resulted in a 3.1% decline in 2020.

A combination of factors contributed to an extraordinary 18.2% gain in 2021 as compared to the prior year, including a shift in consumer spending habits, supply chain issues driving up costs, and rising inflation across nearly all spending categories. The higher sales tax base is expected to be sustained, providing a new baseline for revised FY 2021/22 projections. The City's sales tax consultant, HdL, projects a 3.6% growth in 2022 sales tax revenue over prior year actuals; the fiscal year projection has been revised accordingly.

10-Year History of Sales Tax Revenue



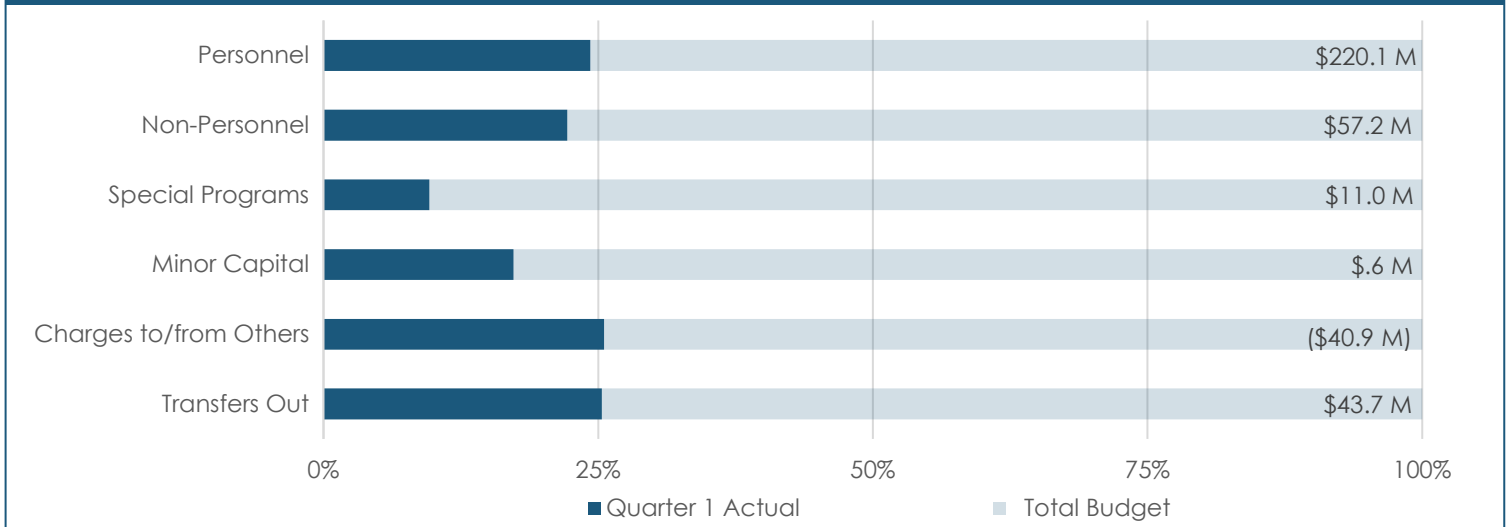
The chart above displays annual sales tax revenue received by the City through 2021. The sales tax estimate in the adopted budget is \$68.3 million; the revised estimate based on 2021 actuals and 2022 sales tax performance to date is \$81.2 million, an increase of \$12.9 million.

GENERAL FUND EXPENDITURES

The adopted General Fund expenditure budget included a \$10 million vacancy savings target balancing measure to offset a projected structural deficit in the General Fund. Based on performance to date, expenditures are expected to exceed the adopted budget by approximately \$573,000, due to a projected \$1.06 million increase in subsidy requirements for the Convention Center and Entertainment Funds, offset by \$490,000 in other savings.

Based on strong sales tax revenue performance, staff is projecting a \$13 million net gain in the General Fund for FY 2021/22. As a result of this positive outlook, **staff is recommending that the adopted \$10 million vacancy savings target be rescinded** to allow departments to recruit for and fill all vacant positions. The City is currently responding to a legal challenge to the certification of the results of the General Fund Transfer (Measure C) ballot measure that was approved by voters in November 2021. Staff's recommendation to rescind the vacancy savings target is **contingent upon a successful certification of the General Fund Transfer election results**. The fiscal impact of the mid-year action to rescind the adopted vacancy savings target is an estimated \$5.5 million.

EXPENDITURES AS OF SEPTEMBER 30, 2021



Vacancy Factor Balancing Measure

A \$10 million projected structural deficit in the General Fund was offset with the adoption of vacancy savings targets which included full or partial unfunding of full-time equivalent (FTE) positions. Some departments identified other savings measures to fulfill their pro-rata vacancy savings target. The Fire department recommended a reallocation of Measure Z fire vehicle funding towards personnel; Council approved this strategy with the temporary shift of fourteen firefighter positions to Measure Z. If Council approves rescinding the vacancy savings factor for FY 2021/22, the firefighter positions and actual costs to date will be transferred back to the General Fund. The total fiscal impact of rescinding the vacancy savings factor is \$5.5 million.

GENERAL FUND FY 2021/22 DEPARTMENTAL VACANCY SAVINGS TARGETS

Department	Amount	FTE Reduction	Other Methods
Mayor	\$ -	-	\$ -
City Council	-	-	-
City Manager	214,084	3.00	-
City Clerk	60,853	-	60,853
City Attorney	298,094	3.00	70,470
Human Resources	181,179	2.00*	-
General Services	175,207	3.00*	-
Finance	322,060	4.00	-
Innovation & Technology	434,094	5.00*	-
Community & Economic Development	660,881	7.00*	-
Police	4,012,599	31.00	806,573
Fire	2,006,427	-	2,006,427
Public Works	785,296	12.00*	-
Library	265,500	3.00	-
Parks, Recreation, & Community Services	507,293	6.00	-
Museum	76,433	3.00*	-
Totals	\$ 10,000,000	82.00	\$ 2,944,323

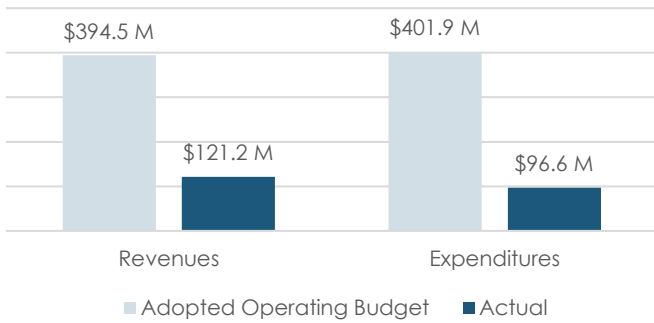
*Includes partial unfunding of some or all FTE via delayed recruitment.

ENTERPRISE FUNDS

Electric Fund

The FY 2021/22 adopted budget for the Electric Fund includes a programmed \$7.4 million operating deficit and draw on fund reserves. This is a financial strategy employed to draw reserves down to minimize the impact on rate increases and keep them as low as possible. Reserve level estimates as of the first quarter end are within established policy levels. At the end of the first quarter, retail sales are 3.4% higher than expected, and Electric operating expenditures are 23.7% of total budget. Some costs vary in their timing throughout the fiscal year; overall, electric expenditures are projected to remain within the budgeted appropriation limit at fiscal year-end.

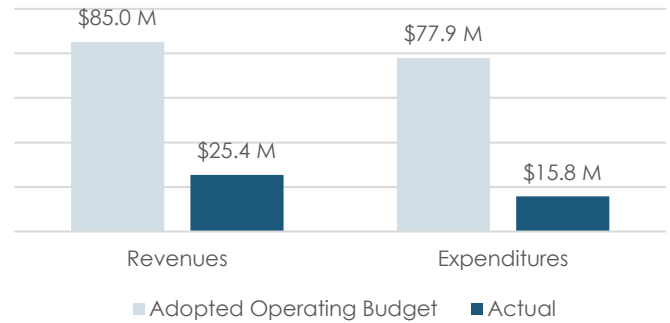
Budget to Actual



Water Fund

The Water Fund is in a healthy position with estimated reserve levels at the end of the first quarter within the required policy reserve range (including the available line of credit). Budgeted operating gains of \$7.2 million are anticipated, with approximately \$3.4 million to be used to fund \$21.5 million in capital projects in FY 2021/22, supplemented by bond proceeds. Residential revenues were 2.9% less than anticipated during the first quarter. Commercial, industrial, and other revenues are on target. Water Fund operating expenditures are 19.9% of budget at the end of the first quarter.

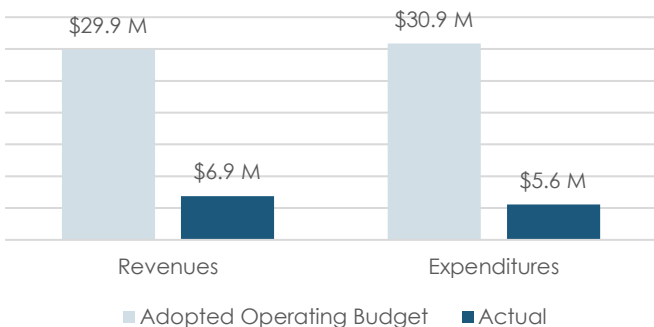
Budget to Actual



Refuse Fund

The adopted budget for the Refuse Fund projects a draw on fund reserves of approximately \$1 million due to revenues not keeping pace with rising costs. The Refuse Fund began the fiscal year with fund reserves of \$3.3 million; as of the first quarter, the reserve balance is expected to be sufficient to accommodate a current year deficit. The annual rate increase is expected to help the fund to operate at a net gain beginning in FY 2022/23. As of the first quarter of FY 2021/22, both revenues and expenditures are trending below projections. A scheduled rate increase became effective July 1, 2021.

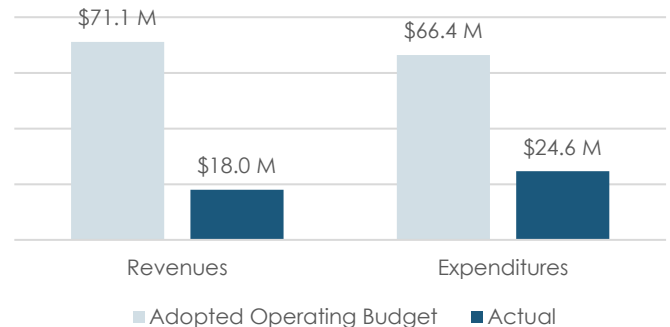
Budget to Actual



Sewer Fund

The FY 2021/22 adopted budget projects a net operating gain of \$4.6 million. The operating gain, in addition to fund reserves of \$71.4 million will be used to fund \$22 million of planned capital projects. Based on an analysis of first quarter performance to date, the Sewer Fund is on track to meet revenue and expenditure projections. At the end of the first quarter, 25.3% of projected revenues have been recorded. Operating expenditures are 35.5% of total budget (inclusive of prior year encumbrances) at the end of the first quarter and are expected to remain within adopted appropriation limits through the fiscal year.

Budget to Actual



Measure Z

Based on the spending items approved to date and strong tax revenue performance, Measure Z is projected to end the fiscal year with approximately \$44.8 million in unallocated fund reserves. The FY 2021/22 adopted budget included projected revenue of \$64.8 million. Considering FY 2020/21 actual tax revenue growth of 15.4% and revenue performance to date, the FY 2021/22 tax revenue projection has been revised to \$74.3 million. The revised transaction and use tax projection is 3.25% higher than prior year actuals. If the City Council approves rescinding the General Fund vacancy savings factor contingent upon the certification of the General Fund Transfer ballot results (Measure C), \$2 million will be reinstated to Measure Z unallocated reserves. This amount represents the Fire Department's vacancy savings target that was funded by Measure Z via the temporary transfer of fourteen firefighters from the General Fund to Measure Z.

(in millions)	Actuals				Projected
	2018	2019	2020	2021	2022
Revenue	\$ 56.24	\$ 62.82	\$ 63.14	\$ 72.65	\$ 74.65
Expenditures	(36.14)	(40.99)	(49.56)	(50.85)	(68.64)
Encumbrances & Carryovers	-	-	-	(36.16)	-
Net Change in Fund Balance	\$ 20.10	\$ 21.83	\$ 13.58	\$ (14.36)	\$6.01
Beginning Unallocated Fund Reserves	\$ 2.63	\$ 22.73	\$ 39.56	\$ 53.14	\$ 38.78
Net Change in Fund Balance	20.10	21.83	13.58	(14.36)	6.01
Fund Balance Reserve Policy	-	(5.00)	-	-	-
Ending Unallocated Fund Reserves	\$ 22.73	\$ 39.56	\$ 53.14	\$ 38.78	\$ 44.79

Public Parking Fund

The adopted budget for the Public Parking Fund reflects the ongoing impact of the COVID-19 pandemic on revenue from downtown parking operations. Downtown parking activity declined significantly during the pandemic due to business closures and stay-at-home orders. Parking activity is increasing in FY 2021/22, but scaled back events, such as the Festival of Lights, continues to dampen revenue performance. Prolonged revenue loss in this fund will quickly deplete remaining reserves, in which case a General Fund subsidy may be required to fund ongoing operations.

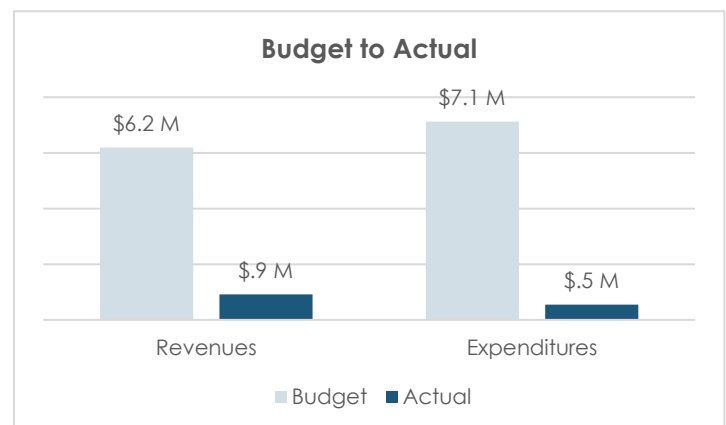
An operating deficit of \$900,000 is projected in the Public Parking Fund's adopted FY 2021/22 budget, with negative fund reserves projected at \$1.4 million. The Public Parking Fund began the fiscal year with fund reserves of \$1.6 million. Based on adopted revenue projections and appropriations, as well as prior year carryovers and encumbrances, the fund may end the fiscal year with \$660,000 negative cash reserves.

Although first quarter revenues are 10% less than revenues for the same period in the prior fiscal year, revenues through November are 19% higher than the prior year and just 10% lower than FY 2019/20 for the same period. The revenue

performance in comparison to prior years demonstrates continued recovery from the effects of the pandemic.

First quarter expenditures are 7% of the adopted budget. Expenditures do not occur evenly during the year; debt expenditures and minor capital expenditures are expected to be recorded in upcoming months.

Staff will continue to monitor the Public Parking Fund throughout the fiscal year and manage expenditures to minimize potential negative cash reserves.



OTHER FINANCIAL NEWS

FY 2022-2024 Biennial Budget Development

The City is currently developing the FY 2022-2024 biennial budget. Public engagement is encouraged at numerous meetings during which budget presentations and discussion will be conducted and feedback will be received. The following meetings are currently scheduled (subject to change); additional public outreach meetings may also be scheduled. Get the latest information on public meetings related to the development of the FY 2022-2024 biennial budget by visiting the City's budget website at <https://riversideca.gov/finance/budget.asp>.

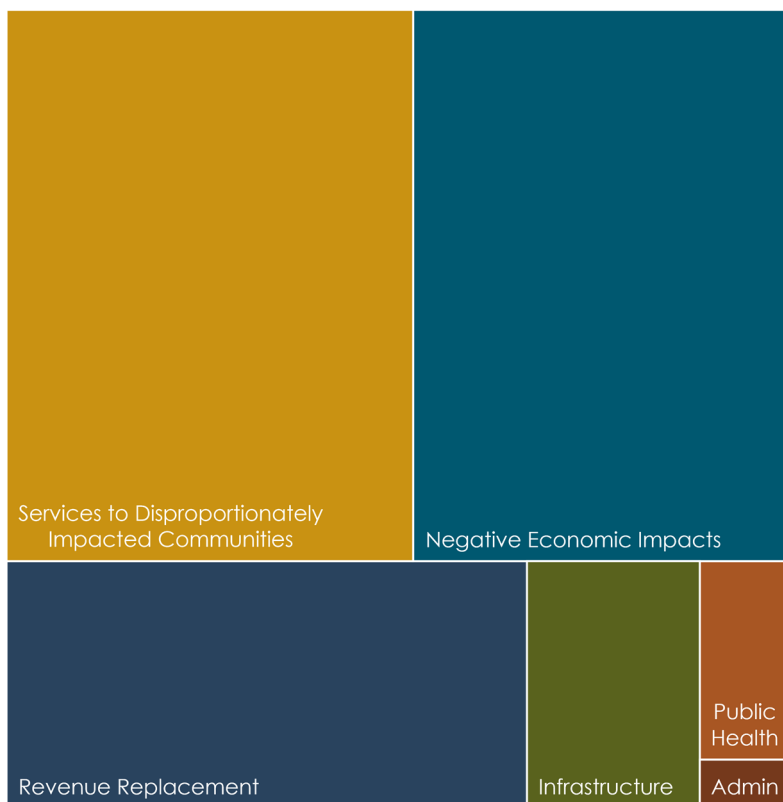
Date	Time	Meeting Body	Subject Matter
Feb 10	5:00 PM	Budget Engagement Commission	Measure Z Review, Critical Unfunded Needs (Final Recommendations)
March 21	6:30 PM	Park & Recreation Commission	Parks, Recreation, & Community Services Department preliminary budget
March 23	3:00 PM	Museum of Riverside Board	Museum Department Preliminary Budget
March 31	5:00 PM	Budget Engagement Commission	Departments' Preliminary Budget Presentations (Meeting 1 of 3)
April 7	5:00 PM	Budget Engagement Commission	Departments' Preliminary Budget Presentations (Meeting 2 of 3)
April 11	5:00 PM	Board of Library Trustees	Library Department Preliminary Budget
April 11	6:30 PM	Board of Public Utilities	Public Utilities Preliminary Budget
April 14	5:00 PM	Budget Engagement Commission	Departments' Preliminary Budget Presentations (Meeting 3 of 3)
April 18	8:00 AM	City Council Budget Workshop	Budget Overview (General Fund & Measure Z) & Departments' Preliminary Budget Presentations
April 29	9:00 AM	Planning Commission	Proposed CIP Conformance to General Plan
May 12	5:00 PM	Budget Engagement Commission	FY 2022-2024 Proposed Biennial Budget
May 17	1:00 PM	City Council – Afternoon Session	FY 2022-2024 Proposed Biennial Budget
June 9	5:00 PM	Budget Engagement Commission	FY 2022-2024 Final Budget
June 21	6:15 PM	City Council – Evening Session	Public Hearing and Adoption of the FY 2022-2024 Biennial Budget

American Rescue Plan Act (ARPA)

On March 11, 2021, President Biden signed into law the American Rescue Plan Act to facilitate the recovery from the devastating economic and health effects of the COVID-19 pandemic. The American Rescue Plan Act established the Coronavirus State Fiscal Recovery Fund and Coronavirus Local Fiscal Recovery Fund, which provides a combined \$350 billion in assistance to eligible state, local, territorial, and Tribal governments to assist in the economic and health recovery by providing resources to address impacts resulting from the crisis. The City of Riverside will receive Fiscal Recovery Funds in two installments for a total amount of \$73,535,189. The first allocation in the amount of \$36,767,594 was received in June 2021, and the City will receive the second allocation 12 months later in June 2022 in the amount of \$36,767,594.

On November 9, 2021, the City Council approved a spending plan for the allocation of the first round of ARPA funding. The recommendations were based upon insights from the community, input received from the CARES Act survey, lessons learned from CARES Act funded services, departments' familiarity with services that will serve disproportionately impacted communities, guidance by the approved Riverside Road to Recovery and the Riverside 2025 Strategic Plan, and input received by the City Council on October 5, 2021.

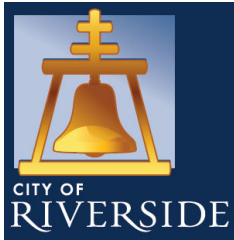
ARPA Spending Plan - First Allocation



Measure Z
FY 2021/22 Quarter 1 Financial Update

Spending Item	Adopted Budget	Prior Year Carryovers 1	Total Budget	QTR1 Expenditure
Financial Discipline/ Responsibility				
2 Payoff of the Balloon \$32 million Pension Obligation Bond	\$ 1,674,490	\$ -	\$ 1,674,490	\$ 418,622
Total Financial Discipline/ Responsibility	\$ 1,674,490	\$ -	\$ 1,674,490	\$ 418,622
Public Safety				
5 Additional Sworn Police Positions	\$ 10,696,098	\$ 5,445	\$ 10,701,543	\$ 2,532,784
6 Public Safety Non-Sworn Positions and Recruitment Costs	960,636	-	960,636	205,060
7 Police Officer Lateral Hire Incentives and Recruitment Costs	200,000	-	200,000	-
8 Additional Dispatchers	1,166,456	-	1,166,456	245,394
9 Maintain Firefighter Staffing Level	3,346,678	-	3,346,678	1,033,149
10 Reinstatement of Captains (Training and Arson)	578,012	-	578,012	101,401
11 Reinstatement of Battalion Chief	393,599	-	393,599	98,891
12 Police Vehicle Replacement and Maintenance Plan	2,180,909	943,366	3,124,275	25,164
14 Fire Vehicle Replacement and Maintenance Plan	1,934,544	477,668	2,412,212	590,867
16 Additional Fleet Mechanics for Police Department (2)	224,766	-	224,766	56,627
17 Additional Fleet Mechanics for Fire Department (2)	240,535	-	240,535	61,695
34 4-Person Staffing on Fire Trucks	1,429,255	-	1,429,255	250,142
35 Fire Equipment and One-Time Operating Needs	-	73,042	73,042	-
36 Contingency - Fire Radios	-	19,679	19,679	-
38 Bourns Youth Innovation Center	-	-	-	30,678
40 Library Security Guards	372,829	7,806	380,635	7,806
46 Park and Neighborhood Specialist (PANS) Program	2,393,098	-	2,393,098	-
Total Public Safety	\$ 26,117,415	\$ 1,527,007	\$ 27,644,422	\$ 5,239,659
Critical Operating Needs				
18 General Fund Support - Maintain Existing Services	\$ 18,266,026	\$ -	\$ 18,266,026	\$ 4,566,506
19 General Plan Update	-	916,343	916,343	451,656
20 Homeless Services	500,000	215,116	715,116	30,399
21 Principal Analyst - City Manager's Office	180,858	-	180,858	48,444
22 Budget Engagement Commission Support	37,687	300	37,987	4,366
43 PW Streets Vehicle & Equipment Needs	2,000,000	-	2,000,000	-
44 PRCSD Infrastructure, Vehicles, and Equipment	1,965,000	-	1,965,000	-
45 Motorhome Removal & Disposal	45,000	-	45,000	1,500
Total Critical Operating Needs	\$ 22,994,571	\$ 1,131,759	\$ 24,126,330	\$ 5,102,871
Facility Capital Needs				
23 New Downtown Main Library and Archives	\$ 2,751,200	\$ 1,553,912	\$ 4,305,112	\$ 687,800
24 Eastside Library Site Selection	-	81,100	81,100	37,800
25 New Police Headquarters	-	26,003	26,003	-
26 Museum Expansion and Rehabilitation	-	9,991	9,991	-
28 Annual Deferred Maintenance (Existing Facilities)	1,000,000	417,042	1,417,042	190,045
Total Facility Capital Needs	\$ 3,751,200	\$ 2,088,048	\$ 5,839,248	\$ 915,645
Quality of Life				
29 Maximize Roads/Streets (Pavement Condition Index)	\$ 4,375,000	\$ 15,833,790	\$ 20,208,790	\$ 929,174
30 Tree Trimming	1,000,000	5,415	1,005,415	25,670
31 Ward Action Team - City Attorney's Office	323,321	-	323,321	79,074
39 Public Safety & Engagement Team Program (PSET)	2,800,000	94,859	2,894,859	180,792
Total Quality of Life	\$ 8,498,321	\$ 15,934,064	\$ 24,432,385	\$ 1,214,709
Technology				
33 Technology Improvements	\$ 1,000,000	\$ 1,970,833	\$ 2,970,833	\$ 549,452
Total Technology	\$ 1,000,000	\$ 1,970,833	\$ 2,970,833	\$ 549,452
Totals	\$ 64,035,997	\$ 22,651,711	\$ 86,687,708	\$ 13,440,959

¹ Includes prior year encumbrances and carryovers posted through the first quarter of FY 2021/22 (unexpended prior year funds).



FY 2021/22 First Quarter Financial Update

Finance Department

City Council
January 18, 2022

RiversideCA.gov

1

GENERAL FUND OVERVIEW

FY 2021/22	Adopted Budget	Projected	Quarter 1 Actuals
Revenue & Transfers In	\$ 286,973,197	\$ 300,649,091	\$ 42,252,011
Expenditures & Transfers Out	(286,973,197)	(287,546,176)	(67,933,048)
Surplus/(Deficit)	\$ -	\$ 13,102,915	\$ (25,681,037)

General Fund Reserves at June 30, 2021 (in millions)

Economic Reserves (15%)	\$ 43.05 M
Economic Contingency Reserves (5%)	\$ 14.35 M
Surplus Reserves*	\$ 47.12 M
Section 115 Trust Fund Reserves	\$ 10.98 M

** Per Council direction on December 14, 2021, surplus reserves have been allocated for specific purposes contingent upon the certification of Measure C results.*

2





RiversideCA.gov

2

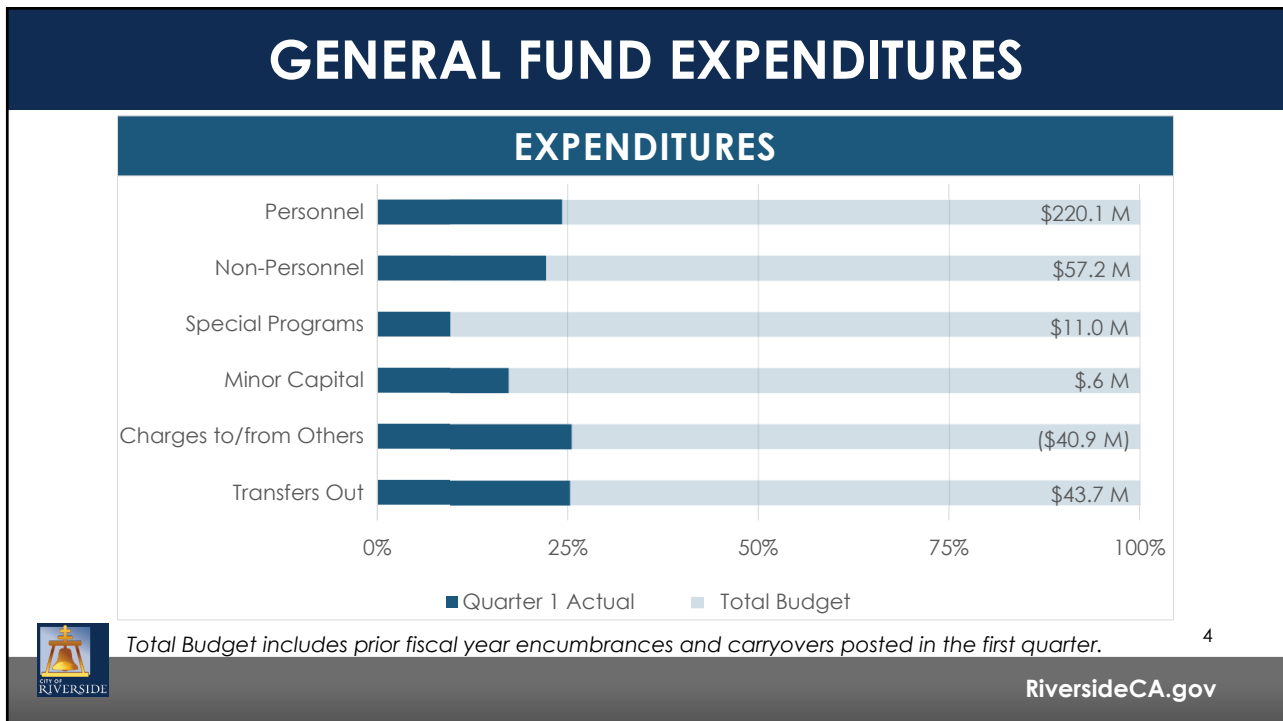
GENERAL FUND REVENUE

FY 2021/22 <i>(in millions)</i>	Adopted Budget	Projected	\$ Variance	% Variance
Property Taxes	\$ 76.67	\$ 76.94	\$ 0.27	0.3%
Sales and Use Tax	68.27	81.16	12.88	18.9%
Utility Users Tax	31.07	31.56	0.49	1.6%
Franchise Fees	5.40	5.62	0.21	3.9%
Licenses & Permits	8.38	8.78	0.39	4.7%
Non-Dev Charges for Services	9.78	9.43	(0.36)	-3.6%
Development Fees & Charges	6.93	6.71	(0.21)	-3.1%
All Other Revenues	80.46	80.46	-	0.0%
Total Revenues	\$ 287.02	\$ 300.65	\$ 13.68	4.7%






3



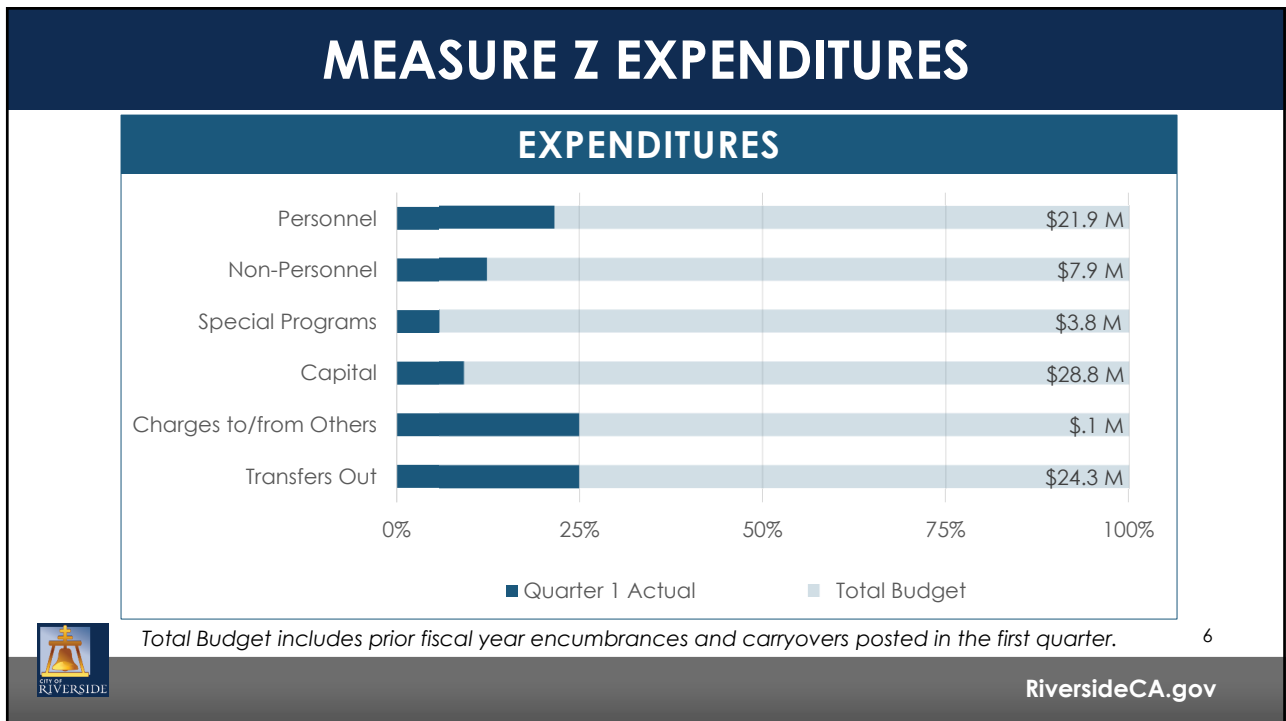
4

MEASURE Z SPENDING PLAN

(in millions)	Actuals				Projected
	2018	2019	2020	2021	2022
Revenue	\$ 56.24	\$ 62.82	\$ 63.14	\$ 72.65	\$ 74.65
Expenditures	(36.14)	(40.99)	(49.56)	(50.85)	(68.64)
Encumbrances & Carryovers				(36.16)	
Net Change in Fund Balance	\$ 20.10	\$ 21.83	\$ 13.58	\$(14.36)	\$6.01
Beginning Unallocated Fund Reserves	\$ 2.63	\$ 22.73	\$ 39.56	\$ 53.14	\$ 38.78
Net Change in Fund Balance	20.10	21.83	13.58	(14.36)	6.01
Fund Balance Reserve Policy	-	(5.00)	-	-	-
Ending Unallocated Fund Reserves	\$ 22.73	\$ 39.56	\$ 53.14	\$ 38.78	\$ 44.79


RiversideCA.gov

5



6

SEWER FUND OVERVIEW

FY 2021/22 Operating Budget	Adopted Budget	Quarter 1 Actuals
Revenue & Transfers In	\$ 71,086,253	\$ 17,979,162
Expenditures & Transfers Out	(66,443,526)	24,649,896
Surplus/(Deficit)	\$ 4,642,727	\$ (6,670,734)

Fund Reserves (in millions)

Beginning Balance	\$ 71.4 M
Estimated Revenues	71.1 M
Budgeted Expenditures*	(88.4) M
Estimated Ending Reserves	\$ 54.1 M



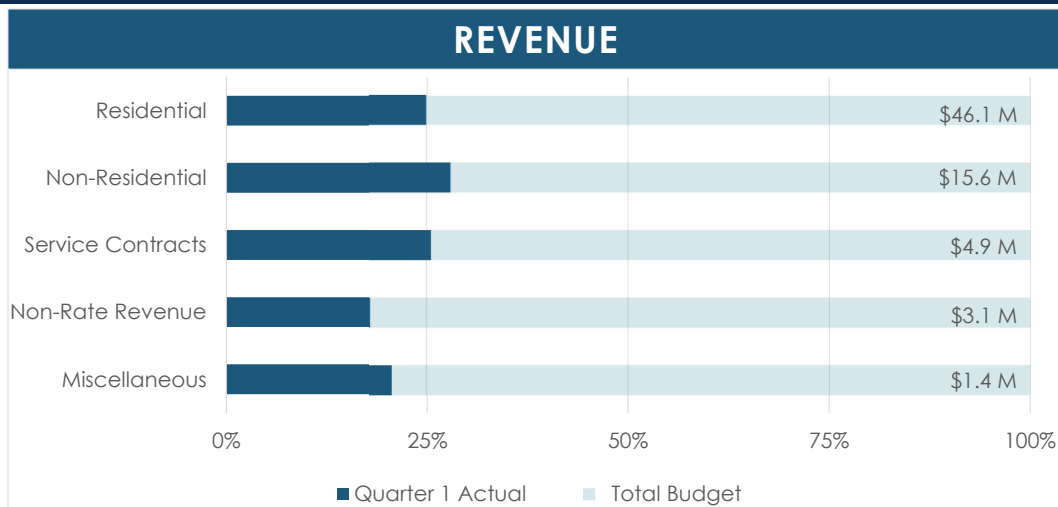
*Includes \$22 million in budgeted capital projects.

7

RiversideCA.gov

7

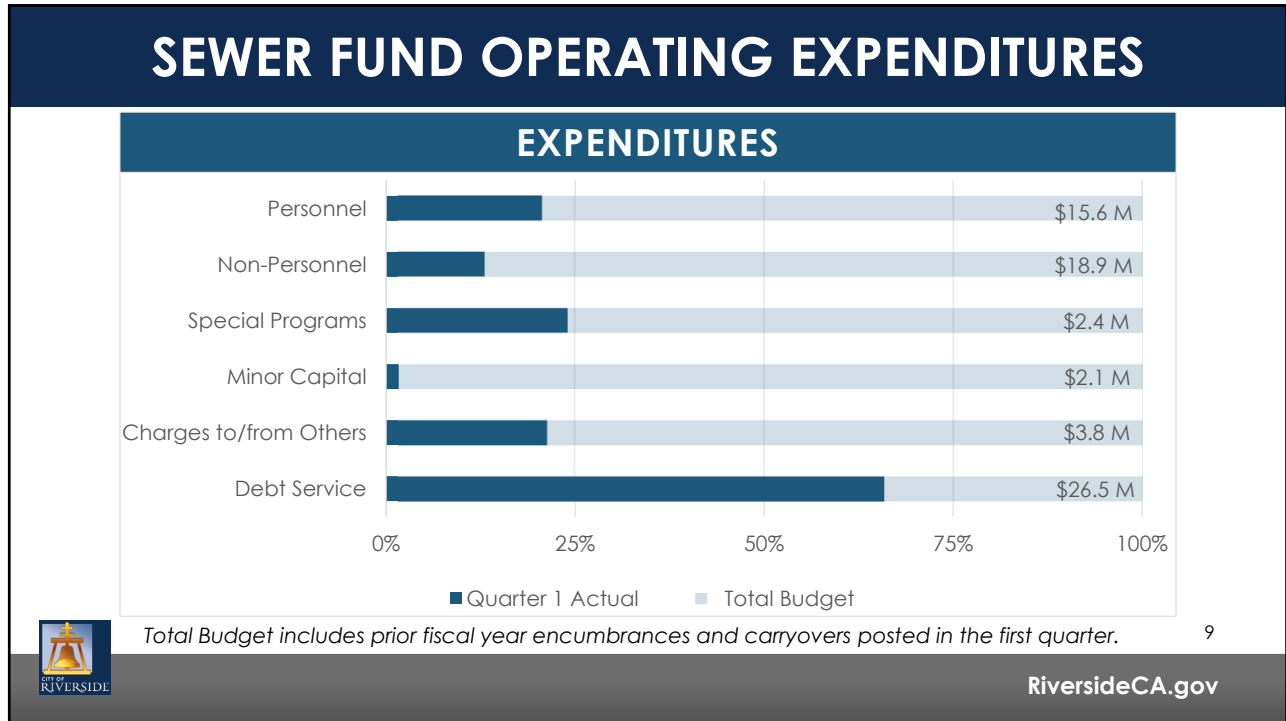
SEWER FUND OPERATING REVENUE



8

RiversideCA.gov

8



9

REFUSE FUND OVERVIEW

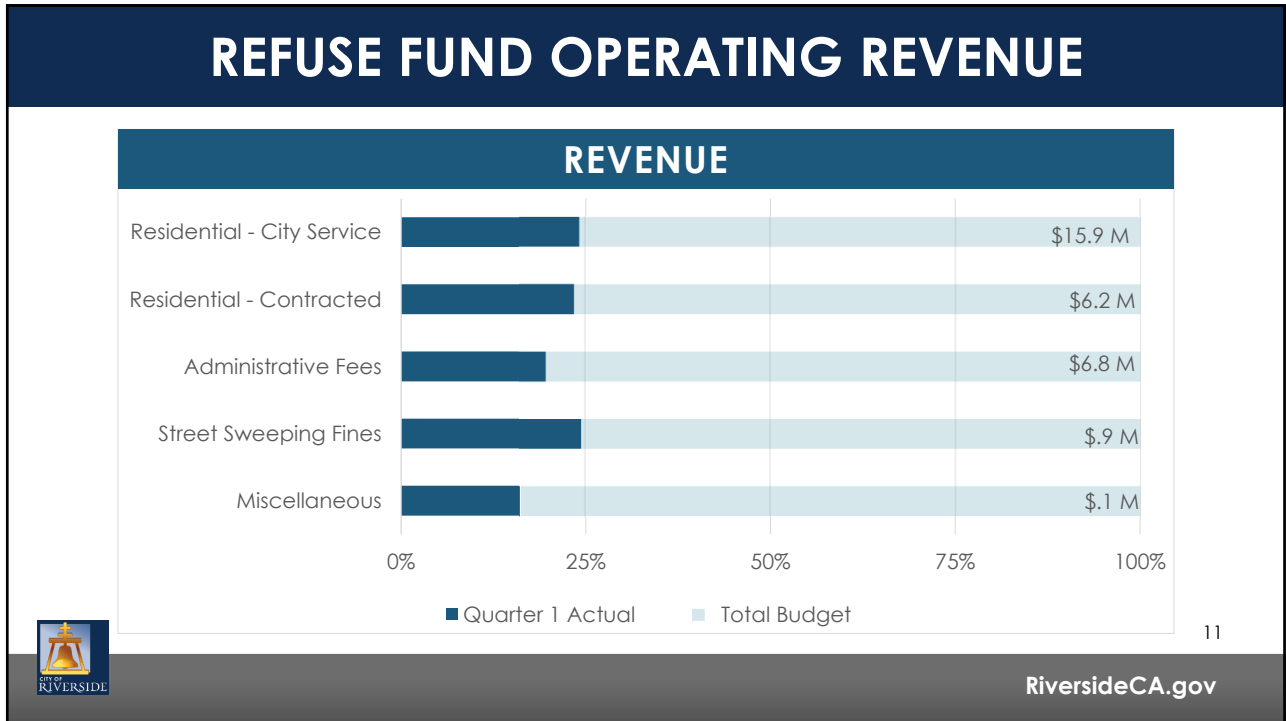
FY 2021/22 Operating Budget	Adopted Budget	Quarter 1 Actuals
Revenue & Transfers In	\$ 29,894,417	\$ 6,891,923
Expenditures & Transfers Out	(30,855,904)	5,580,172
Surplus/(Deficit)	\$ (961,705)	\$ 1,311,752

Fund Reserves (in millions)	
Beginning Balance	\$ 3.3 M
Estimated Revenues	29.9 M
Budgeted Expenditures*	(30.9) M
Estimated Ending Reserves	\$ 2.3 M

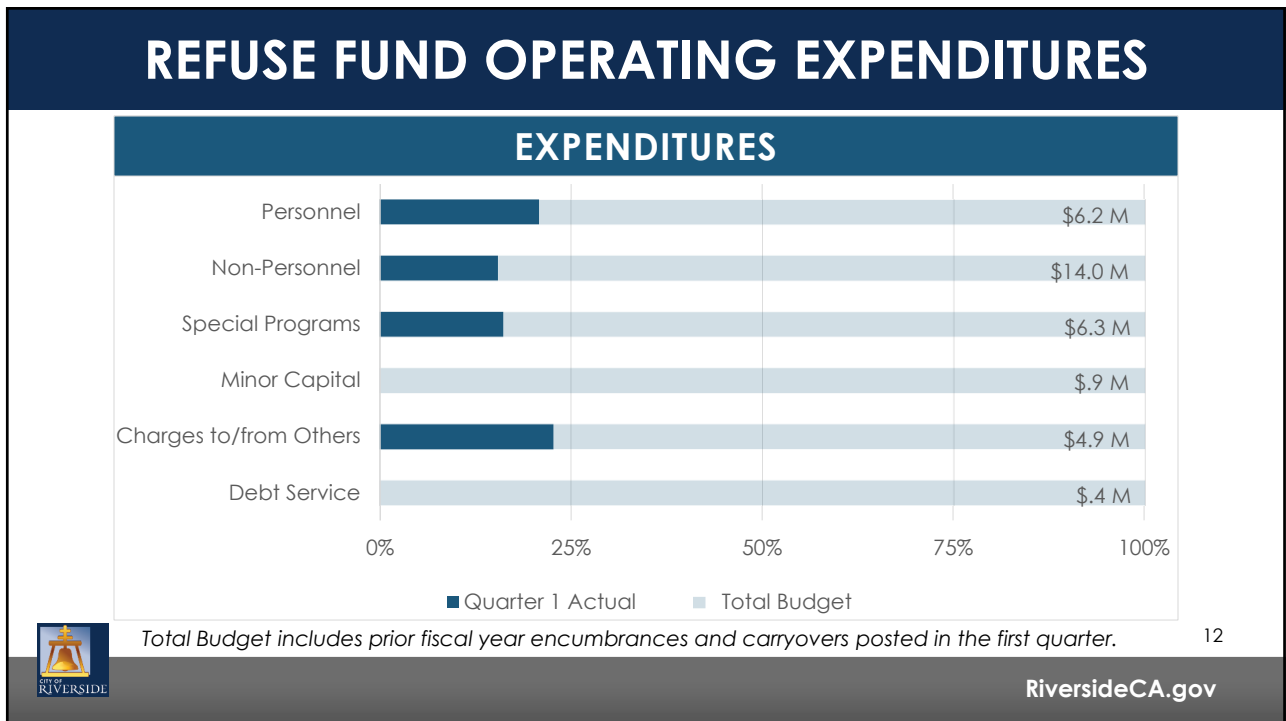
*Includes \$22 million in budgeted capital projects.

RiversideCA.gov

10



11



12

ELECTRIC FUND OVERVIEW

FY 2021/22 Operating Budget	Adopted Budget	Quarter 1 Actuals
Revenue & Transfers In	\$ 394,458,800	\$ 121,218,791
Expenditures & Transfers Out	(401,889,290)	96,576,403
Surplus/(Deficit)	\$ (7,430,490)	\$ 24,642,387

Unrestricted, Undesignated Cash Reserves Preliminary, as of 9/30/2021 (in millions)

Cash Reserves	\$ 179 M
Available Line of Credit	\$ 35 M
Minimum Reserve Level	\$ 139 M
Maximum Reserve Level	\$ 219 M

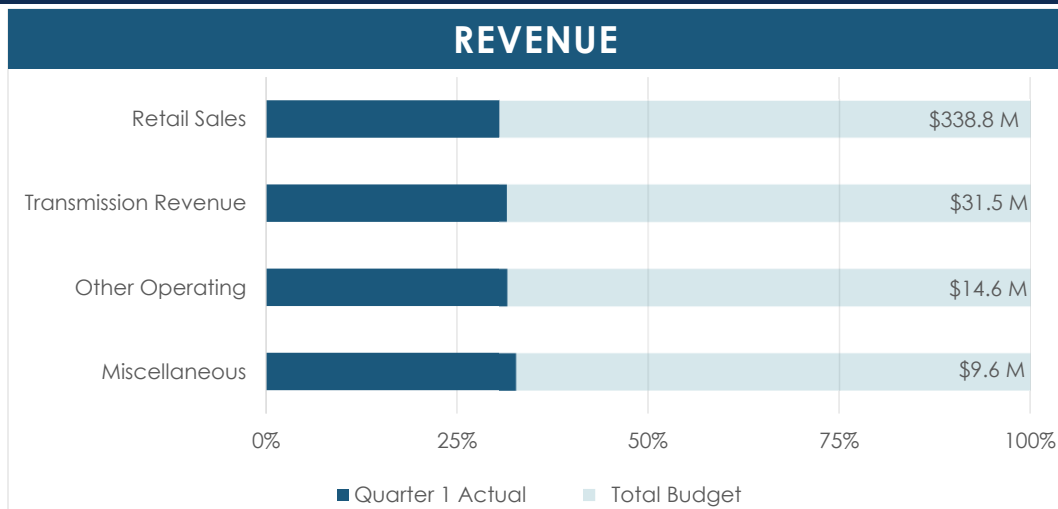


13

RiversideCA.gov

13

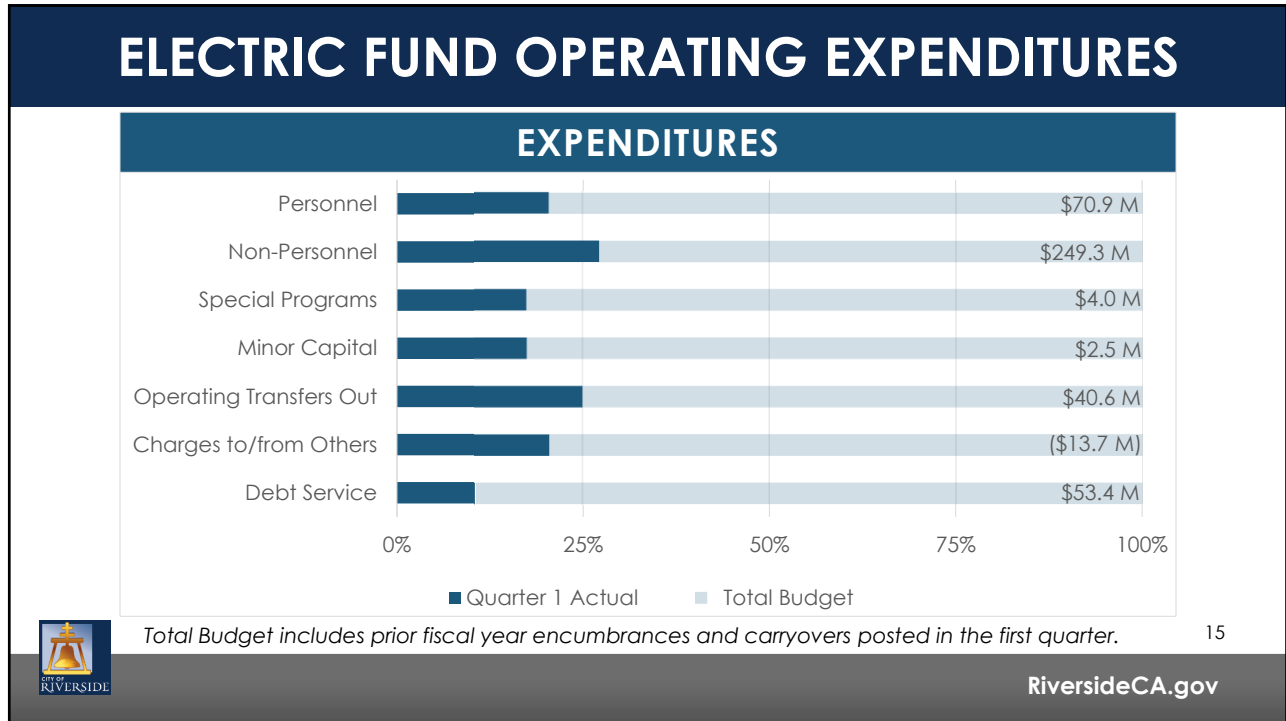
ELECTRIC FUND OPERATING REVENUE



14

RiversideCA.gov

14



15

WATER FUND OVERVIEW

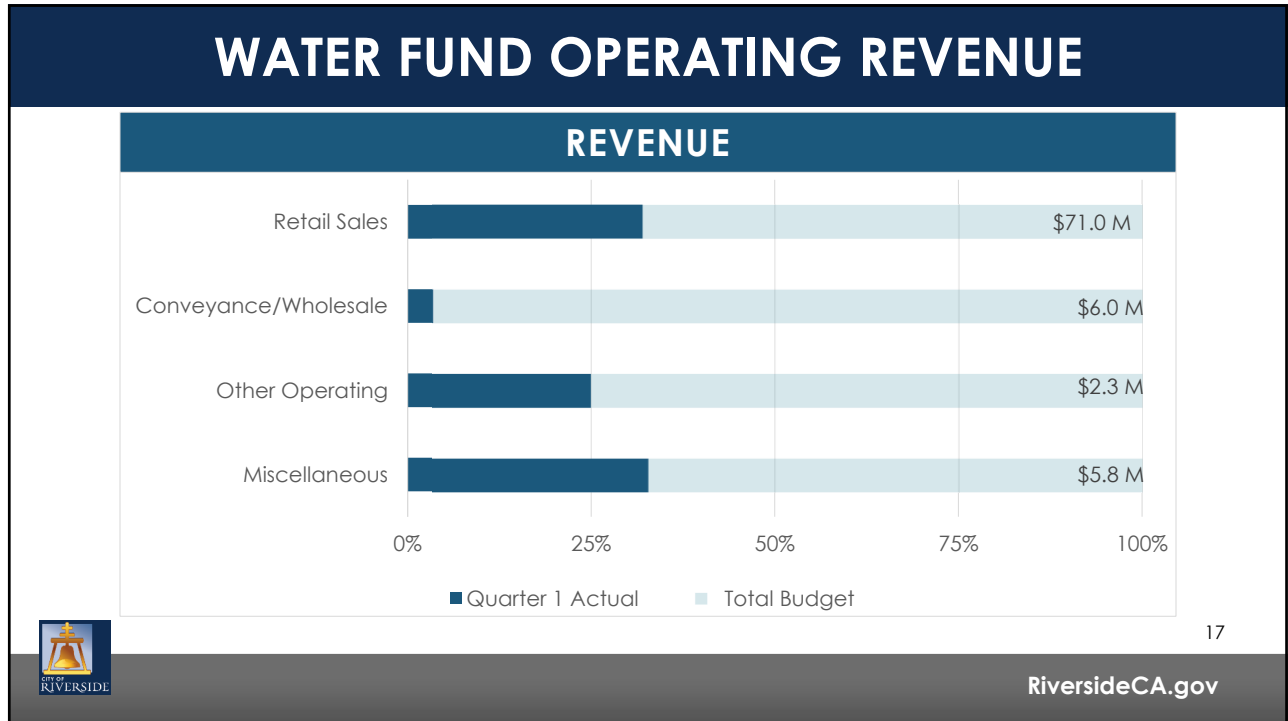
FY 2021/22 Operating Budget	Adopted Budget	Quarter 1 Actuals
Revenue & Transfers In	\$ 85,043,500	\$ 25,399,731
Expenditures & Transfers Out	(77,863,871)	(15,808,379)
Surplus/(Deficit)	\$ 7,179,629	\$ 9,591,353

Unrestricted, Undesignated Cash Reserves
Preliminary, as of 9/30/2021 (in millions)

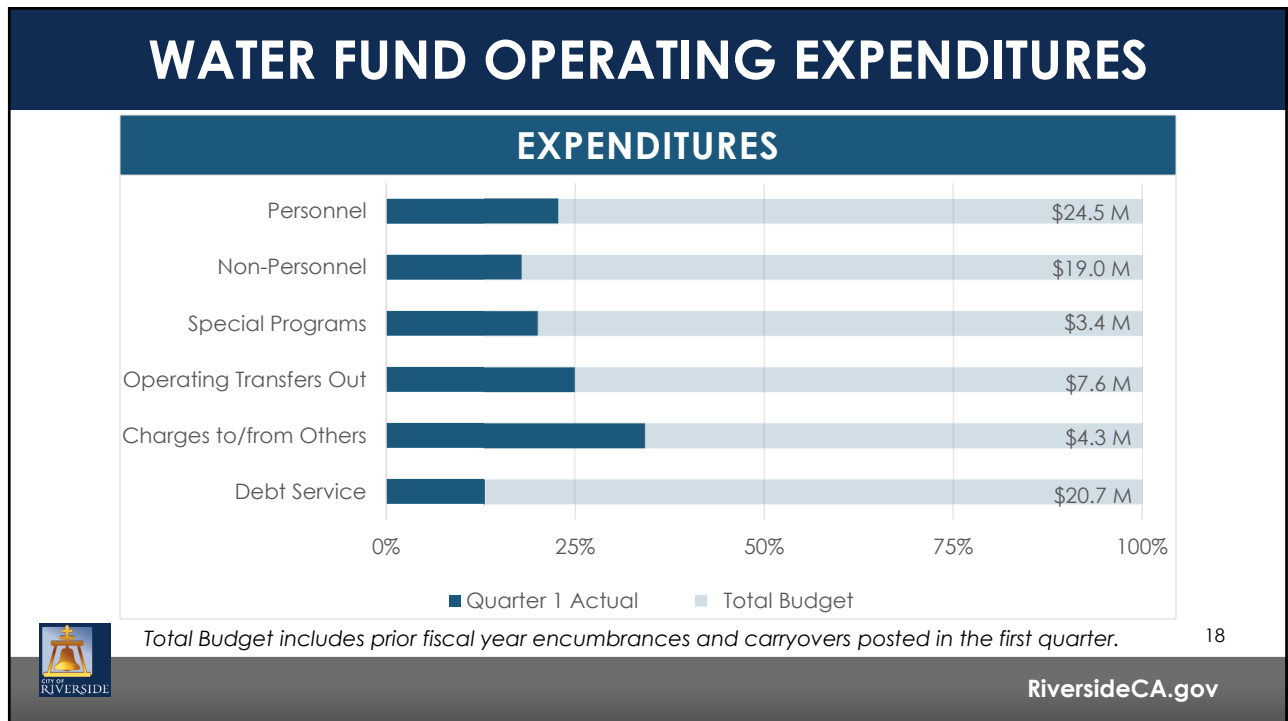
Cash Reserves	\$ 39 M
Available Line of Credit	\$ 25 M
Minimum Reserve Level	\$ 42 M
Maximum Reserve Level	\$ 64 M

RiversideCA.gov

16



17



18

MID-CYCLE BUDGET ADJUSTMENTS

	Revenue	Expenditures
General Fund: Revise revenue projections; increase fund subsidies; reduce CalPERS UAL budget to actual payment; cannabis study	\$ 13,626,644	\$ 672,979
General Fund: Rescind vacancy savings target*		\$ 5,500,000
Measure Z: Revise revenue projections; interfund transfer of unused capital lease proceeds to Refuse	\$ 9,846,390	\$ (693,718)
Measure Z: Rescind funding for Fire vacancy savings target*		\$ (2,006,427)
Central Stores: complete personnel transfer from Public Utilities to Finance		\$ 70,136
Grants & Restricted Programs Fund: Remove venue operator grant	\$ (2,143,229)	\$ (2,143,229)
Entertainment Fund: Add venue operator grant	\$ 2,143,229	\$ 2,143,229
Refuse Fund: interfund transfer of unused capital lease proceeds from Measure Z		\$693,718



* Contingent upon the certification of Measure C ballot measure results

19

RiversideCA.gov

STRATEGIC PLAN ALIGNMENT



HIGH PERFORMING GOVERNMENT

CROSS-CUTTING THREADS



Community Trust



Equity



Innovation



Fiscal Responsibility



Sustainability and Resiliency



20

RiversideCA.gov

RECOMMENDATIONS

That the City Council:

1. Receive and provide input on the Fiscal Year 2021/22 First Quarter financial update;
2. With at least five affirmative votes and contingent upon a successful certification of the General Fund Transfer election results (Measure C), authorize the Chief Financial Officer, or designee, to record a supplemental appropriation in the General Fund of \$5.5 million to rescind a portion of the \$10 million adopted vacancy factor;
3. With at least five affirmative votes and contingent upon a successful certification of the General Fund Transfer election results (Measure C), authorize the Chief Financial Officer, or designee, to record an increase in the General Fund Fire Department of 14.0 full-time equivalent firefighter positions and a corresponding reduction firefighter positions in the Measure Z fund;

21



RiversideCA.gov

21

RECOMMENDATIONS

4. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record a supplemental appropriation in the General Fund of \$572,979 to increase the fund subsidies for the Convention Center and Entertainment funds;
5. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record a supplemental appropriation of \$100,000 in the General Fund to fund consultant costs to conduct a study on the establishment of cannabis storefronts in the City as recommended by the Economic Development, Placemaking and Branding/Marketing Committee;
6. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record a supplemental appropriation of \$70,136 and increase of 1.0 FTE in the Central Stores Fund;

22



RiversideCA.gov

22

RECOMMENDATIONS

7. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record an interfund transfer of \$2,143,229.51 in shuttered venue operator grant funding from the Grants & Restricted Programs Fund to the Entertainment Fund; and
8. With at least five affirmative votes, authorize the Chief Financial Officer, or designee, to record an interfund transfer of \$693,718 in capital lease funding from the Measure Z Operating Fund to the Refuse Fund to accommodate the previously approved purchase of Refuse trucks utilizing a combination of cash and capital lease financing





City Council Memorandum

City of Arts & Innovation

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: JANUARY 18, 2022

FROM: FINANCE DEPARTMENT WARDS: ALL

SUBJECT: FISCAL YEAR 2021/22 FIRST QUARTER CASH, INVESTMENTS, AND DEBT REPORT

ISSUE:

That the City Council receive and provide input on the attached Fiscal Year 2021/22 First Quarter Cash, Investments, and Debt report.

RECOMMENDATION:

That the City Council receive and provide input on the attached Fiscal Year 2021/22 First Quarter Cash, Investments, and Debt report.

BACKGROUND:

On December 14, 2021, the City Council received and provided input on the Fiscal Year 2020/21 Fourth Quarter Cash, Investments and Debt report.

DISCUSSION:

It is staff's intention to provide the Cash, Investments and Debt Quarterly report at the same City Council meeting as the Quarterly Financial Report for the General Fund and other City funds, to provide a comprehensive review of all City Finance activities and to obtain City Council input related to those activities.

QUARTERLY CASH AND INVESTMENT 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 September 30, 2021, the City's pooled investment portfolio's market value was \$811 million. The market value of investments held for the Section 115 Pension Trust Fund, fiscal agents (bond proceeds and reserve funds primarily), and other miscellaneous cash amounts is an additional \$192 million. The weighted average yield of the pooled investment portfolio is 0.79% as of September 30, 2021.

The authority to manage the City's investment program is provided by California Government Code Sections 53600-53610 which allows the City Council to delegate to the Treasurer/CFO for a one-year period the authority to invest or to reinvest all funds of the City. In accordance with the City Charter and under authority granted by the City Council, the Chief Financial Officer is designated the responsibilities of the City Treasurer and is responsible for investing unexpended cash in the City Treasury consistent with the City's adopted investment policy.

The Cash and Investment Report, including a listing of cash balances by fund, is included in Attachment 1. 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 Chief Financial Officer/Treasurer's authorization to move loan receivables to other funds as needed.

As of September 30, 2021, all listed funds have a positive cash balance except for the following:

1. Civic Entertainment - Convention Center, Visitors Bureau, Sports Commission (\$681,085) has a negative cash balance due to the loss of revenues from the COVID-19 impact. This account is being monitored and will return to positive by fiscal year-end.
2. Civic Entertainment – Cheech Marin Center (\$5,923,048) has a negative cash balance due a pending submittal of a grant reimbursement to offset expenses and negative cash.
3. Urban Areas Security Initiative (\$949,813), Housing Opportunities for Persons with AIDS (\$440,742), Special Districts (\$431,679), Capital Outlay Grants (\$410,683), Transportation Projects (\$254,963), and Transportation Uniform Mitigation Fees (\$1,897,582) have negative cash balances due to the timing of expenditures; however, the negative balances are fully offset by receivables.
4. Debt Service Fund – General (\$26,180,639) which is fully offset by outstanding cash transfers from all funds related to their share of the Pension Obligation Bond (POBs) payments made by the Debt Service Fund (\$37 million) and other debt service payments.
5. Local Park Special Capital Improvements (\$384,038) development fees received will fully offset the negative balance and the fund will return to positive by fiscal year-end.
6. Unemployment Insurance Trust (\$76,785) due to an increase in unemployment claims related to the COVID-19 pandemic. This account is being monitored and there are plans to bring this account into positive by fiscal year-end.

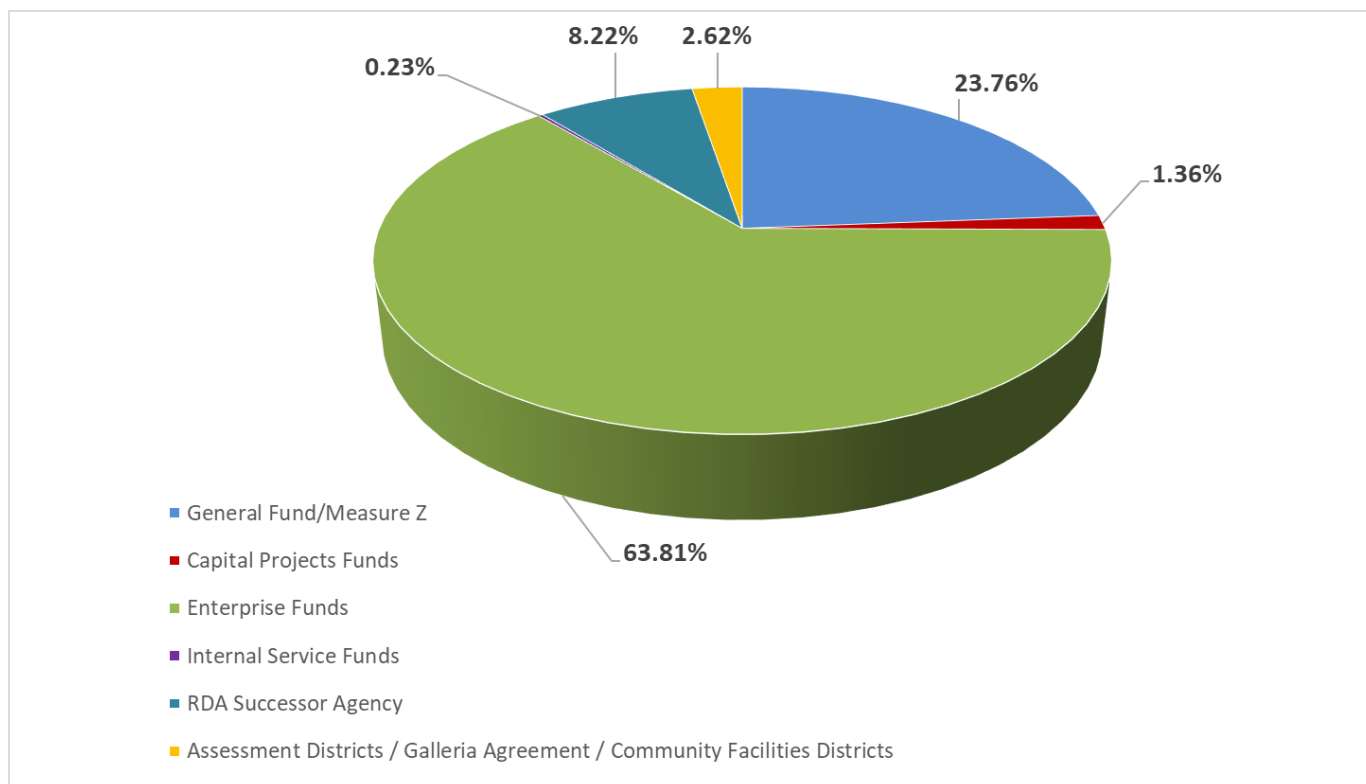
QUARTERLY DEBT REPORT

The Finance Department is responsible for managing the City's debt portfolio, which includes issuing new debt and monitoring opportunities to refinance existing debt. The Quarterly Debt Report (Attachment 2) 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 made in the first quarter of Fiscal Year 2021/22 by debt classification and fund.

Debt Summary Analysis

The City’s outstanding principal varies quarterly as a result of debt service payments, bond calls, new debt issuances, and refunding and defeasance activity. At the end of the first quarter, the City’s outstanding principal balance decreased \$41,078,010 from the end of the fourth quarter of FY 2020/21. This principal decrease is primarily due to debt service principal payments on the Measure G Fire Facility General Obligation Bonds, Pension Obligation Bonds 2004A, 2017A and 2020A, Capital Lease Payments, Convention Center Expansion Loan, Sewer Revenue Bonds, 2014 Tax Allocation Bonds (paid by Successor Agency Tax Increment,) Mello Roos and Assessment District bonds (paid by levied Special Property Tax,) and Interfund Loan transfers.

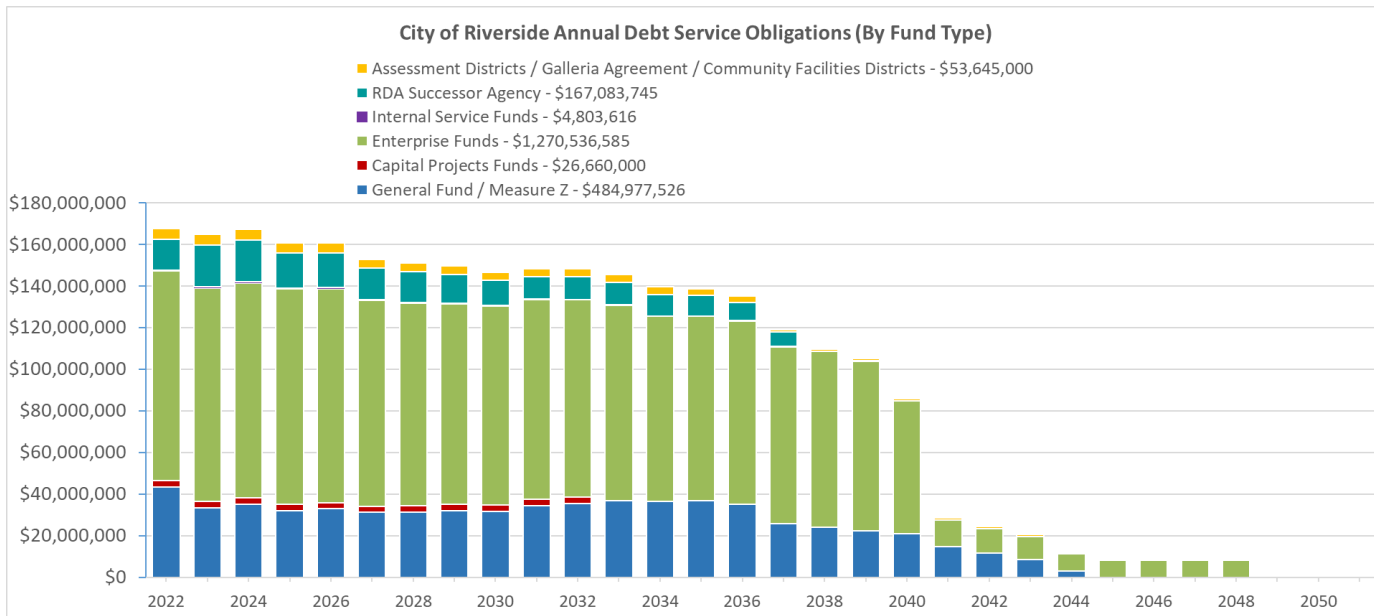
The chart below depicts the composition of the City’s debt portfolio at the end of the first quarter. The Enterprise funds are responsible for most of the City’s debt and are primarily for capital project financing offset by the revenues generated by the newly financed facilities. The General Fund and Measure Z have the next largest percentage of debt, providing financing for projects and equipment related to public safety, downtown revitalization, and public facility and infrastructure improvements. Payment of debt service for the City’s Pension Obligation Bonds is allocated among many of the funds, distributing debt service in alignment with departmental staffing costs.



For purposes of this report, the Sewer, Water, Electric, Refuse, Special Transit, Civic Entertainment, Convention Center, and Parking funds are consolidated under the classification of Enterprise Funds. Measure Z and the General Fund are grouped together. Measure A and the City’s Parks Special Capital fund are classified under Capital Projects Funds. While the Assessment Districts, Galleria Agreement, and Community Facilities Districts are part of the City debt portfolio, they aren’t classified as City obligations. They are offset by individual Improvement Districts which are separate legal entities from the City, formed to issue debt and levy assessments or special tax to finance improvements related to development in those districts.

The following bar chart provides the City’s debt service obligations using the same classification

methodology, depicting the aggregate principal and interest payments on all City debt instruments by fund. As illustrated below, the City has a stable debt service curve that results in steadily diminishing annual debt service payments and that minimizes any upward spikes in payments that could negatively impact the City’s ability to pay debt service.



Debt Related Activities in First Quarter

Finance staff regularly monitor the market to identify opportunities to maximize debt service savings through refunding and to issue debt when rates are most advantageous. Within the first quarter, staff coordinated the approval of Arlington, Auto Center, and Downtown Business Improvement District annual levies. Staff also completed and posted the levies for all FY 2021 CFD, AD and GO Bonds with the County of Riverside.

Other debt related activities conducted within the first quarter include:

- Formed a new Community Facilities District (CFD 2021-2 Parke Place/Riverpointe) which included a City services fee within the City of Riverside
- Prepared annual CDIAC Reports for posting to State of California website

STRATEGIC PLAN ALIGNMENT:

This item contributes to **Strategic Priority No. 5 High Performing Government** and **Goal No. 5.3** – Enhance communication and collaboration with community members, to improve transparency, build public trust, and encourage shared decision-making.

This item aligns with each of the five Cross-Cutting Threads as follows:

1. **Community Trust** – The preparation and approval of the debt and investment quarterly report ensures transparency and demonstrates compliance with City Debt and Investment Policies.
2. **Equity** – The debt and investment portfolios detailed in this report are used to share and offset the long-term cost of growth, development, and expansion among Riverside

businesses and residents.

3. **Fiscal Responsibility** – The Quarterly Report demonstrates fiscal responsibility and accountability to show the current financial situation of the City and closely related agencies.
4. **Innovation** – Innovative stewardship of investments and municipal debt is an effective way to track, fund, and finance, repair and improvements while ensuring sufficient cash to meet obligations.
5. **Sustainability & Resiliency** – Quarterly accounting and reporting helps to ensure City funds are used in a sustainable way without compromising future needs.

FISCAL IMPACT:

There is no direct fiscal impact associated with this report.

Prepared by: Heidi Schrader, Debt and Treasury Manager
Certified as to
availability of funds: Edward Enriquez, Chief Financial Officer/City Treasurer
Approved by: Kris Martinez, Assistant City Manager
Approved as to form: Phaedra A. Norton, City Attorney

Attachments:

1. Cash and Investment Report
2. Quarterly Debt Report

ATTACHMENT 1

CASH AND INVESTMENT REPORT

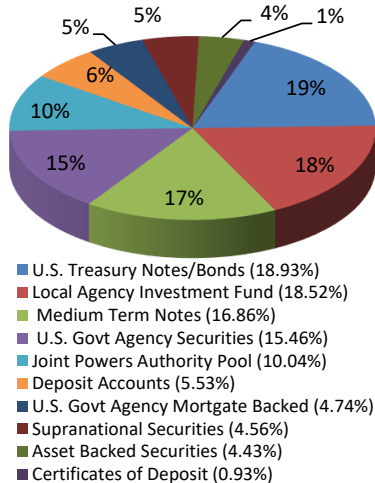




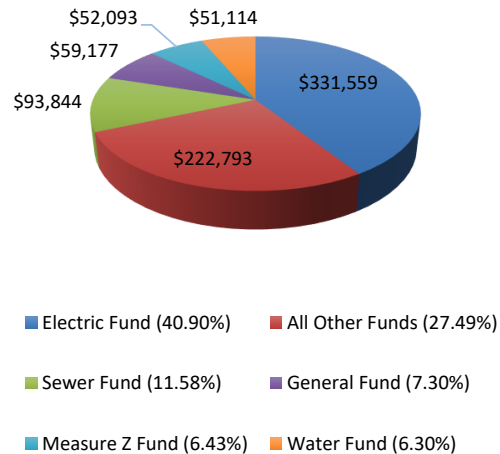
CITY OF RIVERSIDE Quarterly Investment Report September 30, 2021

	AMORTIZED COST	MARKET VALUE
POOLED INVESTMENT PORTFOLIO		
Deposit Accounts	\$ 44,820,020.83	\$ 44,820,020.83
Joint Powers Authority Pool	81,411,979.97	81,411,979.97
Local Agency Investment Fund (LAIF)	150,000,000.00	150,081,865.85
Certificates of Deposit	7,499,999.42	7,505,929.17
Medium Term Notes	135,620,343.87	136,687,284.90
U.S. Govt Agency Mortgage Backed Securities	37,860,445.45	38,407,111.64
Asset Backed Securities	35,877,500.20	35,917,983.67
Supranational Securities	37,090,512.00	36,967,480.13
U.S. Govt Agency Securities	125,151,830.35	125,313,144.82
U.S. Treasury Notes/Bonds	150,568,048.85	153,466,719.94
TOTAL POOLED INVESTMENT PORTFOLIO	805,900,680.94	810,579,520.92
INVESTMENTS HELD BY FISCAL AGENT -		
SECTION 115 PENSION TRUST FUND	9,918,935.69	10,628,304.30
OTHER INVESTMENTS HELD BY FISCAL AGENT	177,701,908.01	178,256,859.20
OTHER MISCELLANEOUS CASH	3,039,811.01	3,039,811.01
TOTAL CASH & INVESTMENTS	\$ 996,561,335.65	\$ 1,002,504,495.43

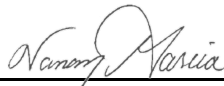
COMPOSITION OF POOLED PORTFOLIO



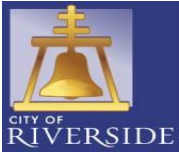
COMPOSITION OF POOLED PORTFOLIO BY FUND



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 3/11/2020. 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 City's investment portfolio is 1.62 years. Market prices of securities are obtained from Interactive Data Corporation. Weighted average yield on cost for the City's investment portfolio is 0.79%. 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.

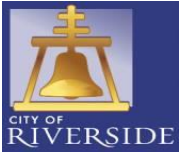
Verified by: 
Nancy Garcia, Controller

Approved by: 
Edward P. Enriquez, Chief Financial Officer/Treasurer



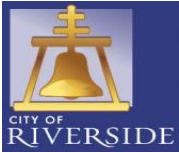
CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
September 30, 2021

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	*INVEST RATING	PURCH DATE	COST VALUE	**MARKET VALUE
<u>DEPOSIT ACCOUNTS</u>						
Bank of America Checking and Reserve	N/A	Varies	NR	Varies	38,208,149.73	38,208,149.73
Federated Investors Federated Treasury	N/A	Varies	AAA	Varies	1,443,209.31	1,443,209.31
Citizens Business Bank	N/A	Varies	NR	Varies	5,168,661.79	5,168,661.79
SUBTOTAL DEPOSIT ACCOUNTS					44,820,020.83	44,820,020.83
<u>JOINT POWERS AUTHORITY POOL</u>						
California Asset Management Program (CAMP)	N/A	Varies	AAA	Varies	81,411,979.97	81,411,979.97
SUBTOTAL JOINT POWERS AUTHORITY POOL					81,411,979.97	81,411,979.97
LOCAL AGENCY INVESTMENT FUND (LAIF)	N/A	Varies	NR	Varies	150,000,000.00	150,081,865.85
<u>CERTIFICATES OF DEPOSIT</u>						
Bank of Nova Scotia Houston	0.200	06/23/22	A-1	06/29/21	7,499,999.42	7,505,929.17
SUBTOTAL CERTIFICATES OF DEPOSIT					7,499,999.42	7,505,929.17
<u>MEDIUM TERM NOTES</u>						
American Honda Finance	3.375	12/10/21	A-	10/03/18	5,447,384.00	5,536,378.41
Apple Inc	2.300	05/11/22	AA+	02/20/18	7,301,625.00	7,650,625.83
Berkshire Hathaway	3.000	05/15/22	AA	03/12/19	5,136,191.29	5,231,976.11
Exxon Mobil Corp	1.902	08/16/22	AA-	08/13/19	2,375,000.00	2,416,326.19
Berkshire Hathaway	2.750	03/15/23	AA	05/09/19	4,451,187.75	4,579,107.45
Chevron Corp	3.191	06/24/23	AA-	02/19/19	5,057,700.00	5,254,589.86
Toyota Motor Credit Corp	3.450	09/20/23	A+	02/19/19	2,470,070.70	2,578,269.29
Charles Schwab Corp	0.750	03/18/24	A	03/16/21	1,954,022.50	1,964,764.90
Amazon.com Inc	0.450	05/12/24	AA	05/10/21	3,649,663.70	3,652,965.99
John Deere Capital Corp	0.450	06/07/24	A	06/07/21	2,077,400.00	2,077,975.12
Salesforce.com Inc	0.625	07/15/24	A+	06/29/21	1,064,456.85	1,068,438.39
Royal Bank of Canada	2.250	11/01/24	A	02/06/20	3,037,950.00	3,159,027.00
John Deere Capital Corp	2.050	01/09/25	A	02/06/20	3,024,810.00	3,130,831.33
Toyota Motor Credit Corp	1.800	02/13/25	A+	05/05/21	2,072,840.00	2,058,412.00
JP Morgan Chase & Co	3.220	03/01/25	A-	08/18/20	3,238,920.00	3,176,440.00
Bank of America Corp	3.458	03/15/25	A-	04/23/20	5,263,900.00	5,326,574.44
Chubb INA Holdings Inc	3.150	03/15/25	A	Various	6,518,943.13	6,395,543.84
Comcast Corp	3.100	04/01/25	A-	06/21/21	4,720,625.00	4,742,001.25
Bank of Montreal	1.850	05/01/25	A-	08/12/21	5,162,100.00	5,181,776.67
Morgan Stanley	0.790	05/30/25	BBB+	Various	7,461,656.65	7,460,695.18
Honeywell Intl	1.350	06/01/25	A	06/23/20	5,119,000.00	5,102,630.00
Royal Bank of Canada	1.150	06/10/25	A	Various	5,044,880.00	5,025,464.17
American Honda Finance	1.200	07/08/25	A-	06/22/21	2,017,540.00	2,015,745.33
Toronto Dominion Bank	0.750	09/11/25	A	09/15/20	4,986,850.00	4,936,043.33
Simon Property Group	3.300	01/15/26	A-	08/11/21	4,750,593.75	4,764,605.42
Goldman Sachs Group Inc	0.855	02/12/26	BBB+	06/18/21	4,334,706.25	4,336,547.04
Bank of America Corp	2.015	02/13/26	A-	03/04/21	2,066,760.00	2,055,643.33
JP Morgan Chase & Co	2.005	03/13/26	A-	03/12/21	3,086,490.00	3,074,857.50
Citigroup Inc	3.106	04/08/26	BBB+	06/18/21	4,683,525.00	4,708,930.87
JP Morgan Chase & Co	2.083	04/22/26	A-	06/23/21	3,105,570.00	3,111,296.75



CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
September 30, 2021

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	*INVEST RATING	PURCH DATE	COST VALUE	**MARKET VALUE
United Health Group Inc	1.150	05/15/26	A+	Various	1,188,834.05	1,190,333.29
Toyota Motor Credit Corp	1.125	06/18/26	A+	Various	4,989,707.50	4,985,948.76
Bank of America Corp	1.319	06/19/26	A-	06/18/21	2,004,120.00	2,007,136.33
Met Tower Global Funding	1.250	09/14/26	AA-	09/07/21	2,927,304.40	2,915,579.35
Bank of Montreal	1.250	09/15/26	A-	Various	2,495,539.50	2,480,671.39
Wal-Mart Stores	1.050	09/17/26	AA	09/08/21	1,332,476.85	1,333,132.79
SUBTOTAL MEDIUM TERM NOTES					135,620,343.87	136,687,284.90
<u>U.S. GOVERNMENT AGENCY MORTGAGE BACKED SECURITIES</u>						
FHLMC - K019 A2	2.272	03/25/22	NR	07/10/19	10,903,157.29	10,953,490.54
FHLMC - K026 A2	2.510	11/25/22	NR	04/16/19	9,948,046.88	10,232,126.67
FHLMC - K723 A2	2.454	08/25/23	NR	07/16/19	9,841,709.44	10,081,185.81
FHLMC - K041 A2	3.171	10/25/24	AAA	07/01/21	5,378,515.63	5,359,372.50
FHLMC - K049 A2	3.010	07/25/25	NR	06/23/21	1,789,016.21	1,780,936.12
SUBTOTAL U.S. GOVERNMENT AGENCY MORTGAGE BACKED SECURITIES					37,860,445.45	38,407,111.64
<u>U.S. GOVERNMENT AGENCY ASSET BACKED SECURITIES</u>						
John Deere Owner Trust	2.910	07/17/23	NR	06/21/21	1,017,122.54	1,014,994.03
Honda Auto Receivables	1.610	04/22/24	NR	02/19/20	2,924,426.70	2,957,155.18
Hyundai Auto Lease Trust	0.330	06/17/24	AAA	06/08/21	2,789,581.50	2,787,599.67
John Deere Owner Trust	1.100	08/15/24	NR	03/04/20	2,114,870.77	2,130,663.46
Toyota Auto Receivables Trust	0.440	10/15/24	AAA	07/21/20	1,944,850.24	1,948,904.70
Honda Auto Receivables Trust	0.370	10/18/24	AAA	09/22/20	2,124,687.84	2,127,657.55
Toyota Lease Owner Trust	0.420	10/21/24	NR	07/27/21	2,484,966.45	2,485,299.03
John Deere Owner Trust	0.510	11/15/24	NR	07/14/20	969,852.17	972,254.93
Mercedes-Benz Auto Lease Trust	0.400	11/15/24	AAA	06/22/21	2,589,804.46	2,589,851.79
BMW Vehicle Lease Trust	0.330	12/26/24	NR	09/08/21	1,624,832.30	1,623,735.21
Honda Auto Receivables Trust	0.270	04/21/25	NR	02/17/21	1,129,979.32	1,129,544.61
Toyota Auto Receivables Owners	0.260	05/15/25	NR	02/02/21	4,144,230.69	4,141,255.23
John Deere Owner Trust	0.360	09/15/25	NR	03/02/21	1,624,687.68	1,623,872.25
Hyundai Auto Receivables Trust	0.380	09/15/25	AAA	04/20/21	1,474,844.83	1,474,648.80
Hyundai Auto Receivables Trust	0.380	01/15/26	AAA	07/20/21	4,713,959.40	4,706,517.19
John Deere Owner Trust	0.520	03/16/26	NR	07/13/21	2,204,803.31	2,204,030.04
SUBTOTAL U.S. GOVERNMENT AGENCY ASSET BACKED SECURITIES					35,877,500.20	35,917,983.67
<u>SUPRANATIONAL SECURITIES</u>						
Inter-American Dev Bank	0.500	09/23/24	AAA	09/15/21	8,403,776.60	8,386,032.43
Intl. Bank Recon & Development	0.625	04/22/25	AAA	04/15/20	4,278,378.35	4,290,964.49
Inter-American Dev Bank	0.625	07/15/25	AAA	01/13/21	5,071,967.50	5,025,464.29
Intl. Bank Recon & Development	0.500	10/28/25	AAA	Various	9,994,372.85	9,883,940.02
Inter-American Dev Bank	0.875	04/20/26	AAA	04/13/21	9,342,016.70	9,381,078.90
SUBTOTAL SUPRANATIONAL SECURITIES					37,090,512.00	36,967,480.13
<u>U.S. GOVERNMENT AGENCY SECURITIES</u>						
FFCB	0.250	05/06/22	AA+	04/30/20	6,082,265.70	6,102,666.86
FHLMC	0.375	05/05/23	AA+	05/05/20	4,758,000.80	4,777,649.29

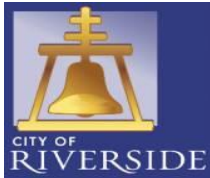


CITY OF RIVERSIDE
Pooled Investment Portfolio Holdings
September 30, 2021

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	*INVEST RATING	PURCH DATE	COST VALUE	**MARKET VALUE
FNMA	0.250	05/22/23	AA+	05/20/20	7,651,898.25	7,684,615.50
FHLMC	0.250	06/26/23	AA+	06/24/20	5,588,633.40	5,610,110.20
FNMA	0.250	07/10/23	AA+	07/08/20	4,445,421.75	4,456,378.83
FHLMC	0.250	08/24/23	AA+	08/19/20	7,507,334.70	7,513,646.89
FHLMC	0.125	10/16/23	AA+	Various	9,961,598.25	9,967,249.17
FHLMC	0.250	11/06/23	AA+	11/03/20	9,331,594.00	9,344,230.50
FHLB	2.750	12/13/24	AA+	02/06/20	5,281,300.00	5,384,850.00
FNMA	1.625	01/07/25	AA+	03/04/20	8,281,440.00	8,301,413.33
FHLMC	1.500	02/12/25	AA+	02/13/20	6,599,914.15	6,806,622.03
FHLB	2.375	03/14/25	AA+	03/19/20	6,346,620.00	6,358,323.17
FNMA	0.625	04/22/25	AA+	04/22/20	5,199,267.40	5,212,278.94
FHLB	0.500	06/13/25	AA+	06/29/20	5,007,400.00	4,982,370.00
FNMA	0.500	06/17/25	AA+	06/17/20	6,506,503.60	6,478,868.22
FHLMC	0.375	07/21/25	AA+	07/21/20	4,606,942.60	4,570,884.93
FNMA	0.375	08/25/25	AA+	Various	7,962,282.50	7,877,488.02
FHLMC	0.375	09/23/25	AA+	Various	7,970,197.55	7,867,490.67
FNMA	0.500	11/07/25	AA+	11/09/20	6,063,215.70	6,016,008.27
SUBTOTAL U.S. GOVERNMENT AGENCY SECURITIES					125,151,830.35	125,313,144.82
<u>U.S. GOVERNMENT TREASURY SECURITIES</u>						
US Treasury	1.875	08/31/22	AA+	10/13/17	2,595,835.94	2,646,627.52
US Treasury	1.875	09/30/22	AA+	Various	4,916,943.36	5,088,342.56
US Treasury	2.125	12/31/22	AA+	12/20/18	5,977,761.72	6,283,111.29
US Treasury	2.375	01/31/23	AA+	04/05/18	1,235,498.05	1,291,866.70
US Treasury	0.125	02/28/23	AA+	06/24/21	7,988,750.00	7,994,608.35
US Treasury	1.625	05/31/23	AA+	10/31/19	12,436,812.50	12,755,918.01
US Treasury	0.125	05/31/23	AA+	06/18/21	7,480,078.13	7,490,843.11
US Treasury	2.625	06/30/23	AA+	Various	14,404,335.94	15,198,839.55
US Treasury	1.625	10/31/23	AA+	10/31/19	12,441,656.25	12,823,872.57
US Treasury	2.875	11/30/23	AA+	01/09/19	3,044,882.81	3,193,751.66
US Treasury	2.250	01/31/24	AA+	06/05/19	10,671,445.31	10,999,996.99
US Treasury	2.000	04/30/24	AA+	10/31/19	12,637,828.13	13,004,631.01
US Treasury	0.250	06/15/24	AA+	06/18/21	4,965,429.69	4,975,173.52
US Treasury	1.750	06/30/24	AA+	09/09/19	9,358,759.77	9,615,380.13
US Treasury	1.125	02/28/25	AA+	03/24/20	6,177,656.25	6,104,450.39
US Treasury	0.250	09/30/25	AA+	10/16/20	6,975,937.50	6,847,469.08
US Treasury	0.375	12/31/25	AA+	12/29/20	2,249,824.22	2,205,989.30
US Treasury	0.375	01/31/26	AA+	Various	8,625,488.28	8,564,463.20
US Treasury	0.750	03/31/26	AA+	03/30/21	3,969,843.75	3,970,394.42
US Treasury	0.750	05/31/26	AA+	Various	9,942,773.44	9,937,314.92
US Treasury	0.750	08/31/26	AA+	09/29/21	2,470,507.81	2,473,675.66
SUBTOTAL U.S. GOVERNMENT TREASURY SECURITIES					150,568,048.85	153,466,719.94
TOTAL POOLED CASH & INVESTMENTS					805,900,680.94	810,579,520.92

*The City uses S&P ratings

** Includes Accrued Interest



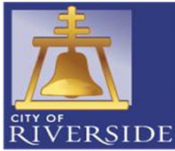
CITY OF RIVERSIDE
Investments held by Fiscal Agent
Section 115 Pension Trust Fund
September 30, 2021

DESCRIPTION OF SECURITY	COST VALUE	MARKET VALUE
<u>CASH AND EQUIVALENTS</u>		
Cash	2,245.76	2,245.76
First American Government Obligation Fund CL "Z"	119,137.93	119,137.93
SUBTOTAL CASH AND EQUIVALENTS	121,383.69	121,383.69
<u>MUTUAL FUNDS - EQUITY</u>		
Ishares Core - S P500 Etf	1,321,473.73	1,589,725.80
Ishares S P - 500 Growth Etf	497,113.37	620,104.90
Ishares S P - 500 Value Etf	657,878.89	710,812.96
Ishares - Russell Mid Cap Etf	388,931.94	440,769.70
Ishares - Russell 2000 Value Etf	391,075.41	440,952.96
Ishares - Russell 2000 Growth Etf	392,767.71	433,632.43
Ishares Core - Msci Eafe Etf	655,611.24	724,160.25
Vanguard Ftse - Emerging Markets Etf	320,395.61	354,470.88
Vanguard Real - Estate Etf	168,596.20	185,443.16
SUBTOTAL MUTUAL FUNDS - EQUITY	4,793,844.10	5,500,073.04
<u>MUTUAL FUNDS - FIXED INCOME</u>		
Ishares Core - U.S. Aggregate Bond Etf	3,868,579.89	3,863,799.84
Vanguard High - Yield Corporate Adm	228,278.80	230,108.51
Vanguard - Short Term Invt Grade #539	906,849.21	912,939.22
SUBTOTAL MUTUAL FUNDS - FIXED INCOME	5,003,707.90	5,006,847.57
TOTAL ASSETS	9,918,935.69	10,628,304.30



CITY OF RIVERSIDE
Investments Held by Fiscal Agent
September 30, 2021

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	*INVEST RATING	PURCH DATE	COST VALUE	**MARKET VALUE
<u>CASH & MONEY MARKET ACCOUNTS</u>						
Cash - Custodial Cash Account US Bank	N/A	Varies	NR	Varies	40,576.56	40,576.56
Cash - Bank of America Equipment Lease	N/A	Varies	NR	Varies	693,717.98	693,717.98
US Bank Commercial Paper Sweep	N/A	Varies	NR	Varies	665,391.61	665,391.61
US Bank Gcts0170	N/A	Varies	NR	Varies	61,325,212.57	61,325,212.57
US Bank Gcts0185	N/A	Varies	NR	Varies	44,937,360.36	44,937,360.36
First American Government Obligation CL "Y"	N/A	Varies	AAA	Varies	339,091.55	339,091.55
First American Prime Obligations Fund CL " Z "	N/A	Varies	AAA	Varies	10,144,142.83	10,144,142.83
SUBTOTAL CASH & MONEY MARKET ACCOUNTS					118,145,493.46	118,145,493.46
LOCAL AGENCY INVESTMENT FUND (LAIF)	N/A	Varies	NR	Varies	2,315,465.65	2,316,726.40
<u>MEDIUM TERM NOTES</u>						
Charles Schwb Corp	0.750	03/18/24	A	Various	601,166.80	602,996.90
Amazon Medium Term Note	0.450	05/12/24	AA	05/10/21	394,423.30	394,780.19
John Deere Owner Trust	0.450	06/07/24	A	06/07/21	369,537.50	369,639.81
Salesforce.com Inc.	0.625	07/15/24	A+	06/29/21	94,951.55	95,306.72
Toyota Motor Medium Term Note	1.800	02/13/25	A+	05/05/21	777,315.00	771,904.50
Chubb Ina Holdings, Inc.	3.150	03/15/25	A	01/26/21	659,406.00	645,037.20
Comcast Corporate	3.100	04/01/25	A-	06/21/21	674,375.00	677,428.75
Morgan Stanley	0.790	05/30/25	BBB+	05/26/21	640,340.50	639,630.93
PNC Bank	3.250	06/01/25	A	06/10/21	710,365.50	707,631.16
Eli Lilly & Co.	2.750	06/01/25	A+	06/10/21	699,166.00	693,610.24
Honeywell Intl	1.350	06/01/25	A	06/10/21	717,066.00	714,368.20
Royal Bank of Canada	1.150	06/10/25	A	02/22/21	607,344.00	603,055.70
Toronto Dominion Bank	0.750	09/11/25	A	02/10/21	650,292.50	641,685.63
Simon Property Group	3.300	01/15/26	A-	08/11/21	678,656.25	680,657.92
Goldman Sachs Group Inc	0.855	02/12/26	BBB+	06/18/21	619,243.75	619,506.73
Bank of America Corp.	2.015	02/13/26	A-	03/04/21	620,028.00	616,693.00
JP Morgan Chase & Co.	2.005	03/13/26	A-	03/12/21	617,298.00	614,971.50
Citigroup, Inc	3.106	04/08/26	BBB+	03/12/21	669,075.00	672,704.42
United Health Group Inc.	1.150	05/15/26	A+	Various	130,420.30	130,585.09
Wal-Mart Stores	1.050	09/17/26	AA	09/08/21	119,773.20	119,832.17
SUBTOTAL MEDIUM TERM NOTES					11,050,244.15	11,012,026.76
<u>U.S. GOVERNMENT AGENCY ASSET BACKED SECURITIES</u>						
Mercedes-Benz Auto Lease Trust	0.400	11/15/24	AAA	06/22/21	239,981.88	239,986.27
BMW Vehicle Lease Trust	0.330	12/26/24	NR	09/08/21	149,984.52	149,883.25
Honda Auto Receivables Trust	0.270	04/21/25	NR	02/17/21	124,997.71	124,949.63
Toyota Auto Receivables Owners	0.260	05/15/25	NR	02/02/21	464,913.70	464,579.90
John Deere Owner Trust	0.360	09/15/25	NR	03/02/21	179,965.40	179,875.08
Hyundai Auto Receivables Trust	0.380	09/15/25	AAA	04/20/21	164,982.64	164,960.72
Hyundai Auto Receivables Trust	0.380	01/15/26	AAA	07/20/21	434,904.00	434,217.38
John Deere Owner Trust	0.520	03/16/26	NR	07/13/21	204,981.72	204,909.83
SUBTOTAL U.S. GOVERNMENT AGENCY ASSET BACKED SECURITIES					1,964,711.57	1,963,362.06
<u>SUPRANATIONAL SECURITIES</u>						
Inter-American Dev Bank	0.500	09/23/24	AAA	09/15/21	764,433.90	762,819.84



CITY OF RIVERSIDE
Investments Held by Fiscal Agent
September 30, 2021

DESCRIPTION OF SECURITY	COUPON RATE	MATURITY DATE	*INVEST RATING	PURCH DATE	COST VALUE	**MARKET VALUE
International Finance Corp.	1.375	10/16/24	AAA	07/12/21	1,026,900.00	1,029,442.08
Intl. Bank Recon & Development	0.500	10/28/25	AAA	01/26/21	1,000,640.00	988,394.00
Inter-American Dev Bank	0.875	04/20/26	AAA	04/13/21	1,040,213.90	1,044,563.40
SUBTOTAL SUPRANATIONAL SECURITIES					3,832,187.80	3,825,219.32
<u>U.S. GOVERNMENT AGENCY SECURITIES</u>						
FFCB	0.125	02/03/23	AA+	01/26/21	854,521.20	854,595.07
FHLB	0.125	03/17/23	AA+	03/17/21	779,142.00	779,489.58
FFCB	0.125	04/13/23	AA+	04/06/21	1,033,633.80	1,034,289.30
SUBTOTAL U.S. GOVERNMENT AGENCY SECURITIES					2,667,297.00	2,668,373.95
<u>U.S. GOVERNMENT TREASURY SECURITIES</u>						
US Treasury Note	2.000	12/31/21	AA+	02/16/18	2,939,882.82	3,029,641.04
US Treasury Note	1.875	03/31/22	AA+	02/16/18	2,918,437.50	3,027,106.53
US Treasury Note	2.125	06/30/22	AA+	02/16/18	2,942,695.32	3,061,929.73
US Treasury Note	1.875	09/30/22	AA+	02/16/18	2,902,617.18	3,053,005.53
US Treasury Note	2.125	12/31/22	AA+	02/16/18	2,929,335.94	3,090,054.73
US Treasury Note	0.125	02/15/24	AA+	02/23/21	997,187.50	994,378.64
US Treasury Note	0.250	05/15/24	AA+	05/18/21	2,194,671.88	2,191,163.24
US Treasury Note	0.375	09/15/24	AA+	09/29/21	1,990,312.50	1,991,425.50
US Treasury Note	0.375	01/31/26	AA+	02/23/21	1,724,482.43	1,712,892.65
US Treasury Note	0.750	03/31/26	AA+	05/18/21	2,194,070.32	2,183,716.93
US Treasury Note	0.750	05/31/26	AA+	06/23/21	3,232,099.61	3,229,627.35
SUBTOTAL U.S. GOVERNMENT TREASURY SECURITIES					26,965,793.00	27,564,941.87
<u>INVESTMENT CONTRACTS</u>						
Invt Agmt-Trinity Plus Fdg Co Gic	0.047	10/01/29	NR	03/31/20	6,411,744.65	6,411,744.65
Invt Agmt-Trinity Plus Fdg Co Gic	0.047	10/01/35	NR	03/31/20	4,348,970.73	4,348,970.73
SUBTOTAL INVESTMENT CONTRACTS					10,760,715.38	10,760,715.38
TOTAL INVESTMENTS HELD WITH FISCAL AGENT					177,701,908.01	178,256,859.20

*The City uses S&P ratings

** Includes Accrued Interest

**City of Riverside
Cash Balances by Fund
As of September 30, 2021**

Fund	Cash Balance ¹	Interfund Loan Receivables ²	Cash Balance + Loan Receivables	
General Fund	101	59,176,603	-	59,176,603
Measure Z	110	52,093,041	-	52,093,041
Pension Trust	115	125,106	-	125,106
Enterprise Funds				
Electric	510	308,698,964	2,925,134	311,624,098
Electric - Public Benefits Program	511	22,860,495	-	22,860,495
Water	520	47,933,767	-	47,933,767
Water - Conservation & Reclamation Program	521	3,179,824	-	3,179,824
Airport	530	1,348,896	-	1,348,896
Refuse Collection	540	4,375,446	-	4,375,446
Sewer Service	550	93,843,487	1,764,786	95,608,273
Special Transit	560	3,155,475	-	3,155,475
Public Parking	570	1,918,506	-	1,918,506
Civic Entertainment (Convention Center, Visitors Bureau, Sports Commission)	580	(681,085)	-	(681,085)
Civic Entertainment (Fox, Box, RMA, Showcase)	581	2,351,841	-	2,351,841
Civic Entertainment (Cheech Marin Center)	582	(5,923,048)	-	(5,923,048)
SubTotal - Enterprise Funds		483,062,568	4,689,920	487,752,488
Special Revenue Funds				
Urban Areas Security Initiative	205	(949,813)	-	(949,813)
Grants and Restricted Programs	215	35,595,420	-	35,595,420
Community Development Block Grant	220	389,388	-	389,388
Home Investment Partnership Program	221	1,064,817	-	1,064,817
Housing Opportunities for Persons with AIDS	222	(440,742)	-	(440,742)
Community Development Grants	223	9,721,550	-	9,721,550
Neighborhood Stabilization Program	225	150,418	-	150,418
Special Gas Tax	230	25,404,459	-	25,404,459
Air Quality Improvement	240	1,440,597	-	1,440,597
NPDES Storm Drain	260	381,098	-	381,098
Housing Authority	280	4,753,832	-	4,753,832
Housing Assets	281	7,988,735	-	7,988,735
Special Districts	Various	(431,679)	-	(431,679)
SubTotal - Special Revenue Funds		85,068,080	-	85,068,080
Capital Projects Funds				
Capital Outlay	401	1,854,873	-	1,854,873
Storm Drain	410	10,055,968	-	10,055,968
Local Park Special Capital Improvements	411	(384,038)	-	(384,038)
Regional Park Special Capital Improvements	413	3,193,497	-	3,193,497
Measure Z Capital Outlay	420	20,530,232	-	20,530,232
Capital Outlay Grants	430	(410,683)	-	(410,683)
Transportation Projects	431	(254,963)	-	(254,963)
Measure A Capital Outlay	432	21,767,320	-	21,767,320
Transportation Development Impact Fees	433	5,968,974	-	5,968,974
Transportation Uniform Mitigation Fees	434	(1,897,582)	-	(1,897,582)
Community Facilities Districts and Assessment Districts	Various	2,107,911	-	2,107,911
SubTotal - Capital Project Funds		62,531,509	-	62,531,509
Debt Service Funds				
Debt Service Fund - General	390	(26,180,639)	-	(26,180,639)
Debt Service Fund - Public Works	391	833,032	-	833,032
SubTotal Debt Service Funds		(25,347,607)	-	(25,347,607)
Agency Funds				
Successor Agency	Various	17,383,410	-	17,383,410
Community Facilities Districts and Assessment Districts	Various	513,759	-	513,759
Special Deposits	Various	18,256,720	-	18,256,720
SubTotal Agency Funds		36,153,889	-	36,153,889
Internal Service Funds				
Workers' Compensation Insurance Trust	610	18,019,131	-	18,019,131
Unemployment Insurance Trust	620	(76,785)	-	(76,785)
Liability Insurance Trust	630	26,687,369	-	26,687,369
Central Stores	640	402,920	-	402,920
Central Garage	650	12,683,697	-	12,683,697
SubTotal - Internal Service Funds		57,716,332	-	57,716,332
Total - All Funds \$ 810,579,521 \$ 4,689,920 \$ 815,269,441				

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

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

CITY OF RIVERSIDE
Fiscal Year 2021/2022 First Quarter
Summary of Outstanding Debt¹

Debt Type By Funding Source	Principal Balance as of 7/1/2021	Q1 New Debt Issued	Q1 Principal Payments	Q1 Interest Payments	Principal Balance as of 10/1/2021	Projected Principal Balance 6/30/2022
General Fund/Measure Z						
General Obligation Bonds	\$ 6,415,000	\$ -	\$ 1,475,000	\$ 170,513	\$ 4,940,000	\$ 4,940,000.00
Pension Obligation Bonds	348,249,376	-	14,369,838	12,804,869	333,879,538	333,879,538
Certificates of Participation	62,787,420	-	-	510,422	62,787,420	59,787,577
Lease Revenue Bonds	50,381,790	-	-	-	50,381,790	47,848,478
Ryan Bonaminio Park Loan	456,643	-	-	-	456,643	-
Capital Leases	14,922,510	-	1,654,290	165,911	13,268,220	11,595,843
Interfund Loans	1,764,786	-	287,056	-	1,477,730	1,477,730
Total General Fund	\$ 484,977,525	\$ -	\$ 17,786,184	\$ 13,651,715	\$ 467,191,341	\$ 459,529,166
Capital Projects Funds						
Measure A Certificates of Participation	26,660,000	-	-	-	26,660,000	24,985,000
Total Capital Projects Funds	\$ 26,660,000	\$ -	\$ -	\$ -	\$ 26,660,000	\$ 24,985,000
Enterprise Funds						
Pension Obligation Bonds	\$ 116,227,008	\$ -	\$ 5,508,050	\$ 3,595,957	\$ 110,718,958	\$ 110,718,958
Electric Fund Revenue Bonds	540,165,000	-	-	768,511	540,165,000	524,130,000
Electric Fund Capital Leases	909,385	-	135,417	4,323	773,968	363,637
Water Fund Revenue Bonds	198,830,000	-	-	190,905	198,830,000	192,190,000
Water Fund Capital Lease	1,445,306	-	112,808	17,093	1,332,498	1,218,356
Sewer Fund Revenue Bonds	332,150,000	-	9,295,000	8,189,150	322,855,000	322,855,000
Lease Revenue Bonds	7,059,600	-	-	-	7,059,600	6,625,200
Certificates of Participation	27,212,580	-	-	221,221	27,212,580	25,912,423
Civic Entertainment Fund Loan	7,067,169	-	-	-	7,067,169	6,509,317
Convention Center Expansion Loan	31,568,063	-	506,193	246,765	31,061,870	29,520,327
Parking Fund Loans	7,902,475	-	-	-	7,902,475	7,278,688
Total Enterprise Funds	\$ 1,270,536,586	\$ -	\$ 15,557,468	\$ 13,233,926	\$ 1,254,979,118	\$ 1,227,321,906
Internal Service Funds						
Pension Obligation Bonds	\$ 4,803,616	\$ -	\$ 227,112	\$ 148,632	\$ 4,576,504	\$ 4,576,504
Total Internal Service Funds	\$ 4,803,616	\$ -	\$ 227,112	\$ 148,632	\$ 4,576,504	\$ 4,576,504
RDA Successor Agency						
Lease Revenue Bonds	11,443,610	-	-	-	11,443,610	9,201,322
Tax Allocation Bonds	152,715,000	-	4,920,000	3,591,165	147,795,000	147,795,000
Interfund Loans	2,925,135	-	412,246	-	2,512,889	2,512,889
Total RDA Successor Agency	\$ 167,083,745	\$ -	\$ 5,332,246	\$ 3,591,165	\$ 161,751,499	\$ 159,509,211
Assessment Districts / Galleria Agreement / Community Facilities Districts						
Assessment Districts	\$ 17,820,000	\$ -	\$ 1,505,000	\$ 461,797	\$ 16,315,000	\$ 16,315,000
Galleria Mall Improvements District Certificates of Participation	5,000	-	-	125	5,000	5,000
Lease Revenue Refunding Bonds (Galleria) Series 2019A	14,675,000	-	-	-	14,675,000	13,960,000
Community Facilities Districts	21,145,000	-	670,000	462,076	20,475,000	20,475,000
Total AD / Galleria / CFDs	\$ 53,645,000	\$ -	\$ 2,175,000	\$ 923,998	\$ 51,470,000	\$ 50,755,000
Total	\$2,007,706,472	\$ -	\$ 41,078,010	\$ 31,549,436	\$ 1,966,628,462	\$ 1,926,676,786

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

CITY OF RIVERSIDE
Fiscal Year 2021/2022 First Quarter
Outstanding Debt¹

Debt Type / Issuance	Year Issued (FY)	Final Maturity (FY)	Total Issue Size	Outstanding Principal Balance 7/1/2021	Q1 New Debt Issued	Q1 Principal Payments	Q1 Interest Payments	Outstanding Principal Balance 10/1/2021	Projected Principal Balance 6/30/2022
General Obligation									
Measure G Fire Facility Projects General Obligation Bonds 2004	2004	2025	\$ 20,000,000	\$ 6,415,000	\$ -	\$ 1,475,000	\$ 170,513	\$ 4,940,000	\$ 4,940,000
Total General Obligation Bonds			\$ 20,000,000	\$ 6,415,000	\$ -	\$ 1,475,000	\$ 170,513	\$ 4,940,000	\$ 4,940,000
Pension Obligation²									
Pension Obligation Bonds Series 2004A	2004	2023	\$ 89,540,000	\$ 20,445,000	\$ -	\$ 9,730,000	\$ 1,205,437	\$ 10,715,000	\$ 10,715,000
Pension Obligation Bonds Series 2017A	2017	2027	31,960,000	20,040,000	-	3,125,000	569,838	16,915,000	16,915,000
Pension Obligation Bonds Series 2020A (Safety)	2020	2045	231,085,000	231,085,000	-	-	8,608,321	231,085,000	231,085,000
Pension Obligation Bonds Series 2020A (Misc)	2020	2043	201,080,000	197,710,000	-	7,250,000	6,165,863	190,460,000	190,460,000
Total Pension Obligation Bonds			\$ 553,665,000	\$ 469,280,000	\$ -	\$ 20,105,000	\$ 16,549,459	\$ 449,175,000	\$ 449,175,000
Certificates of Participation									
Galleria Mall Improvements COPs Series 2006A	2006	2037	\$ 19,945,000	\$ 5,000	\$ -	\$ -	\$ 125	\$ 5,000	\$ 5,000
Riverside Renaissance Projects Refunding COPs Series 2008A	2008	2037	128,300,000	90,000,000	-	-	731,643	90,000,000	85,700,000
Local Measure A Sales Tax Revenue COPs Series 2013A	2013	2033	35,235,000	26,660,000	-	-	-	26,660,000	24,985,000
Total Certificates of Participation			\$ 183,480,000	\$ 116,665,000	\$ -	\$ -	\$ 731,768	\$ 116,665,000	\$ 110,690,000
Lease Revenue Bonds									
California Tower Lease Revenue Bonds Series 2003A	2003	2024	\$ 26,255,000	\$ 8,085,000	\$ -	\$ -	\$ -	\$ 8,085,000	\$ 6,265,000
California Tower Lease Revenue Bonds Series 2003B	2003	2024	4,810,000	1,290,000	-	-	-	1,290,000	995,000
Lease Revenue Refunding Bonds Series 2012A	2013	2034	41,240,000	29,415,000	-	-	-	29,415,000	27,605,000
Lease Revenue Refunding Bonds (Galleria) Series 2019A	2019	2037	15,980,000	14,675,000	-	-	-	14,675,000	13,960,000
Lease Revenue Bonds (Main Library Project) Series 2019B	2019	2037	33,505,000	30,095,000	-	-	-	30,095,000	28,810,000
Total Lease Revenue Bonds			\$ 121,790,000	\$ 83,560,000	\$ -	\$ -	\$ -	\$ 83,560,000	\$ 77,635,000
Capital Leases									
Pinnacle #2 - VOIP Phone System	2013	2023	\$ 1,650,000	\$ 273,058	\$ -	\$ 89,945	\$ 3,250	\$ 183,113	\$ 92,098
US Bank - Various Vehicles, Software, and Hardware	2016	2022	4,450,000	728,816	-	362,685	6,928	366,131	-
BofA #2 - Various Hardware and Software	2018	2028	7,955,000	4,158,155	-	498,635	49,175	3,659,520	3,154,988
BofA #3 - Fire Vehicles and Equipment	2017	2027	14,500,000	9,762,481	-	703,025	106,558	9,059,456	8,348,757
BofA #2 - Water Fund Vehicles Capital Lease	2018	2028	2,305,000	1,445,306	-	112,808	17,093	1,332,498	1,218,356
Electric Fund Vehicles Capital Leases - Various	Various	Various	Various	909,385	-	135,417	4,323	773,968	363,637
Total Capital Leases			\$ 30,860,000	\$ 17,277,201	\$ -	\$ 1,902,515	\$ 187,327	\$ 15,374,686	\$ 13,177,836
Interfund Loans³									
Reid Park Acquisition Interfund Loan	2011	2028	\$ 720,000	\$ 377,575	\$ -	\$ 53,673	\$ -	\$ 323,902	\$ 323,902
Riverside Golf Course Acquisition Interfund Loan	2011	2028	4,837,500	2,547,560	-	358,573	-	2,188,987	2,188,987
Utilities Plaza Purchase Interfund Loan	2012	2027	4,469,221	1,764,786	-	287,056	-	1,477,730	1,477,730
Total Interfund Loans			\$ 10,026,721	\$ 4,689,921	\$ -	\$ 699,302	\$ -	\$ 3,990,619	\$ 3,990,619
Private Placement Loans									
Pinnacle - Ryan Bonaminio Park Loan	2013	2022	\$ 4,000,000	\$ 456,643	\$ -	\$ -	\$ -	\$ 456,643	\$ -
Fox Entertainment Plaza Loan	2011	2032	25,000,000	14,969,644	-	-	-	14,969,644	13,788,005
Convention Center Expansion Loan ⁴	2013	2034	44,650,000	31,568,063	-	506,193	246,765	31,061,870	29,520,327
Total Private Placement Loans			\$ 73,650,000	\$ 46,994,350	\$ -	\$ 506,193	\$ 246,765	\$ 46,488,157	\$ 43,308,332

CITY OF RIVERSIDE
Fiscal Year 2021/2022 First Quarter
Outstanding Debt¹

Debt Type / Issuance	Year Issued (FY)	Final Maturity (FY)	Total Issue Size	Outstanding Principal Balance 7/1/2021	Q1 New Debt Issued	Q1 Principal Payments	Q1 Interest Payments	Outstanding Principal Balance 10/1/2021	Projected Principal Balance 6/30/2022
Enterprise Revenue Bonds									
Electric Revenue Refunding Bonds (2008) Series A	2008	2029	\$ 84,515,000	\$ 34,465,000	\$ -	\$ -	238,683	\$ 34,465,000	\$ 34,465,000
Electric Revenue Refunding Bonds (2008) Series C	2008	2036	57,325,000	32,150,000	-	-	245,006	32,150,000	32,150,000
Electric Revenue Bonds (2010) Series A	2010	2041	133,290,000	130,990,000	-	-	-	130,990,000	128,600,000
Electric Revenue Bonds (2011) Series A	2011	2036	56,450,000	37,450,000	-	-	284,822	37,450,000	35,550,000
Electric Revenue Refunding Bonds (2013) Series A	2014	2044	79,080,000	37,275,000	-	-	-	37,275,000	36,355,000
Electric Revenue Refunding Bonds (2019) Series A	2019	2049	283,325,000	267,835,000	-	-	-	267,835,000	257,010,000
Water Revenue Bonds (2009) Series B	2010	2040	67,790,000	67,790,000	-	-	-	67,790,000	65,315,000
Water Revenue Bonds (2011) Series A	2011	2036	59,000,000	24,050,000	-	-	190,905	24,050,000	24,050,000
Water Revenue Refunding Bonds (2019) Series A	2019	2049	114,215,000	106,990,000	-	-	-	106,990,000	102,825,000
Sewer Revenue Bonds (2015) Series A	2015	2041	200,030,000	184,965,000	-	5,535,000	4,565,825	179,430,000	179,430,000
Sewer Revenue Bonds (2018) Series A ⁵	2019	2040	153,670,000	147,185,000	-	3,760,000	3,623,325	143,425,000	143,425,000
Total Enterprise Revenue Bonds			\$ 1,288,690,000	\$ 1,071,145,000	\$ -	\$ 9,295,000	\$ 9,148,567	\$ 1,061,850,000	\$ 1,039,175,000
Tax Allocation Bonds									
2014 Subordinate Tax Allocation Refunding Bonds Series 2014A	2014	2034	\$ 61,250,000	\$ 37,160,000	\$ -	\$ 4,745,000	\$ 921,500	\$ 32,415,000	\$ 32,415,000
2014 Subordinate Tax Allocation Refunding Bonds Series 2014B	2014	2024	1,730,000	740,000	-	175,000	13,637	565,000	565,000
2018 Tax Allocation Refunding Bonds Series 2018A	2018	2034	74,435,000	74,435,000	-	-	1,858,391	74,435,000	74,435,000
2018 Tax Allocation Refunding Bonds, Taxable Series 2018B	2018	2033	40,380,000	40,380,000	-	-	797,638	40,380,000	40,380,000
Total Tax Allocation Bonds			\$ 177,795,000	\$ 152,715,000	\$ -	\$ 4,920,000	\$ 3,591,165	\$ 147,795,000	\$ 147,795,000
Mello Roos and Assessment District Bonds									
Riverwalk Business Center Assessment District Bonds	2004	2029	\$ 3,755,000	\$ 1,970,000	\$ -	\$ 170,000	\$ 60,829	\$ 1,800,000	\$ 1,800,000
Sycamore Canyon Business Park CFD 92-1 Bonds	2005	2034	9,700,000	6,310,000	-	320,000	165,680	5,990,000	5,990,000
Hunter Park Assessment District Bonds	2006	2036	15,269,906	10,730,000	-	450,000	277,453	10,280,000	10,280,000
Riverwalk Assessment District Refunding Bonds	2011	2026	7,805,000	3,680,000	-	545,000	90,097	3,135,000	3,135,000
Auto Center Assessment District Refunding Bonds	2012	2024	4,050,000	1,440,000	-	340,000	33,419	1,100,000	1,100,000
Riverwalk Vista CFD 2006-1 Bonds	2013	2043	4,415,000	3,855,000	-	95,000	96,447	3,760,000	3,760,000
Riverwalk Vista CFD 2006-1 Improv Area No.2 2016 Series A	2016	2046	5,505,000	5,220,000	-	80,000	91,097	5,140,000	5,140,000
Riverwalk Vista CFD 2006-1 Improv Area No.2 2016 Series B	2016	2031	1,275,000	930,000	-	70,000	19,534	860,000	860,000
Highlands CFD 2014-2 2016 Series A	2016	2046	1,800,000	1,760,000	-	10,000	28,638	1,750,000	1,750,000
Highlands CFD 2014-2 2016 Series B	2016	2031	810,000	630,000	-	50,000	12,975	580,000	580,000
Orangetrest CFD 2015-1 Bonds Series 2020 Series A	2020	2050	2,075,000	2,075,000	-	-	41,500	2,075,000	2,075,000
Orangetrest CFD 2015-1 Bonds Series 2020 Series B	2020	2028	365,000	365,000	-	45,000	6,205	320,000	320,000
Total Mello Roos and Assessment District Bonds			\$ 56,824,906	\$ 38,965,000	\$ -	\$ 2,175,000	\$ 923,873	\$ 36,790,000	\$ 36,790,000
Total				\$ 2,007,706,472	\$ -	\$ 41,078,010	\$ 31,549,436	\$ 1,966,628,462	\$ 1,926,676,786

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 Debt service for these bonds is allocated based on the percentage of CalPERS plan employees budgeted in those Funds. Payments sent to trustee 8/1 annually, but are actually paid to bondholders in Dec & June

³ Beginning outstanding principal balance on interfund loans may be less than prior year projected ending balance due to actual FY 2021 pooled interest rate adjustment at end of FY

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 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.