

Budget Presentation

May 22, 2019

Fiscal Year 2019/2020

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Finance Director & City Treasurer



Workshop Agenda

- Revisions to draft budget since last Council Hearing
- Current Financial Position & Reserves
- FY 19/20 Estimated Revenues
- FY 19/20 Proposed Expenditures
- Review of Line Items Budgeted for Strategic Plan
- Capital Improvement Plan
- Discussion/Direction for Staff

Revisions to Draft Budget

Revisions to Draft Budget

- Defunded the Assistant City Manager position
 - Total budget savings of \$240,235
- Defunded three intern positions
 - Total budget savings of \$58,170

Total personnel savings due to defunding of 2.5 FTE positions of **\$298,405**

Current Financial Position & Reserves

Reserves

Fund Balance - Revenues minus Expenditures

Reserves – Fund Balance at July 20, 2020 minus
Restricted and Committed Funds equals
Unassigned Reserves available for use

FY 18/19 vs. 19/20 Reserves

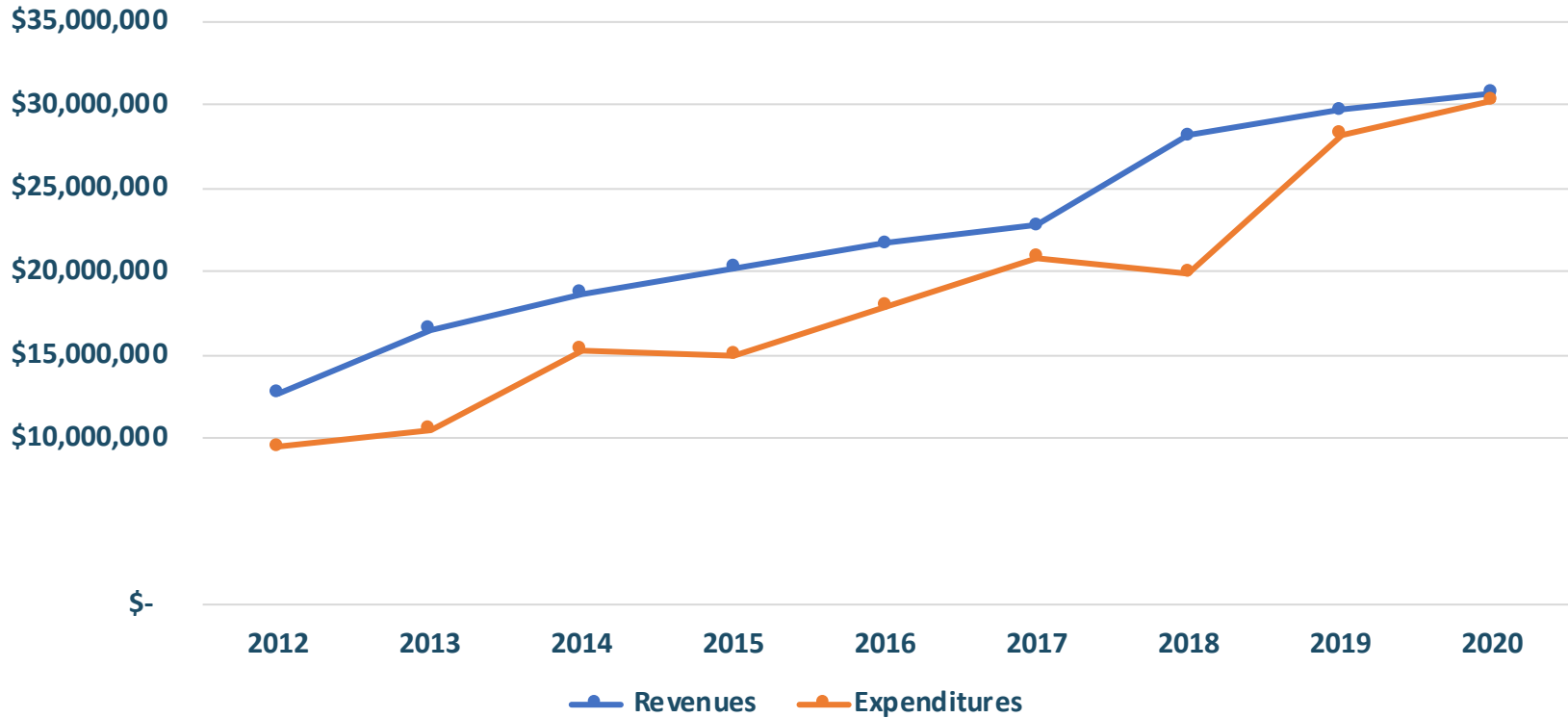
Fund Balance @ 6/30/19		\$ 33,854,746	Fund Balance @ 6/30/20		\$ 33,663,244
Restricted for Fire	\$ 6,915,221		Restricted for Fire	6,602,231	
Committed:			Committed:		
Emergency Contingency	9,766,182		Emergency Contingency	11,057,410	
Civic Center & Library	8,000,000		Civic Center & Library	8,000,000	
Public Safety Rate Stabilization	1,000,000		Public Safety Rate Stabilization	1,000,000	
Pension Alternatives	1,200,000		Pension Alternatives	1,500,000	
Total Restricted and Committed		<u>26,881,403</u>	Total Restricted and Committed		<u>28,159,641</u>
Reserves @ 6/30/19		<u>\$ 6,973,343</u>	Reserves @ 6/30/20		<u>\$ 5,503,603</u>
Decrease in Fire Restriction	312,990				
Increase in Emergency Contingency	(1,291,228)				
Increase in Pension Alternatives	(300,000)				
Decrease in FB @ 6/30/20	(191,502)				
Decrease in Reserves	<u>\$(1,469,740)</u>				

FY 18/19 vs. 19/20 Reserves

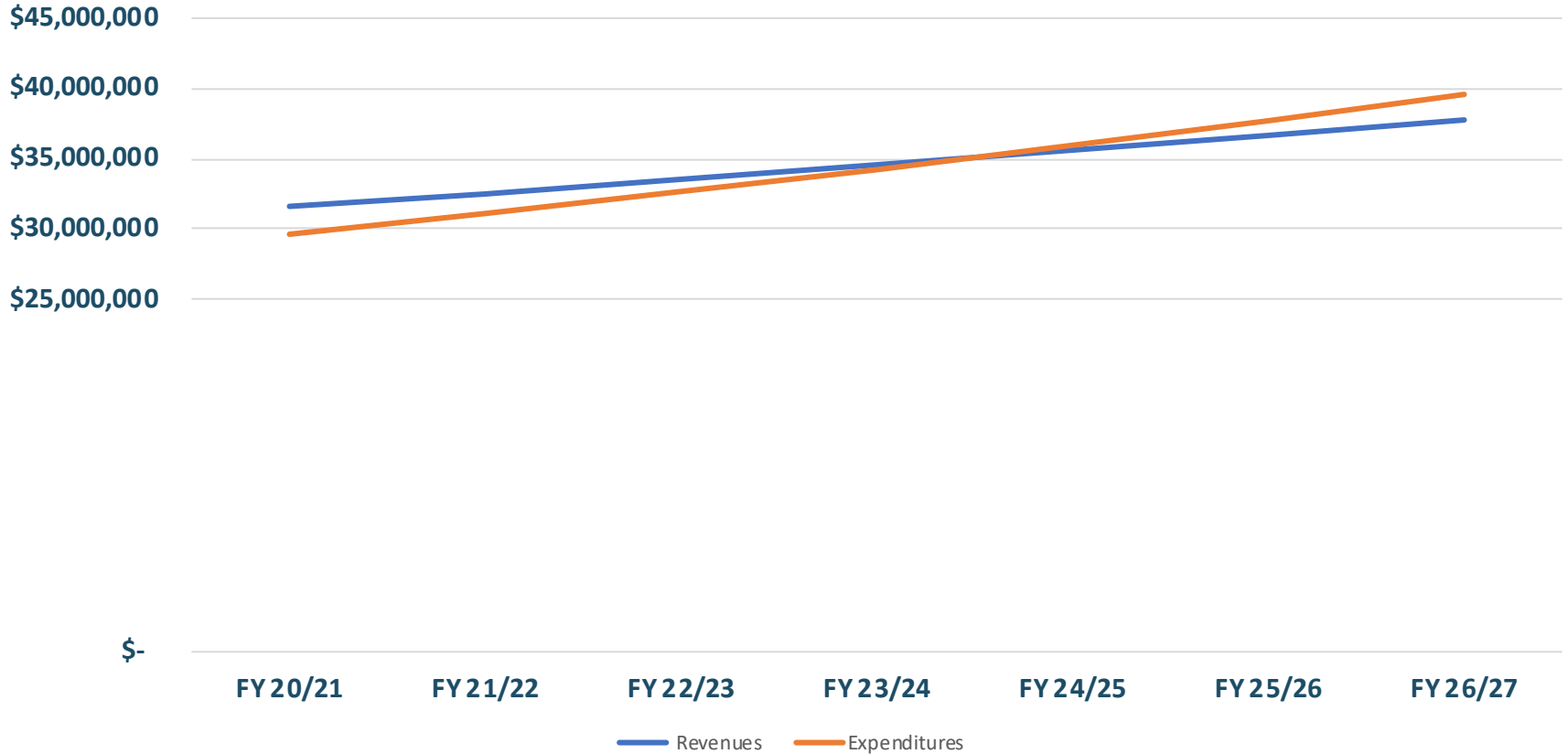
Reconciliation for Decrease in Reserves

Decrease in Fire Restriction	\$ 312,990
Increase in Emergency Contingency	(1,291,228)
Increase in Pension Alternatives	(300,000)
Decrease in Fund Balance @ 6/30/20	<u>(191,502)</u>
Decrease in Reserves	\$ (1,469,740)

General Fund Historical Revenues vs. Expenditures



Projected Revenues vs. Expenditures FY 20/21 - 26/27



Estimated Revenues for FY 19/20

Estimated Revenues for FY 19/20

Total General Fund Revenues – \$24,426,272

Total Fire Fund Revenues - \$6,285,042

Total Special Revenue - \$9,612,531

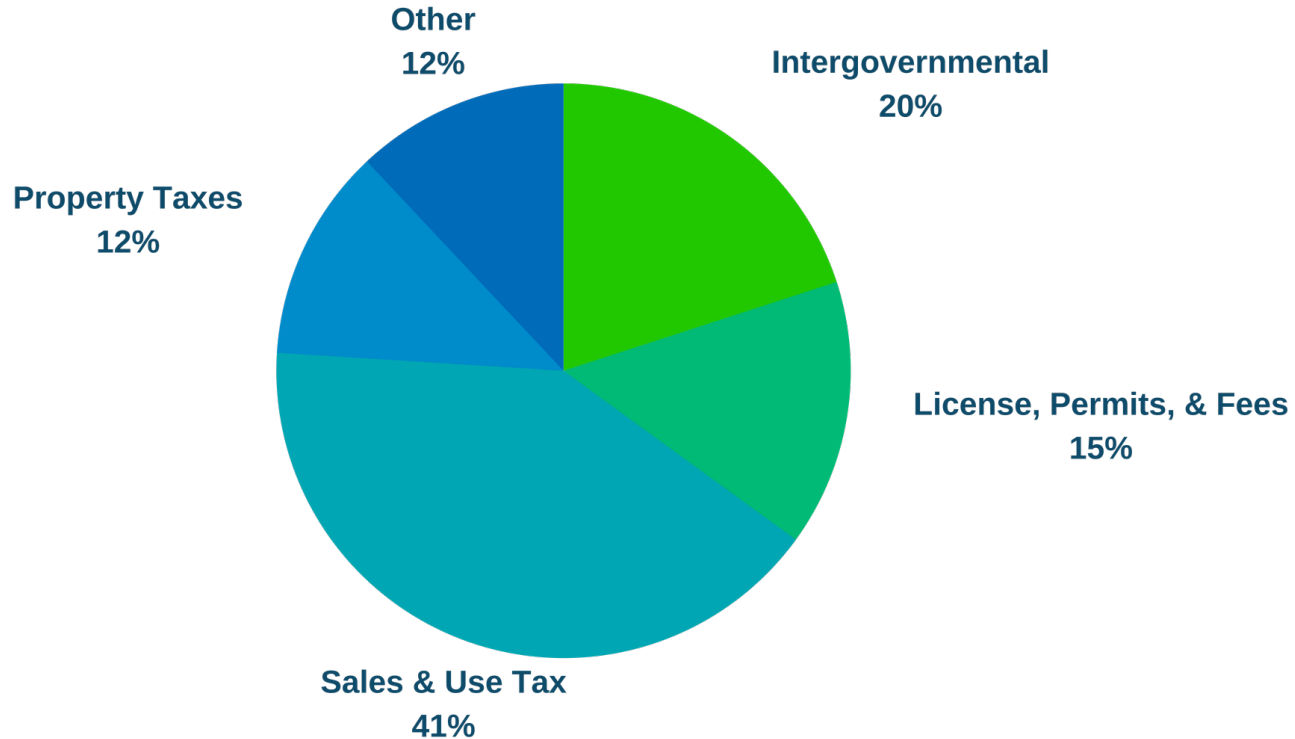
Total Capital Projects Revenue - \$1,000,000

Total Agency Revenue - \$41,323,845

General Fund Revenues

Sales & Use Tax -	\$9.7M
Property Tax -	\$3M
Franchise Fees -	\$1.5M
Licenses / Permits -	\$3.5M
Fines -	\$606K
Intergovernmental -	\$4.9M
Miscellaneous -	\$75K
Total GF Revenues -	\$24.4M

Revenue Type Percentages



General Fund Revenues

FY 18/19 Budgeted Revenues - \$21,200,250

FY 19/20 Budgeted Revenues - \$23,883,365

\$2,683,115, or 13% Increase in General Fund Revenues

Proposed Expenditures for FY 19/20

Proposed Expenditures for FY 19/20

Total General Fund Expenditures – \$23,114,821

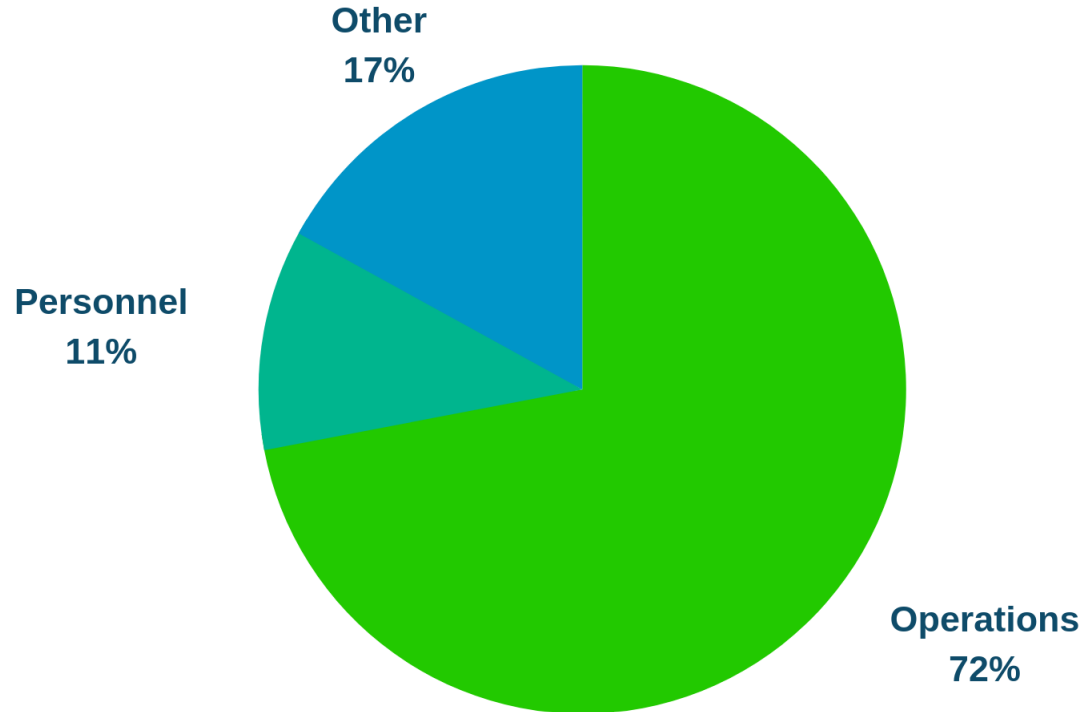
Total Fire Fund Expenditures - \$6,870,225

Total Special Rev. Expenditures - \$4,703,082

Total Capital Projects Expenditures - \$1,000,000

Total Agency Expenditures - \$36,156,827

Expenditure Type Percentages



General Fund Expenditures

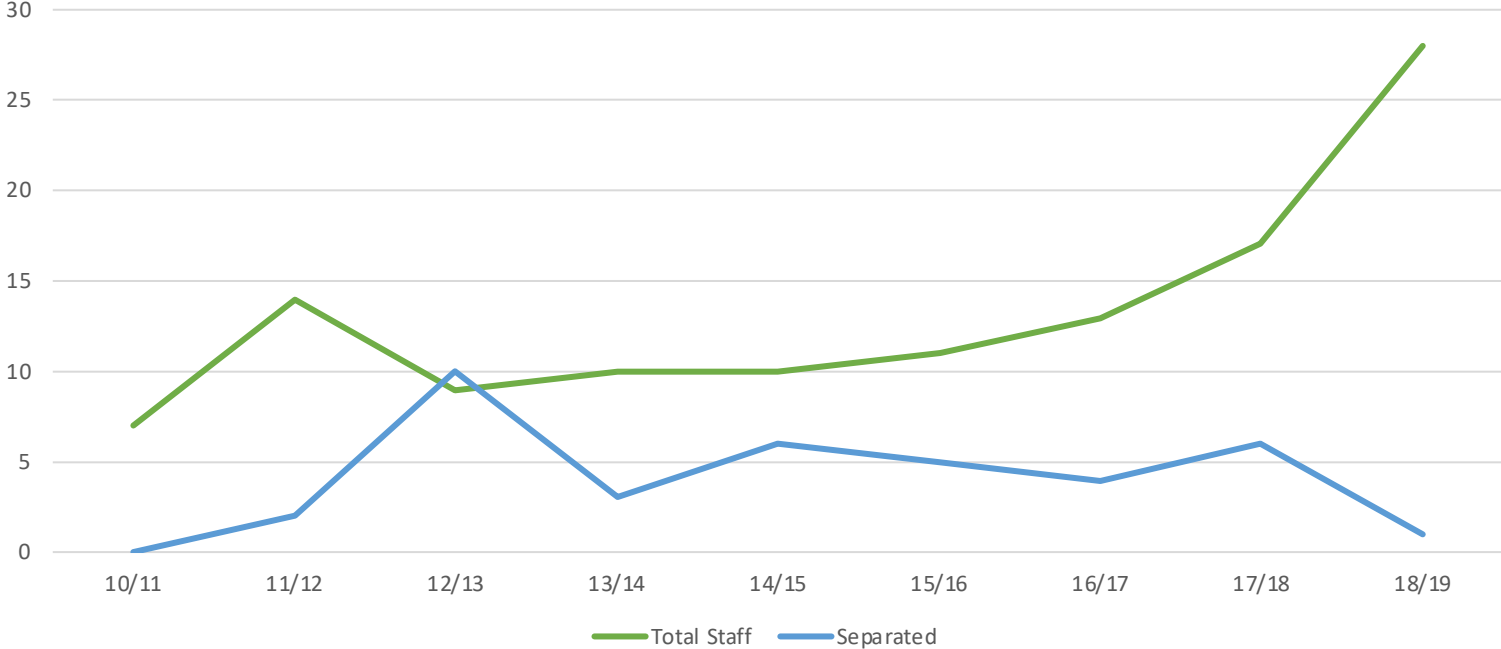
FY 18/19 Budgeted Expenditures - \$19,532,364

FY 19/20 Budgeted Expenditures - \$22,114,821

\$2,582,457, or 13% Increase in General Fund Expenditures

\$993,532, or 5% increase at Mid-Year 2018-2019

Historical Personnel Trends



General Fund Expenditures

General Fund Expenditures Types

General Fund	Adopted	Recommended		%
Expenditure Type	2018-2019	Mid Year 2018-2019	Difference	Change
Personnel	\$ 2,741,744	\$ 3,735,276	\$ 993,532	36.2%
Operations	16,422,043	16,422,043	-	0.0%
Capital Outlay	367,577	367,577	-	0.0%
Total Expenditures	\$ 19,531,364	\$ 20,524,896	\$ 993,532	5.1%
Transfers	3,900,000	3,900,000	-	0.0%
Total Funding Uses	\$ 23,431,364	\$ 24,424,896	\$ 993,532	4.2%

General Fund Expenditures

General Fund Expenditures Types

General Fund	Recommended	Proposed		%
Expenditure Type	Mid Year 2018-2019	2019-2020	Difference	Change
Personnel	\$ 3,735,276	\$ 3,817,891	\$ 82,615	10.1%
Operations	16,422,043	18,010,730	1,588,687	9.7%
Capital Outlay	367,577	286,200	(81,377)	-22.1%
Total Expenditures	\$ 20,524,896	\$ 22,408,050	\$ 1,589,925	9.2%
Transfers	3,900,000	1,000,000	(2,900,000)	-74.4%
Total Funding Uses	\$ 24,424,896	\$ 23,408,050	\$ (1,310,075)	-5.4%

General Fund Expenditures

Authorized Positions

	2017-18	2018-19	2018-19	2019-20
<u>Department</u>	<u>Approved</u>	<u>Approved</u>	<u>Mid Year</u>	<u>Proposed</u>
City Manager	5.50	7.75	9.50	9.50
City Clerk	3.75	3.75	3.75	3.75
Finance	4.50	5.25	5.50	5.50
Community Development	<u>4.00</u>	<u>5.25</u>	<u>12.25</u>	<u>11.75</u>
Total Positions	17.75	22.00	31.00	30.50

Note: Authorized positions do not include contract staff.

General Fund Expenditures

FY 18/19 Mid-Year Organizational Changes (Approved at City Council on 12/18/18):

New Positions

Community Development Director	\$	245,826	(Filled)
Community Enhancement & Safety Manager		165,440	(Filled)
Community Enhancement & Safety Officer		96,958	(Filled)
Community Enhancement & Safety Technician		78,635	(Filled)
6 Interns		110,928	(3 Filled, 3 Vacant)
Total for New Positions at Mid-Year 2018-2019	\$	697,787	

Status Changes

(2) Street Sweepers from 3/4 time to FT		77,459	
Accounting Tech - 3/4 time to FT		68,550	
Communication Specialist - 3/4 time to FT		33,957	
Communications Specialist - Intern to FT		86,396	
Emergency Management Coordinator to Specialist		29,383	
Total for Status Changes at Mid-Year 2018-2019	\$	295,745	

Total FY 18/19 Mid-Year Organizational Changes **\$ 993,532**

Net Total Increase for FY 19/20 Personnel from Mid-Year **\$ 82,615**

General Fund Expenditures

Four New Proposed Positions for FY 19/20

All Budgeted at Top Step of Pay Range and Fully Burdened:

- **Accounting Manager** – Finance Dept. (\$133,877)
- **Management Analyst** – Community Dev. Dept. (\$118,322)
- **Executive Assistant** – City Manager's Office (\$106,933)
- **Office Specialist** – City Manager' Office (\$74,587)

General Fund Expenditures

2.5 FTE Positions Defunded for FY 19/20:

- **Assistant City Manager** – City Manager Dept. (\$240,235)
- **3 interns (1.5 FTE equivalent)** – Various Depts. (\$58,170)

Review of Line Items Budgeted for Strategic Plan

Recap of Strategic Plan and “Targets”

- 1.** Communication/Community Engagement
- 2.** Public Safety
- 3.** Economic Development
- 4.** Organizational Development
- 5.** Finance/Budget
- 6.** Infrastructure

Strategic Plan Items Budgeted

- Elevate Dining Experience \$500K
- Engage Community Feedback \$50K
- Enhance Mobility & Connectivity \$1.25M
- \$8M ATP Grant Match \$1.6M
- Build City Hall \$100K
- Strengthen Organizational Development \$75K
- TOTAL POTENTIAL STRATEGIC PLAN ITEMS TO BE BUDGETED IN FY 19/20 \$3.575M

Strategic Plan Items Budgeted General Fund

- Elevate Dining Experience \$500K
- Engage Community Feedback \$50K
- Strengthen Organizational Development \$75K
- TOTAL POTENTIAL STRATEGIC PLAN ITEMS TO BE BUDGETED IN FY 19/20 – General Fund \$625K

Strategic Plan Items Budgeted General Fund

- Elevate Dining Experience \$500K
 - Business / Restaurant Incentive Program included in the Community Development Department, under the Economic Development Division

Strategic Plan Items Budgeted General Fund

- Engage Community Feedback \$50K
 - Funds will be placed in the City Manager's Department, under the Communications Divisions, to continue conducting the annual community satisfaction survey

Strategic Plan Items Budgeted General Fund

- Strengthen Organizational Development \$75K
 - \$25K will be placed in the City Manager's Department, under the Talent & Special Projects Division, to create a tuition reimbursement program
 - \$50K will also be placed in the City Manager's Department, under the Talent & Special Projects Division, to invest in employees and establish a leadership program which includes coaching, training and strengthening of employee skills

Strategic Plan Items Budgeted Capital Improvement Plan

- Enhance Mobility & Connectivity \$1.25M
- \$8M ATP Grant Match \$1.6M
- Build City Hall \$100K
- TOTAL POTENTIAL STRATEGIC PLAN ITEMS TO BE BUDGETED IN FY 19/20 - CIP \$2.95M

Strategic Plan Items Budgeted

Capital Improvement Plan

- Enhance Mobility & Connectivity \$1.25M
 - \$1M is included in the Capital Improvement Budget to update the City's General Plan - ***Eastvale 2040***
 - \$250K is also included in the Capital Improvement Budget to update and enhance the Trails Master Plan

Strategic Plan Items Budgeted

Capital Improvement Plan

- \$8M ATP Grant Match \$1.6M
 - The City was awarded an \$8M grant for Active Transportation Plan, but requires matching funds of \$1.6M from City sources. The \$1.6M will come from the Capital Improvement Plan
 - Will provide installation of trails for people walking and riding bicycles along Scholar Way and Harrison Avenue within the City limits (approx. 5 miles)
 - Connect neighborhoods, schools, and parks

Strategic Plan Items Budgeted

Capital Improvement Plan

- Build City Hall \$100K
 - \$100K has been placed in the Capital Improvement Plan and will be used to begin the process of selecting a new City Hall / Library
 - Cost will be used to have a consultant conduct a site location assessment with design for a new City Hall / Library

Public Safety - Fire

- | | | |
|----|--------------------------------------|--------------------|
| 1. | Maintain current staff | \$4,853,466 |
| 2. | Shared cost w/JV for new engine | \$5,299,316 |
| 3. | Add medic squad at Station 27 | \$6,065,175 |
| 4. | Add medic engine at Station 27 | \$6,399,371 |

Cost to add medic squad at Station 27 is \$1,069,887 to bring total contract price for CAL FIRE to \$6,065,175 for FY 19/20.

Public Safety - Police

Riverside Sheriff Contract FY 19/20 - \$10,342,912

***Budgeted amount for FY 19/20 includes a 2.19% retroactive increase from the RSO, and a projected 5.0% also provided by RSO

$\$9.6\text{M} \times 1.0219 = \$10.3\text{M} \times 1.05 = \10.3M

Capital Improvement Plan

Roadway Safety:

ATP Grant & Match

Limonite Interchange Gateway Feature

Miscellaneous Trail Improvements

Total - \$10.2M

Capital Improvement Plan

Street Improvements:

Limonite Gap

Schleisman and Hamner Transition

Street Name Signs

Total - \$4.1M

Capital Improvement Plan

Citywide Maintenance:

Miscellaneous Traffic Safety

Fiber Broadband Infrastructure

Communications Master Plan

Eastvale 2040 (Eastvale Master Plan)

Total - \$1.65M

Capital Improvement Plan

Land, Buildings, Facilities, & Equipment

Civic Center Site Planning

Altfillisch Flood Plain Modification

Total - \$600K

Questions & Discussion