



# Western Riverside Council of Governments Finance Directors Committee

## AGENDA

Thursday, January 25, 2018  
1:00 p.m.

**Western Riverside Council of Governments  
Citrus Tower  
3390 University Avenue, Suite 450  
Riverside, CA, 92501**

**\*PLEASE NOTE NEW LOCATION\***

In compliance with the Americans with Disabilities Act and Government Code Section 54954.2, if special assistance is needed to participate in the Finance Directors Committee meeting, please contact WRCOG at (951) 405-6703. Notification of at least 48 hours prior to meeting time will assist staff in assuring that reasonable arrangements can be made to provide accessibility at the meeting. In compliance with Government Code Section 54957.5, agenda materials distributed within 72 hours prior to the meeting which are public records relating to an open session agenda item will be available for inspection by members of the public prior to the meeting at 3390 University Avenue, Suite 450, Riverside, CA, 92501.

The Finance Directors Committee may take any action on any item listed on the agenda, regardless of the Requested Action.

1. **CALL TO ORDER (Rochelle Clayton, Chair)**
2. **SELF INTRODUCTIONS**
3. **PUBLIC COMMENTS**

At this time members of the public can address the Finance Directors Committee regarding any items with the subject matter jurisdiction of the Committee that are not separately listed on this agenda. Members of the public will have an opportunity to speak on agenda items at the time the item is called for discussion. No action may be taken on items not listed on the agenda unless authorized by law. Whenever possible, lengthy testimony should be presented to the Committee in writing and only pertinent points presented orally.

#### 4. **MINUTES**

- A. **Summary Minutes from the October 26, 2017, Finance Directors Committee Meeting are Available for Consideration.**

**P. 1**

**Requested Action:** 1. *Approve the Summary Minutes from the October 26, 2017, Finance Directors Committee meeting.*

**5. CONSENT CALENDAR**

All items listed under the Consent Calendar are considered to be routine and may be enacted by one motion. Prior to the motion to consider any action by the Committee, any public comments on any of the Consent Items will be heard. There will be no separate action unless members of the Committee request specific items be removed from the Consent Calendar.

**A. Finance Department Activities Update *Ernie Reyna* P. 5**

**Requested Action:** 1. *Receive and file.*

**6. REPORTS / DISCUSSION**

**A. 2nd Quarter Draft Budget Amendment for Fiscal Year 2017/2018 *Andrew Ruiz, WRCOG* P. 11**

**Requested Action:** 1. *Recommend that the Executive Committee approve the 2nd Quarter draft Budget Amendment for Fiscal Year 2017/2018.*

**B. Pension Rate Stabilization Program *Maureen Toal, PARS* P. 37**

**Requested Action:** 1. *Receive and file.*

**C. Senate Bill (SB) 1 Update *Ron Berdugo, League* P. 39**

**Requested Action:** 1. *Receive and file.*

**7. REPORT FROM THE CHIEF FINANCIAL OFFICER *Ernie Reyna***

**8. ITEMS FOR FUTURE AGENDAS *Members***

Members are invited to suggest additional items to be brought forward for discussion at future Finance Directors Committee meetings.

**9. GENERAL ANNOUNCEMENTS *Members***

Members are invited to announce items / activities which may be of general interest to the Finance Directors Committee.

**10. NEXT MEETING: The next Finance Directors Committee meeting is scheduled for Thursday, April 26, 2018, at 1:00 p.m. at WRCOG's office located at 3390 University Avenue, Suite 450, Riverside, CA, 92501.**

**11. ADJOURNMENT**

**1. CALL TO ORDER**

The meeting of the Finance Directors Committee was called to order at 1:04 p.m. by Ernie Reyna at the County Administrative Center, 5th Floor in Conference Room D.

**2. SELF INTRODUCTIONS**

**Members present:**

Rochelle Clayton, City of Banning (1:38 p.m. arrival)  
Terry Shea, City of Canyon Lake  
Marshall Eyerman, City of Moreno Valley  
Linda Le, City of Murrieta  
Edward Enriquez, City of Riverside  
Kevin Mascaro, Western Municipal Water District  
Matthew Schenk, March Joint Powers Authority  
Teresa Hyden, Riverside County Office of Education

**Staff present:**

Ernie Reyna, Chief Financial Officer  
Andrew Ruiz, Program Manager  
Anthony Segura, Staff Analyst  
Suzy Nelson, Administrative Assistant  
Janis Leonard, Administrative Services Manager

**Guests present:**

Laura Franke, Public Financial Management  
Terry Shea, Rogers, Anderson, Malody, & Scott (RAMS)  
Gardenya Duran, RAMS  
Daniel Banis, Citizens Business Bank (CBB)  
Donny Evenson, CBB

**3. PUBLIC COMMENTS**

There were no public comments.

**4. CONSENT CALENDAR** – *(Moreno Valley / Banning) 7 yes; 0 no; 0 abstention. Items 4.A through 4.D were approved by a unanimous vote of those members present. The Cities of Banning, Beaumont, Calimesa, Corona, Eastvale, Hemet, Jurupa Valley, Lake Elsinore, Menifee, Norco, Perris, San Jacinto, Temecula, and Wildomar, the County of Riverside, the Eastern Municipal Water District, and the Morongo Band of Mission Indians were not present.*

**A. Summary Minutes from the July 27, 2017, Finance Directors Committee Meeting are Available for Consideration.**

**Action:** 1. *Approved the Summary Minutes from the July 27, 2017, Finance Directors Committee meeting.*

**B. Financial Department Activities Update**

**Action:** 1. *Received and filed.*

**C. 1st Quarter Draft Budget Amendment for Fiscal Year 2017/2018**

**Action:** 1. *Recommended that the Executive Committee approve the 1st Quarter draft Budget Amendment for Fiscal Year 2017/2018.*

**D. Finance Directors Committee 2018 Meeting Schedule**

**Action:** 1. *Approved the Schedule of Finance Directors Committee meetings for 2018.*

**5. REPORTS / DISCUSSION**

**A. Regional Streetlight Program Activities Update**

Anthony Segura, with the help of Laura Franke presented on the regional Streetlight Program Activities Update. Mr. Segura stated that during 2017 WRCOG released a Request For Proposals for operational maintenance and service provider; Siemens was selected. On October 11, 2017, WRCOG released the Financing Package Agreement to all members and requested that through an interior city staff and legal counsel review, comments be provided by October 25, 2017. During this period WRCOG staff and PFM staff attended various financing meetings with city staff, point of contacts, and city finance departments, to review various mechanisms with what opportunities are available for financing and next steps. WRCOG, with the assistance of legal counsel, are compiling those comments received and will report those comments and feedback to the bank, which will then be finalized and reported back to the members for the next meeting in December for final approval of those documents.

Laura Franke reported that PFM has now set up a Lease Purchase Agreement between the cities and Banc of America. Ms. Franke reviewed the Intended Financing Terms which included security interest for the equipment being financed, which will be evidenced by filing a UCC-1. This will not encumber any other assets. Ms. Franke also reported on the Cash Flow Model Update, indicating that there are variables accounted for in the model that include all recent tariff updates effective through January 1, 2017; reduction in utility cost once streetlights are owned; additional reduction in utility cost after LED retrofit; debt financing to cover cost of acquisition and retrofit to LED, plus 5% contingency for any extra costs, excess pre-payable without penalty. The taxable rate for the assumption purposes is 4.85%. Ms. Franke incorporated items such as Cash Flow Model Assumptions for the region, as well as the Aggregate Financing Snapshot. An estimated timeline with points on the SCE submission of PSA to CPUC were included. Murrieta and Temecula are already in line for the final phases.

Committee member Marshall Eyerman asked if a list of all cities will be compiled before it goes back to the bank.

Mr. Segura responded he thinks yes but he will confirm with staff. The goal is that all cities have similar comments.

**Action:** 1. *Received and filed.*

**B. Fiscal Year 2016/2017 Financial Statement Presentation**

Terry Shea reviewed the contract and legal documents of both RAMS' and WRCOG's responsibility. Gardenya Duran presented the outcome of the financial audit for WRCOG, and stated that there were no findings. Ms. Duran reviewed the changes from last year's financial statements versus this years'. The biggest changes were the decrease in fund value this year

of \$39.5M. This value is all associated with the TUMF fund. The other big change within the Government Funds was the investment income, loss not because of the overall cash flow, but due to the fair market value.

Committee member Linda Le asked about the nature of the foundation.

Ernie Reyna responded that it was mainly set up for certain grants that were related to State or Federal.

Ms. Duran continued with the conclusion of the audit and had stated that there were no negative findings within the audit.

**Action:** 1. *Received and filed.*

### **C. The Economy and Financial Markets**

Dan Banis and Donald Evenson provided a presentation on the current economy and financial markets, including metrics on the U.S. economy, unemployment rate, and the S&P 500 index.

**Action:** 1. *Received and filed.*

## **6. ITEMS FOR FUTURE AGENDAS**

The Finance Directors Committee expressed an interest in hearing a presentation on Senate Bill 1 – The Road Repair and Accountability Act of 2017.

## **7. GENERAL ANNOUNCEMENTS**

Ernie Reyna announced that the next quarterly meeting of the Finance Directors Committee will be held at 3390 University Avenue, Suite 450, in Riverside. This will be the location of WRCOG's new offices.

### **8. NEXT MEETING**

**The next Finance Directors Committee meeting is scheduled for Thursday, January 25, 2018, at 1:00 p.m., at WRCOG's office located at 3390 University Avenue, Suite 450, Riverside, CA, 92501.**

### **9. ADJOURNMENT**

**The meeting of the Finance Directors Committee meeting adjourned at 2:24 p.m.**

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# Western Riverside Council of Governments Finance Directors Committee

## Staff Report

**Subject:** Finance Department Activities Update

**Contact:** Ernie Reyna, Chief Financial Officer, [ereyna@wrcog.us](mailto:ereyna@wrcog.us), (951) 405-6740

**Date:** January 25, 2018

*The purpose of this item is to provide an update on the 2nd Quarter Budget Amendments review schedule for Fiscal Year (FY) 2017/2018, the annual TUMF compliance review for FY 2016/2017, the FY 2016/2017 carryover funds allocated to reserves, and the Agency financial report summary through November 2017.*

### **Requested Action:**

1. Receive and File.

### **2nd Quarter Budget Amendment Schedule**

December 31, 2017, marked the end of the second quarter for FY 2017/2018 and it is anticipated that the Finance Directors Committee will receive the report on January 25, 2018, the Administration & Finance Committee will receive the budget amendment report on February 14, 2018, the Technical Advisory Committee will receive the report on February 15, 2018, and the Executive Committee will receive the report on March 5, 2018.

### **Annual TUMF Review of Participating Agencies**

WRCOG has completed reviews of TUMF collections by participating agencies for FY 2016/2017. The reviews provide WRCOG an opportunity to meet with jurisdictional staff who are assigned to TUMF matters, including planning, public works, and finance staff. During the reviews, WRCOG randomly selects remittance reports to review and verify that the correct land use type has been used and that fees have been calculated properly. The reviews concluded in December 2017 and reports were issued to City Managers / agency heads the week of January 15, 2017.

### **FY 2016/2017 Carryover Funds Allocated to Reserves**

WRCOG realized a total of \$4 million in FY 2016/2017 carryover revenues (Agency net revenues) for the General Fund, of which \$700,000 was previously allocated by the Executive Committee to continue the Public Service Fellowship Program (which places students from the University of California, Riverside and California Baptist University, at WRCOG member agencies for long-term work opportunities), and \$500,000 was previously allocated to expand the Grant Writing Assistance Program, which provides a bench of consultants to provide members with expert assistance in seeking grant funding for projects of interest. On January 8, 2018, the Executive Committee approved allocating the remaining \$2.8 million to General Fund Agency reserves, bringing the total amount of General Fund Agency reserves to \$4.6 million. The Executive Committee also approved that \$500,000 of these Agency reserves will be specifically set aside for a PACE Program reserve.

## **Financial Report Summary through November 2017**

The Agency Financial Report summary through November 2017, a monthly overview of WRCOG's financial statements in the form of combined Agency revenues and costs, is provided as Attachment 1.

### **Prior Actions:**

January 10, 2018: The Administration & Finance Committee received and filed.

January 8, 2018: The Executive Committee received and filed.

### **Fiscal Impact:**

This item is informational only; therefore, there is no fiscal impact.

### **Attachment:**

1. Financial Report summary – November 2017.



# Item 5.A

Finance Department Activities  
Update

## Attachment 1

Financial Report summary –  
November 2017

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Western Riverside Council of Governments  
 Monthly Budget to Actuals  
 For the Month Ending November 31, 2017

<b>Revenues</b>	<b>Approved 6/30/2018 Budget</b>	<b>Thru 11/30/2017 Actual</b>	<b>Remaining 6/30/2018 Budget</b>
General Assembly	300,000	18,800	281,200
WRCOG HERO Residential Revenue	816,771	478,369	338,402
CA HERO Residential Revenue	7,639,575	1,811,919	5,827,656
The Gas Company Partnership	50,000	6,521	43,479
SCE WREP Revenue	75,000	21,302	53,698
WRCOG HERO Residential Recording Revenue	182,775	93,060	89,715
CA HERO Residential Recording Revenue	1,508,036	307,725	1,200,311
CA First Residential Revenue	167,000	17,034	149,966
CA First Residential Recording Revenue	86,000	5,832	80,168
Other Misc Revenue	-	5,921	(5,921)
Solid Waste	117,100	22,837	94,263
Active Transportation Revenue	150,000	80,567	69,433
RIVTAM Revenue	25,000	25,000	-
Air Quality-Clean Cities	137,500	26,000	111,500
Commercial/Service - Admin Portion	101,097	36,255	64,842
Retail - Admin Portion	118,867	69,266	49,602
Industrial - Admin Portion	249,133	257,713	(8,580)
Residential/Multi/Single - Admin Portion	1,045,779	554,433	491,345
Multi-Family - Admin Portion	129,787	58,073	71,714
Commercial/Service - Non-Admin Portion	2,426,945	870,116	1,556,829
Retail - Non-Admin Portion	2,852,820	1,731,645	1,121,175
Industrial - Non-Admin Portion	5,979,195	6,442,833	(463,637)
Residential/Multi/Single - Non-Admin Portion	25,098,070	13,758,616	11,339,454
Multi-Family - Non-Admin Portion	3,114,890	1,451,823	1,663,067
<b>Total Revenues</b>	<b>63,021,435</b>	<b>28,151,661</b>	<b>34,869,774</b>
<b>Expenditures</b>			
Wages & Salaries	2,584,095	1,096,710	1,487,385
Fringe Benefits	739,956	298,492	441,463
<b>Total Wages and Benefits</b>	<b>3,384,051</b>	<b>1,395,203</b>	<b>1,988,848</b>
Overhead Allocation	2,219,371	805,493	1,413,878
General Legal Services	590,233	256,075	334,158
Audit Fees	27,500	10,200	17,300
Bank Fees	29,000	23,835	5,165
Commissioners Per Diem	62,500	21,750	40,750
Office Lease	427,060	147,228	279,832
WRCOG Auto Fuel	750	200	550
WRCOG Auto Maintenance	100	16	84
Parking Validations	4,775	2,410	2,365
Event Support	112,600	59,343	53,257
General Supplies	66,536	5,134	61,402
Computer Supplies	12,500	1,943	10,557
Computer Software	18,000	21,453	(3,453)
Rent/Lease Equipment	35,000	12,695	22,305
Membership Dues	31,950	14,136	17,814

Subscriptions/Publications	6,500	279	6,221
Meeting Support/Services	12,100	2,802	9,298
Postage	8,155	2,641	5,514
Other Household Expenditures	4,880	1,125	3,756
Storage	1,000	6,052	(5,052)
Computer Hardware	1,000	1,692	(692)
Misc. Office Equipment	-	688	(688)
Communications-Regular	1,000	4,381	(3,381)
Communications-Long Distance	500	95	405
Communications-Cellular	12,677	3,633	9,044
Communications-Comp Sv	75,000	24,338	50,662
Communications-Web Site	5,600	6,427	(827)
Equipment Maintenance - General	11,000	5,265	5,735
Equipment Maintenance - Computers	25,000	8,654	16,346
Insurance - General/Business Liason	72,950	65,271	7,679
PACE Recording Fees	1,862,811	488,568	1,374,243
Seminars/Conferences	24,550	6,000	18,550
General Assembly Expenditures	304,200	8,154	296,046
Travel - Mileage Reimbursement	15,700	9,410	6,290
Travel - Ground Transportation	13,100	876	12,224
Travel - Airfare	28,704	4,426	24,278
Lodging	17,850	2,645	15,205
Meals	10,419	1,799	8,620
Other Incidentals	13,358	5,588	7,770
Training	14,321	8,060	6,261
Supplies/Materials	35,117	281	34,836
Ads	47,370	17,525	29,845
Consulting Labor	4,159,928	497,764	3,662,164
Consulting Expenses	72,865	2,243	70,622
TUMF Project Reimbursement	39,000,000	6,676,690	32,323,310
BEYOND Expenditures	2,052,917	217,819	1,835,098
Computer Equipment Purchases	41,204	14,608	26,596
Office Furniture Purchases	315,000	173,286	141,714
<b>Total General Operations</b>	<b>61,741,206</b>	<b>9,650,993</b>	<b>52,090,213</b>
<b>Total Expenditures</b>	<b>65,125,257</b>	<b>11,046,196</b>	<b>54,079,060</b>



# Western Riverside Council of Governments Finance Directors Committee

## Staff Report

**Subject:** 2nd Quarter Draft Budget Amendment for Fiscal Year 2017/2018

**Contact:** Ernie Reyna, Chief Financial Officer, [ereyna@wrcog.us](mailto:ereyna@wrcog.us), (951) 405-6740

**Date:** January 25, 2018

*The purpose of this item is to request approval of WRCOG's 2nd Quarter Draft Budget Amendment for Fiscal Year (FY) 2017/2018, as identified in the attachment to this staff report. The staff report includes a summary of increases and/or decreases to both revenues and expenditures by department.*

### **Requested Action:**

1. Recommend that the Executive Committee approve the 2nd Quarter Draft Budget Amendment for Fiscal Year 2017/2018.

### **General Fund**

In Administration, there will be no net increase in expenditures. Expenditures exceeded budgeted amount by \$8,781, primarily due to unanticipated increases in Riverside County's IT services of \$6,638; however, now that WRCOG has relocated, these on-going costs have ceased and there will be future budget savings. These expenditures will be offset by a decrease in expenditures in other budgeted categories where there is an available budget.

In Government Relations, there will be no net increase in expenditures. Expenditures exceeded budgeted amount by \$8,178, primarily due to legal fees associated with the BEYOND Program of \$5,453. These expenditures will be offset by a decrease in expenditures in other budgeted categories where there is an available budget.

**Revenue increase to the General Fund:** \$0  
**Expenditure increase to the General Fund:** \$0

### **Transportation Department**

In the Transportation Department, there will be no net increase in expenditures. Expenditures exceeded budgeted amount by \$5,749, primarily due to salaries in Active Transportation Program of \$2,863. These expenditures will be offset by a decrease in expenditures in other budgeted categories.

**Revenue increase to Transportation Department:** \$0  
**Expenditure increase to Transportation Department:** \$0

## **Energy Department**

In the Energy Department, there will be no net increase in expenditures. Expenditures exceeded budgeted amount by \$52,685. The Streetlights Program will increase its legal fees by \$30,832, while the Energy Admin department had increased expenditures totaling \$5,975 related to covering the cost of installing charging stations at the County Administrative Center and also had an increase in expenditures totaling \$4,792 related to the Western Riverside Energy Partnership (WREP) Holiday Light Exchange. The WREP Program will be reimbursed through its partnership for the additional cost of the holiday lights. These expenditures will be offset by a decrease in expenditures in other budgeted categories where there is an available budget.

***Revenue decrease to Energy Department:*** \$0  
***Expenditure decrease to Energy Department:*** \$0

## **Environment Department**

In the Environment Department, there will be no net increase in expenditures. Expenditures exceeded budgeted amount by \$3,197, primarily due to the purchase of an iPad and its monthly service charge totaling \$1,526. The iPad was purchased for events hosted by the Environmental department, primarily for surveys related to the Used Oil Program. These expenditures will be offset by a decrease in expenditures in other budgeted categories where there is an available budget.

***Revenue decrease to the Environment Department:*** \$0  
***Expenditure increase to the Environment Department:*** \$0

## **Prior Action:**

None.

## **Fiscal Impact:**

This item is informational only; therefore, there is no fiscal impact.

## **Attachment:**

1. Annual Budget for the year ending June 30, 2018, with 2nd Quarter amendment.

# Item 6.A

2nd Quarter Draft Budget  
Amendment for Fiscal Year  
2017/2018

## Attachment 1

Annual Budget for the year ending  
June 30, 2018, with 2nd Quarter  
amendment

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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: General Fund</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Postage	1,279	1,000	(279)
Communications - Regular Phone	7,638	1,000	(6,638)
Communications - Web Site	6,865	5,000	(1,865)
Event Support	25,168	75,000	8,781

**Total net (increase)/decrease (0)**

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Government Relations</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
Salaries and Wages	88,833	188,968	7,157
Event Support	1,876	1,800	(76)
Computer Software	84	-	(84)
Subscriptions/Publications	99	-	(99)
Postage	110	50	(60)
Communications - Cellular Phones	404	177	(227)
Consulting Labor	585	-	(585)
General Legal Services	5,453	-	(5,453)
Travel - Mileage Reimbursement	291	-	(291)
Supplies/Materials	281	-	(281)
<b>Total net (increase)/decrease</b>			<b>(0)</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Government Relations</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Salaries and Wages	88,833	188,968	8,178
Event Support	1,876	1,800	(76)
Computer Software	84	-	(84)
Subscriptions/Publications	99	-	(99)
Postage	110	50	(60)
Communications - Cellular Phones	404	177	(227)
Consulting Labor	585	-	(585)
<b>Total net (increase)/decrease</b>			<b>7,046</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Government Relations (BEYOND - 4800)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
General Legal Service	5,453	-	(5,453)
Travel - Mileage Reimbursement	291	-	(291)
<b>Total net (increase)/decrease</b>			<b>(5,744)</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Government Relations (Experience - 4900)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
Salaries and Wages	1,021	-	(1,021)
Supplies/Materials	281	-	(281)
<b>Total net (increase)/decrease</b>			<b>(1,302)</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Transportation</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Salaries and Wages	22,604	19,741	(2,863)
Meeting/Support Services	1,641	500	(1,141)
Travel - Mileage Reimbursement	2,490	1,500	(990)
Travel - Ground Transportation	427	250	(177)
Lodging	1,579	1,000	(579)
Consulting Labor	168,277	1,325,000	5,749

<b>Total net (increase)/decrease</b>	<b>(0)</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Transportation (TUMF - 1148)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Meeting/Support Services	1,641	500	(1,141)
Travel - Mileage Reimbursement	2,490	1,500	(990)
Travel - Ground Transportation	427	250	(177)
Lodging	1,579	1,000	(579)
Consulting Labor	141,482	1,200,000	2,886

<b>Total net (increase)/decrease</b>	<b>0</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Transportation (ATP - 2030)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Salaries and Wages	22,604	19,741	(2,863)
Consulting Labor	<u>26,796</u>	<u>125,000</u>	<u>2,863</u>

**Total net (increase)/decrease** (0)





**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (WRCOG HERO - 2006)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Computer Supplies	\$310	\$0	(\$310)
Computer Software	\$3,600	\$1,500	(\$2,100)
Computer/Hardware	\$822	\$0	(\$822)
Communications Computer Servic	\$9	\$0	(\$9)
Seminar/Conferences	\$55	\$4,000	\$3,000
Travel-AirFare	\$936	\$8,000	\$4,000

<b>Total net (increase)/decrease</b>	<b>\$3,759</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (SCE Partnership - 2010)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Meeting Support/Services	\$7	\$0	(\$7)
Seminars/Conferences	\$0	\$1,250	\$317
Travel - Mileage Reimbursement	\$310	\$0	(\$310)

<b>Total net (increase)/decrease</b>			<b>\$1</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (Gas Co. Partnership - 2020)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
Event Support	\$0	\$2,000	\$317
Meeting Support	\$7	\$0	(\$7)
Travel Mileage Reimbursement	\$310	\$0	(\$310)
<b>Total net (increase)/decrease</b>			<b>\$1</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (Streetlights - 2026)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

GENERAL LEGAL SERVICES	\$51,976	\$21,173	(\$30,803)
Consulting Labor	\$34,000	\$191,520	\$30,803

<b>Total net (increase)/decrease</b>	<b>\$0</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (CCA - 2040)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Program/Office Supplies	\$91	\$0	(\$91)
Meeting Support Services	\$283	\$200	(\$83)
Travel-Mileage Reimbursement	\$602	\$500	(\$102)
Travel-Ground Transportation	\$178	\$150	(\$28)
Travel-Airfare	\$268	\$2,504	\$577
Lodging	\$208	\$0	(\$208)
Meals	\$265	\$200	(\$65)

<b>Total net (increase)/decrease</b>		<b>\$0</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (Administration - 2100)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
GENERAL LEGAL SERVICES	\$89	\$60	(\$29)
Event Support	\$7,292	\$2,500	(\$4,792)
Office Supplies	\$36	\$15	(\$21)
Computer Equipment/Supplies	\$179	\$0	(\$179)
Subscriptions/Publications	\$0	\$500	\$500
Energy Dept Meeting&Support	\$0	\$600	\$600
EV Charging Equipment Purch	\$5,975	\$0	(\$5,975)
Seminars/Conferences	\$0	\$300	\$300
Travel - Mileage Reimbursement	\$598	\$250	(\$348)
Travel-Ground Transportation	\$28	\$0	(\$28)
Travel-Airfare	\$0	\$500	\$500
Meals	\$36	\$0	(\$36)
Training Energy	\$0	\$1,771	\$1,771
<b>Total net (increase)/decrease</b>			<b>(\$7,737)</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (Pace Funding - 2104)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
Travel - Airfare	\$882	\$0	(\$882)
<b>Total net (increase)/decrease</b>			<b>(\$882)</b>



**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Energy (California HERO - 5000)</b>
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	Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
<b>Expenditures</b>			
Computer Software	\$3,638	\$500	(\$3,138)
Postage	\$1,881	\$1,500	(\$381)
Computer/Hardware	\$822	\$0	(\$822)
Event Support	\$688	\$0	(\$688)
Equipmebt Maintenance-Computer	\$600	\$0	(\$600)
Travel - Ground Transportatoin	\$328	\$3,000	\$1,000
Travel - Airfare	\$444	\$5,000	\$2,500
Lodging	\$385	\$5,000	\$2,160
Meals	\$76	\$3,000	\$2,000
Computer Equip. Purchase	\$1,173	\$0	(\$1,173)
Office Improvements	\$0	\$4,000	\$4,000
<b>Total net (increase)/decrease</b>			<b>\$4,858</b>

**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Environmental</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Computer Supplies	693	-	(693)
Computer Software	38	-	(38)
Communications - Cellular Phones	833	-	(833)
Seminars/Conferences	1,720	1,000	(720)
Travel - Mileage Reimbursement	709	600	(109)
Travel - Airfare	582	400	(182)
Marketing/Brochures	-	6,500	2,574
Insurance - General Business	185	-	(185)
Supplies/Materials	-	2,120	185
General Legal Services	358	-	(358)
Parking Validations	175	95	(80)
Printing Services	-	10,000	438

<b>Total net (increase)/decrease</b>	<b>0</b>
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Environmental (Solid Waste - 1038)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

Computer Supplies	693	-	(693)
Computer Software	38	-	(38)
Communications - Cellular Phones	833	-	(833)
Seminars/Conferences	1,720	1,000	(720)
Travel - Mileage Reimbursement	709	600	(109)
Travel - Airfare	582	400	(182)
Marketing/Brochures	-	6,500	2,574

<b>Total net (increase)/decrease</b>	0
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**Western Riverside Council of Governments  
Annual Budget  
For the Year Ending June 30, 2018**

<b>Department: Environmental (State UO - 2038)</b>
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Thru 12/31/2017 Actual	Approved 6/30/2018 Budget	Amendment Needed 12/31/2017
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**Expenditures**

General Legal Services	358	-	(358)
Parking Validations	175	95	(80)
Printing Services	-	10,000	438

<b>Total net (increase)/decrease</b>	<b>0</b>
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# Western Riverside Council of Governments Finance Directors Committee

## Staff Report

**Subject:** Pension Rate Stabilization Program

**Contact:** Ernie Reyna, Chief Financial Officer, [ereyna@wrcog.us](mailto:ereyna@wrcog.us), (951) 405-6740

**Date:** January 25, 2018

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*The purpose of this item is to provide the Members of the Finance Directors Committee with information related to the Pension Rate Stabilization Program provided by PARS.*

**Requested Action:**

1. Receive and File.

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The PARS Pension Rate Stabilization Program (PRSP) is based on a first-of-its-kind IRS-approved Section 115 irrevocable trust designed for agencies to prefund pension costs and address rising retirement system contribution rates and their growing pension liabilities. The PARS PRSP allows your agency to securely set aside funds, separately and apart from your retirement system, in a tax-exempt funding vehicle to mitigate long-term contribution rate volatility. Participating agencies maintain local control over assets held in the trust and can determine the appropriate investment goals and risk tolerance level with specially designed low-cost investment pools.

Representatives from PARS will be on hand to discuss this unique program to the Finance Directors Committee.

**Prior Action:**

None.

**Fiscal Impact:**

This item is informational only; therefore, there is no fiscal impact.

**Attachment:**

None.

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# Western Riverside Council of Governments Finance Directors Committee

## Staff Report

**Subject:** Senate Bill 1 (SB) Update

**Contact:** Ernie Reyna, Chief Financial Officer, [ereyna@wrcog.us](mailto:ereyna@wrcog.us), (951) 405-6740

**Date:** January 25, 2018

*The purpose of this item is to provide information related to Senate Bill 1 and the fiscal impact to the various member agencies.*

### **Requested Action:**

1. Receive and File.

### **Background**

SB 1 (Beall) was passed by both legislative houses on April 6, 2017; and signed by Governor Brown on April 28, 2017. Also known as the Road Repair and Accountability Act of 2017, SB 1 estimates over the next 10 years \$26.575 billion will be allocated to local agencies and \$25.895 billion will be allocated within the state for transportation purposes. In addition, the bill sets preliminary performance outcomes for state highway investments to ensure the existing transportation system is brought into a state of good repair.

Revenues raised by SB 1 come from the following sources:

- 12 cent gasoline excise tax increase and annual adjustment for inflation (starting November 2017)
- Resets price-based excise tax on gasoline and annual adjustment for inflation (starting July 2019)
- Transportation improvement fee on registered vehicles - ranges from \$25 - \$175 depending on vehicle value (starting Spring 2018)
- 20 cent diesel excise tax increase and annual adjustment for inflation (starting November 2017)
- 4 percent increase on diesel sales tax (starting November 2017)
- \$100 vehicle registration fee on zero emission vehicles (starting July 2020)
- \$706 million Transportation Congestion Relief Program (TCRP) loan repayments

### **Funding Available from SB 1**

Local Streets and Roads and State Transit Assistance funds to Riverside County are anticipated to be \$38.7 million annually and \$15 million annually, respectively. Additionally, Caltrans District 8 will receive approximately \$226 million annually for the State Highway Operations and Protection Program and the Riverside County Transportation Commission will have \$4.7 million annually to program in the State Transportation Improvement Program. Metrolink may receive approximately \$4 million annually for the next three years. The statewide Freeway Service Patrol program will receive \$25 million annually of which RCTC expects to receive approximately \$1.2 million annually.

The rest of the funds available under SB 1 are expected to be distributed on a competitive basis. These funds include:

- Caltrans Sustainable Planning Grant;
- Caltrans Adaptation Planning Grant;
- Transit and Intercity Rail Capital Program at \$273 million annually;
- Active Transportation Program (ATP) at \$96 million annually;
- Trade Corridor Enhancement Project (TCEP) at \$300 million annually;
- Local Partnership Program (LPP) at \$200 million annually; and
- Congested Corridor Program at \$250 million annually.

A companion bill (SB 132) was also passed concurrently with SB 1. SB 132 provides approximately \$500 million to directly fund five projects in Western Riverside County including:

- Hamner Avenue Bridge
- Limonite Avenue Interchange
- Jurupa Avenue Grade Separation
- McKinley Avenue Grade Separation
- SR-91 / I-15 HOV / toll lane connector

Since the adoption of SB 1, various agencies started the process to distribute funds via the various SB 1 programs. Several calls for projects were released late in 2017 including the Planning Grants. Additional calls for projects are currently available for the LPP and the TCEP. WRCOG anticipates that a call for ATP funding will be released in the late spring 2018.

One key issue related to SB 1 is that there is an effort currently underway to place a ballot measure to repeal the legislation. This effort is currently focused on collecting sufficient signatures to qualify this ballot measure for the next statewide election, which is June 2018. If successful, this ballot measure would overturn the provisions of SB 1. As additional information becomes available, WRCOG staff will make it available to member agencies.

A representative from the League of Cities will be in attendance at the Finance Directors meeting to speak on SB 1.

The full text of the legislation can be found here: [http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill\\_id=201720180SB1](http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180SB1)

**Prior Action:**

None.

**Fiscal Impact:**

This item is informational only; therefore, there is no fiscal impact.

**Attachment:**

None.