



Western Riverside Council of Governments Finance Directors Committee

AGENDA

**Thursday, October 24, 2019
1:00 p.m.**

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

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**
- 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 July 25, 2019, Finance Directors Committee Meeting are Available for Consideration.**

P. 1

Requested Action: 1. *Approve the Summary Minutes from the July 25, 2019, 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** **Andrew Ruiz** **P. 5**

Requested Action: 1. *Receive and file.*

- B. **Finance Directors Committee 2020 Meeting Schedule** **Andrew Ruiz** **P. 15**

Requested Action: 1. *Approve the Schedule of Finance Directors Committee meetings for 2020.*

6. REPORTS / DISCUSSION

- A. **1st Quarter Draft Budget Amendment for Fiscal Year 2019/2020** **Andrew Ruiz, WRCOG** **P. 17**

Requested Action: 1. *Recommend that the Executive Committee approve the 1st Quarter Draft Budget Amendment for Fiscal Year 2019/2020.*

- B. **Presentation by CalPERS** **Andrew Ruiz, WRCOG** **P. 27**

Requested Action: 1. *Receive and file.*

- C. **The Economy and Financial Markets Update** **Andrew Ruiz, WRCOG** **P. 29**

Requested Action: 1. *Receive and file.*

- D. **TUMF Zone Revenue Update for Fiscal Year 2018/2019** **Ivana Medina, WRCOG** **P. 31**

Requested Action: 1. *Receive and file.*

7. **REPORT FROM THE CHIEF FINANCIAL OFFICER** **Andrew Ruiz**

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, January 23, 2020, at 1:00 p.m. at WRCOG's office located at 3390 University Avenue, Suite 450, Riverside, CA, 92501.
11. **ADJOURNMENT**

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1. CALL TO ORDER

The meeting of the Finance Directors Committee was called to order at 1:00 p.m. by Chair Pro Tem Stacey Stevenson at WRCOG's office, Citrus Room.

2. SELF INTRODUCTIONS

Members present:

Katherine Stevens, City of Calimesa
Terry Shea, City of Canyon Lake (1:55 p.m. departure)
Amanda Wells, City of Eastvale
Brandan Rafferty, City of Lake Elsinore (1:03 p.m. arrival)
Rochelle Clayton, City of Menifee (1:20 p.m. arrival)
Stacey Stevenson, City of Murrieta, Chair Pro Tem
Edward Enriquez, City of Riverside
James Riley, City of Wildomar
Matthew Schenk, March JPA
Tim Daigneault, Riverside County Superintendent of Schools (ex-officio member)

Staff present:

Andrew Ruiz, Interim Chief Financial Officer
Tyler Masters, Program Manager
Sam Amphonphong, Senior Analyst
Rachel Singer, Staff Analyst
Edwin Ramirez, Staff Technician
Suzy Nelson, Administrative Assistant

Guests present:

Brianna Schultz, Rogers, Anderson, Malody & Scott, LLP
Eric Espino, PFM
Richard Babbe, PFM
Damian Fussel, BIA

3. PUBLIC COMMENTS

There were no public comments.

4. SELECTION OF FINANCE DIRECTORS COMMITTEE CHAIR, VICE-CHAIR, AND 2ND VICE-CHAIR POSITIONS FOR FISCAL YEAR 2019/2020

Actions: 1. *The Finance Directors Committee selected Lorena Rocha, City of Hemet, as Chair for Fiscal Year 2019/2020.*

(March JPA / Calimesa) 9 yes; 0 no; 0 abstention. Item 4.1 was approved. The Cities of Banning, Beaumont, Corona, Hemet, Jurupa Valley, Moreno Valley, Norco, Perris, San Jacinto and Temecula, and County of Riverside, Eastern Municipal Water District, Western Municipal Water District, and Morongo Band of Mission Indians were not present. This item was taken out of order.

2. *The Finance Directors Committee selected Matthew Schenk, March JPA, as Vice-Chair and Stacey Stevenson, City of Murrieta, as 2nd Vice-Chair for Fiscal Year 2019/2020.*

(Canyon Lake / Wildomar) 9 yes; 0 no; 0 abstention. Item 4.2 was approved. The Cities of Banning, Beaumont, Corona, Hemet, Jurupa Valley, Moreno Valley, Norco, Perris, San Jacinto and Temecula, and County of Riverside, Eastern Municipal Water District, Western Municipal Water District, and Morongo Band of Mission Indians were not present. This item was taken out of order.

5. MINUTES – *(Menifee / March JPA) 9 yes; 0 no; 0 abstention. Item 5.A was approved. The Cities of Banning, Beaumont, Corona, Hemet, Jurupa Valley, Moreno Valley, Norco, Perris, San Jacinto and Temecula, and County of Riverside, Eastern Municipal Water District, Western Municipal Water District, and Morongo Band of Mission Indians were not present. This item was taken out of order.*

A. Summary Minutes from the April 25, 2019, Finance Directors Committee Meeting are Available for Consideration.

Action: 1. *Approved the Summary Minutes from the April 25, 2019, Finance Directors Committee meeting.*

6. CONSENT CALENDAR – *(Menifee / Murrieta) 9 yes; 0 no; 0 abstention. Item 6.A was approved. The Cities of Banning, Beaumont, Corona, Hemet, Jurupa Valley, Moreno Valley, Norco, Perris, San Jacinto and Temecula, and County of Riverside, Eastern Municipal Water District, Western Municipal Water District, and Morongo Band of Mission Indians were not present. This item was taken out of order.*

A. Finance Department Activities Update

Action: 1. *Received and filed.*

7. REPORTS / DISCUSSION

A. 4th Quarter Draft Budget Amendment for Fiscal Year 2018/2019

Andrew Ruiz reported that the 4th Quarter Draft Budget Amendment includes an increase of \$4,647 in Administration expenditures mainly due to insurance premiums. These expenditures will be offset by an increase in revenues from the Administration Program. Revenues exceeded the budgeted amount by \$44,229. WRCOG now has reserves in CAMP, where interest revenue is generating.

In the Transportation & Planning Departments expenditures exceeded the budgeted amount by \$158,295. This increase was primarily due to software costs associated with the TUMF Calculation and Collection Portal.

Energy Department revenues are being reduced by \$401,822 due to Program revenue declining and budgeted revenues being reduced. The revenue decreases will be offset by a reduction in expenses. While the HERO Program did not meet its budget goals in the year, the net HERO revenues remain positive for the fiscal year as staff worked to reduce program costs by negotiating a reduced rate with consultants and by laying off staff due to decreased volumes.

Environmental Department expenditures exceeded the budgeted amount by \$128,106, primarily due to write-offs of old receivables on the Clean Cities and Solid Waste Programs in the amount of \$78,238. The Used Oil Program had additional expenses related to hosting events in the amount of \$18,780. Staff has also switched advertising to a local firm and was

able to gain savings, which allowed for the Program to purchase more supplies to do more events.

Action: 1. *Recommended that the Executive Committee approve the 4th Quarter Draft Budget Amendment for Fiscal Year 2018/2019.*

(Canyon Lake / March JPA) 9 yes; 0 no; 0 abstention. Items 7.A was approved. The Cities of Banning, Beaumont, Corona, Hemet, Jurupa Valley, Moreno Valley, Norco, Perris, San Jacinto and Temecula, and County of Riverside, Eastern Municipal Water District, Western Municipal Water District, and Morongo Band of Mission Indians were not present. This item was taken out of order.

B. California Public Employee Retirement System Unfunded Accrued Liability Update

Andrew Ruiz provided an overview of WRCOG's current CalPERS Unfunded Accrued Liability (UAL) and options for reducing the UAL. During the July 2019 Executive Committee meeting Committee member Jeff Hewitt requested information regarding WRCOG's current UAL and how much of WRCOG's pension is currently covered.

Mr. Ruiz added that per the most actuarial valuation provided in July 2019 by CalPERS, WRCOG's Public Employee's Pension Reform Act (PEPRA) plan is 92.4% funded and its classic plan is 73.7% funded. The estimated present value of WRCOG's UAL is approximately \$3 million. If WRCOG would pay close to \$5.6 million in total payments, assuming to be paid out over 30 years.

Mr. Ruiz identified options to increase the funded status and to minimize the volatility of changes in required contributions. Options included to make additional advance contributions to CalPERS or reduce the payback period schedule from 25-years to a lesser term; Establish a Section 115 irrevocable trust that could only be used to pay directly to CalPERS or reimburse WRCOG for its pension costs; Accumulate funds in a reserve account for future pension funding purposes; Or maintain the current approach.

Committee members went around the table and shared what their cities were currently doing to help lower its UAL. Some jurisdictions shared that they're paying lump sums, some looking into starting a Section 115 Trust, while others are still in discussion.

Action: 1. *Received and filed.*

C. The Economy and Financial Markets Update

Richard Babbe provided a presentation on the state of the national economy and highlighted that unemployment is at a 49-year low and basic market conditions remain favorable. Mr. Babbe noted that trade concerns, higher interest rates and geo-political events could impact long-term economic growth.

Action: 1. *Received and filed.*

D. Regional Streetlight Program Activities Update

Tyler Masters provided a recap of all streetlight activities to date. The cities of Eastvale, Hemet, Moreno Valley, Murrieta, and Wildomar are currently undergoing streetlight retrofits. The remaining jurisdictions in the Program will begin their retrofits in the coming months.

Eric Espino gave an overview regarding the financial element of the retrofitting. Summary of on-going financial requirements was shared for those jurisdictions that are in the Program.

Action: 1. *Received and filed.*

E. Presentation by Rogers, Anderson, Malody & Scott, LLP (RAMS) on Generally Accepted Accounting Principles

Brianna Schultz provided an update on the Governmental Accounting Standards Board (GASB). GASB has upcoming changes to both Statement No. 84 (Fiduciary) and Statement No. 87 (Leases) that will be affecting the subregion. GASB 84 is effective for periods beginning after December 15, 2018, Fiscal Year (FY) 2020. Fiduciary criteria focused on whether the government is controlling the assets of the fiduciary activity and the beneficiaries with whom a fiduciary relationship exists. Fiduciary funds include pensions (and other employee benefit), trust funds, investment trust funds, private purpose trust funds and custodial funds (previously referred to as agency funds).

GASB 87 is effective for periods beginning after December 15, 2019 (FY 2021), which establishes a single model for lease accounting. It requires lessees to recognize a lease liability and an intangible right-to-use asset, as well as, requires lessors to recognize a lease receivable and a deferred inflow of resources. Some changes that are taking affect are that entities must evaluate all current leases to determine whether they meet the criteria of GASB 87 and apply it retroactively, they must measure existing leases based on facts and circumstances of lease in the year of implementation, not inception of the lease, and difficulty in identifying leases throughout an organization.

Action: 1. *Received and filed.*

8. REPORT FROM THE INTERIM CHIEF FINANCIAL OFFICER

The Interim Chief Financial Officer had no report to provide.

9. ITEMS FOR FUTURE AGENDAS

Committee members expressed an interest in hearing a presentation from CalPERS about upcoming rates and how they will affect each jurisdiction.

10. GENERAL ANNOUNCEMENTS

There were no general announcements.

11. NEXT MEETING

The next Finance Directors Committee meeting is scheduled for Thursday, October 24, 2019, at 1:00 p.m., at WRCOG's office located at 3390 University Avenue, Suite 450, Riverside, CA, 92501.

12. ADJOURNMENT

The meeting of the Finance Directors Committee meeting adjourned at 2:05 p.m.



Western Riverside Council of Governments

Finance Directors Committee

Staff Report

Subject: Finance Department Activities Update

Contact: Andrew Ruiz, Chief Financial Officer, aruiz@wrcog.us, (951) 405-6741

Date: October 24, 2019

The purpose of this item is to provide an update on the Fiscal Year (FY) 2018/2019 Agency Audit and the Agency Financial Report summary through August 2019.

Requested Action:

1. Receive and file.

FY 2018/2019 Agency Audit

WRCOG's annual Agency Interim Audit was completed on June 12, 2019. WRCOG utilizes the services of the audit firm Rogers, Anderson, Malody, and Scott, LLP (RAMS) to conduct its financial audit. The first visit is known as the "interim" audit, which involves preliminary audit work that is conducted prior to fiscal year end. The interim audit tasks are conducted in order to compress the period needed to complete the final audit after fiscal year end. In late September, RAMS returned to finish its second round, which is known as "fieldwork." The final Comprehensive Annual Financial Report (Report) is expected to be issued by the end of November 2019. The draft Report will be provided to the Finance Directors as soon as it is received so that the Committee members can provide comments. Once comments from the Finance Directors are received, staff will present the Report to the Administration & Finance Committee in December 2019, with the Executive Committee receiving the report no later than at its January 2020 meeting.

Financial Report Summary Through August 2019

The Agency Financial Report summary through August 2019, a monthly overview of WRCOG's financial statements in the form of combined Agency revenues and costs, is provided as Attachment 1.

Investment Summary Through September 2019

The Agency Financial Investment summary through September 2019, a quarterly overview of WRCOG's investment statement earnings, is provided as Attachment 2.

Prior Action:

September 11, 2019: The Administration & Finance Committee recommended that WRCOG open a Section 115 Trust with PARS for WRCOG's Unfunded Accrued Liability.

Fiscal Impact:

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

Attachments:

1. Financial Report summary – August 2019.
2. Investment Summary – Through September 2019.

Item 5.A

Finance Department Activities Update

Attachment 1

Financial Report summary – August 2019

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Western Riverside Council of Governments
Monthly Budget to Actuals
For the Month Ending August 31, 2019

Total Agency			
Revenues	Approved Budget 6/30/2020	Thru Actual 8/31/2019	Remaining Budget 6/30/2020
PACE Residential Revenue	212,500	41,350	171,150
Statewide HERO Revenue	570,000	105,081	464,919
PACE Residential Recording Rev	111,800	22,560	89,240
Statewide HERO Recording fee Rev	441,200	68,267	372,933
Regional Streetlights Revenue	187,511	94,631	92,880
NW Clean Cities - Member Dues	128,000	3,600	124,400
Statewide Used Oil Grant Revenue	377,654	377,654	-
CAP Grant Revenue	125,000	2,686	122,314
TUMF Admin Retail	109,687	12,486	97,201
TUMF Admin Industrial	502,285	51,077	451,208
TUMF Admin Single Family	1,121,669	40,233	1,081,436
TUMF Admin Multi-Family	199,074	59,435	139,639
Retail	2,632,497	299,664	2,332,833
Industrial	12,054,852	1,225,848	10,829,004
Single Family	26,920,065	965,592	25,954,473
Multi-Family	4,777,779	1,426,440	3,351,339
Total Revenues & Carryover	55,365,007	4,796,604	50,568,403
Overhead Transfer In	1,996,602	315,556	1,681,046
Total Revenues & Overhead	57,361,609	5,112,160	52,249,449
Expenses	Approved Budget 6/30/2020	Thru Actual 8/31/2019	Remaining Budget 6/30/2020
Salaries & Wages - Fulltime	\$ 1,956,159	325,707	1,630,452
Fringe Benefits	628,266	104,714	523,552
CalPERS OPEB Paydown	200,000	184,103	15,897
Overhead Allocation	1,893,320	315,556	1,577,764
General Legal Services	387,000	102,412	284,588
Bank Fees	38,512	7,327	31,185
Commissioners Per Diem	62,500	4,088	58,412
Office Lease	465,000	54,319	410,681
WRCOG Auto Fuels Expenses	1,500	170	1,330
Parking Validations	10,000	2,283	7,717
Coffee and Supplies	2,500	491	2,009
Event Support	182,283	51,615	130,668
Program/Office Supplies	22,263	1,456	20,807
Computer Equipment/Supplies	4,500	881	3,619
Computer Software	86,500	57,092	29,408
Rent/Lease Equipment	30,000	3,406	26,594
Membership Dues	32,500	1,615	30,885
Meeting Support Services	10,698	41	10,657
Postage	5,600	709	4,891
Other Expenses	1,250	73	1,178
Printing Services	7,500	567	6,933
Communications - Regular Phone	16,000	3,721	12,279
Communications - Cellular Phones	17,500	2,924	14,576

Communications - Computer Services	57,500	4,028	53,472
Equipment Maintenance - General	10,000	399	9,601
Insurance - Gen/Busi Liab/Auto	92,500	6,580	85,920
Recording Fee	254,339	28,228	226,111
Seminars/Conferences	11,825	100	11,725
General Assembly Expenses	300,000	1,702	298,298
Travel - Mileage Reimbursement	19,500	627	18,873
Travel - Ground Transportation	5,160	121	5,039
Lodging	7,630	148	7,482
Meals	8,250	419	7,831
Other Incidentals	6,600	305	6,295
Training	9,250	2,900	6,350
Supplies/Materials	21,850	74	21,776
Advertisement Radio & TV Ads	72,000	7,600	64,400
Consulting Labor	2,291,999	279,345	2,012,654
TUMF Project Reimbursement	45,000,000	5,851,967	39,148,033
Total Expenses	\$ 54,955,554	7,409,813	47,605,741

Item 5.A

Finance Department Activities Update

Attachment 2

Investment Summary – Through September 2019

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Western Riverside Council of Governments
Investment Report
For July 1, 2019 - Sept. 30, 2019

TUMF Investments

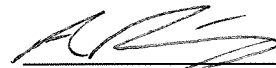
Description	Beginning Balance July 1, 2019	Ending Balance Sept 30, 2019	Total Earning	% of Total
Local Agency Investment Fund (LAIF)	821,064	826,310.67	5,246.67	1.25%
CAMP	17,772,513.74	17,839,495.26	66,981.52	27.04%
PFM	37,057,191.40	37,192,849.63	135,658.23	56.38%
CBB Trust	10,042,404.16	10,110,612.49	68,208.33	15.33%
Sub-total	65,693,173.30	65,969,268.05	276,094.75	100.00%

General Fund Investments

Description	Beginning Balance July 1, 2019	Ending Balance Sept 30, 2019	Total Earning	% of Total
CAMP	7,823,879.40	7,869,476.66	45,597.26	100%
Sub-total	7,823,879.40	7,869,476.66	45,597.26	100%
Overall Total	73,517,052.70	73,838,744.71	321,692.01	

I hereby certify that the investment portfolio of the Western Riverside Council of Governments (WRCOG) complies with the California Government Sections pertaining to the investment of agency funds and is in conformity with WRCOG's Investment Policy adopted on December 3, 2018. The investment portfolio provides sufficient cashflow liquidity to meet expenditure requirements for the next six months.

Submitted by:


Andrew Ruiz, Chief Financial Officer

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Western Riverside Council of Governments

Finance Directors Committee

Staff Report

Subject: Finance Directors Committee 2020 Meeting Schedule

Contact: Andrew Ruiz, Chief Financial Officer, Aruiz@wrcog.us, (951) 405-6741

Date: October 24, 2019

The purpose of this item is to provide and obtain approval of a meeting schedule for 2020.

Requested Action:

1. Approve the Schedule of Finance Directors Committee meetings for 2020.

Below are the proposed meeting dates for the 2020 Finance Directors Committee (FDC) meetings. All FDC meeting dates are proposed for the fourth Thursday of the month, quarterly, at 1:00 p.m.

WRCOG Standing Committees	Day	Time	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC
Finance Directors Committee	Quarterly 4th Thur.	1:00 p.m.	23	-	-	23	-	-	23	-	-	22	-	-

Prior Action:

None.

Fiscal Impact:

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

Attachment:

None.

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Western Riverside Council of Governments

Finance Directors Committee

Staff Report

Subject: 1st Quarter Draft Budget Amendment for Fiscal Year 2019/2020

Contact: Andrew Ruiz, Chief Financial Officer, aruiz@wrcog.us, (951) 405-6741

Date: October 24, 2019

The purpose of this item is to request approval of WRCOG's 1st Quarter Draft Budget Amendment for Fiscal Year (FY) 2019/2020. 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 1st Quarter Draft Agency Budget Amendment for Fiscal Year 2019/2020.

Transportation & Planning Department

Transportation & Planning Department expenditures exceeded the budgeted amount by \$304, primarily due to training costs associated with the Fellowship Program and member dues related to TUMF Program. These expenditures will be offset by a decrease in expenditures in other budgeted categories.

Net Expenditure increase to Transportation & Planning Department: \$0

Energy Department

Energy Department expenditures exceeded the budgeted amount by \$12,982, primarily due to legal costs associated with PACE provider SAMAS Capital and TWAINE Capital. SAMAS is expected to pay back the legal costs and the legal costs associated with TWAINE are expected to be offset by future revenues. \$1,638 in expenditures will be offset by a decrease in expenditures in other budgeted categories.

Net Expenditure increase to the Energy Department: \$11,344

Environmental Department

Environmental Department expenditures exceeded the budgeted amount by \$881, primarily due costs associated with a new computer for staff. These expenditures will be offset by a decrease in expenditures in other budgeted categories.

Net Expenditure increase to the Environment Department: \$0

Prior Action:

None.

Fiscal Impact:

For the 1st Quarter of Fiscal Year 2019/2020, there will a net increase in expenditures of \$11,344 related to legal costs associated with PACE provider SAMAS Capital and TWAIN Capital.

Attachment:

1. Fiscal Year 2019/2020 1st Quarter Budget amendment.

Item 6.A

1st Quarter Draft Budget Amendment
for Fiscal Year 2019/2020

Attachment 1

Fiscal Year 2019/2020 1st Quarter
Budget amendment

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Department: Government Relations (Fellowship - 4700)

Expenditures

	Thru	Approved	Amendment
	9/30/2019	6/30/2020	Needed
	Actual	Budget	9/30/2019
Expenditures			
Salaries & Wages	40,020	273,961	189
Event Support	689	500	(189)
Total net (increase)/decrease			-

**Western Riverside Council of Governments
Annual Budget
For the Year Ending June 30, 2020**

Department: Transportation (TUMF - 1148)



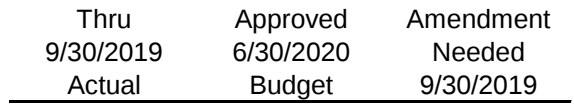
Thru	Approved	Amendment
9/30/2019	6/30/2020	Needed
Actual	Budget	9/30/2019

Expenditures

Membership Dues	115	-	(115)
Subscriptions/Publications	-	500	115

Total net (increase)/decrease -

Department: Energy (Streetlights - 2026)



Bank Fees	1,638	-	(1,638)
General Legal Services	1,043	10,000	1,638
Total net (increase)/decrease			-

**Western Riverside Council of Governments
Annual Budget
For the Year Ending June 30, 2020**

Department: Energy (Twain - 2115)



Thru 9/30/2019 Actual	Approved 6/30/2020 Budget	Amendment Needed 9/30/2019
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Expenditures

General Legal Services	6,322	-	(6,322)
Total net (increase)/decrease			(6,322)

Meals

**Western Riverside Council of Governments
Annual Budget
For the Year Ending June 30, 2020**

Department: Energy (SAMAS - 2107)



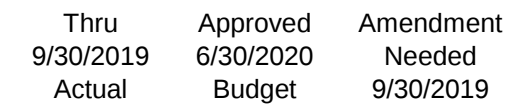
Thru 9/30/2019 Actual	Approved 6/30/2020 Budget	Amendment Needed 9/30/2019

Expenditures

General Legal Services	5,022	-	(5,022)
Total net (increase)/decrease			(5,022)

Meals

Department: Environmental (Solid Waste - 1038)



Event Support	-	30,000	881
Computer Supplies	881	-	(881)
Total net (increase)/decrease			-



Western Riverside Council of Governments Finance Directors Committee

Staff Report

Subject: Presentation by CalPERS

Contact: Andrew Ruiz, Chief Financial Officer, aruiz@wrcog.us, (951) 405-6741

Date: October 24, 2019

The purpose of this item is to provide information to the Committee relating to future pension costs.

Requested Action:

1. Receive and file.

The item is reserved for a presentation from Randy Dziubek, Deputy Chief Actuary of Valuation Services from CalPERS.

Prior Action:

None.

Fiscal Impact:

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

Attachment:

None.

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Western Riverside Council of Governments

Finance Directors Committee

Staff Report

Subject: The Economy and Financial Markets Update

Contact: Andrew Ruiz, Chief Financial Officer, aruiz@wrcog.us, (951) 405-6741

Date: October 24, 2019

The purpose of this item is to provide an overview of the Economic prospects of 2018 and 2019, as well as, potential future fiscal policy changes. In addition, the presentation will cover an interest rate overlook, quantitative tapering and what it means, as well as, where equity markets are headed.

Requested Action:

1. Receive and file.

The item is reserved for a presentation from Richard Babbe of Public Financial Management.

Prior Action:

None.

Fiscal Impact:

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

Attachment:

None.

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Western Riverside Council of Governments

Finance Directors Committee

Staff Report

Subject: TUMF Zone Revenue Update for Fiscal Year 2018/2019

Contact: Ivana Medina, Staff Analyst, imedina@wrcog.us, (951) 405-6753

Date: October 24, 2019

The purpose of this item is to provide an update on TUMF collections and funding allocations.

Requested Action:

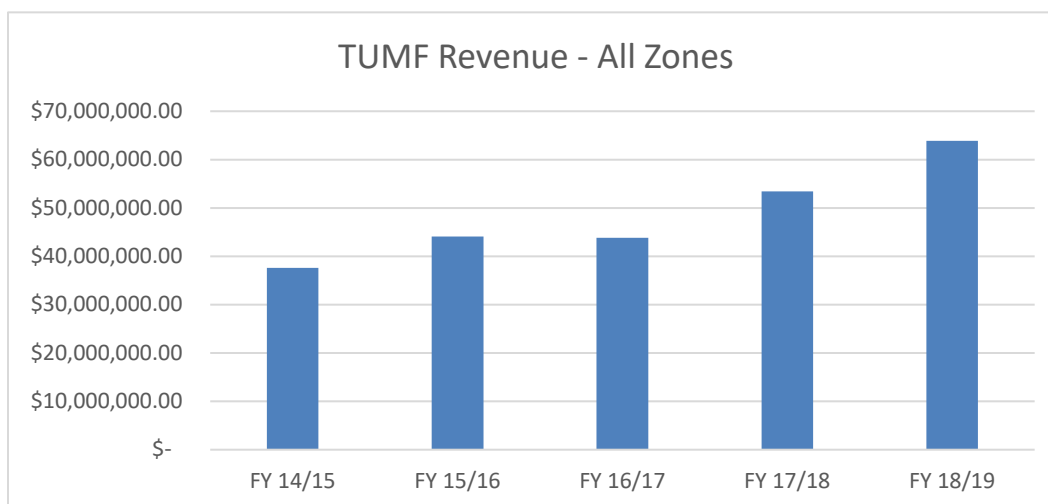
1. Receive and file.

WRCOG's Transportation Uniform Mitigation Fee (TUMF) Program is a regional fee program designed to provide transportation and transit infrastructure that mitigates the impact of new growth in western Riverside County. Each of WRCOG's member jurisdictions and the March JPA participates in the Program through an adopted ordinance, collects fees from new development, and remits the fees to WRCOG. WRCOG, as administrator of the TUMF Program, allocates TUMF to the Riverside County Transportation Commission (RCTC), groupings of jurisdictions – referred to as TUMF Zones – based on the amounts of fees collected in these groups, the Western Riverside County Regional Conservation Authority (RCA) and the Riverside Transit Agency (RTA).

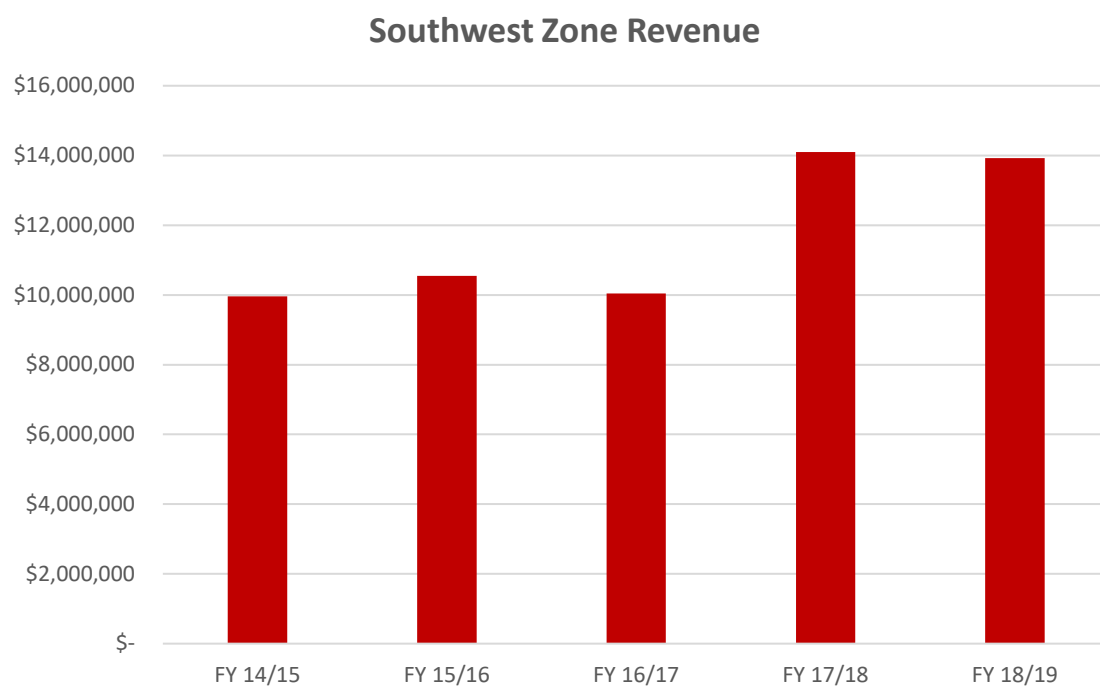
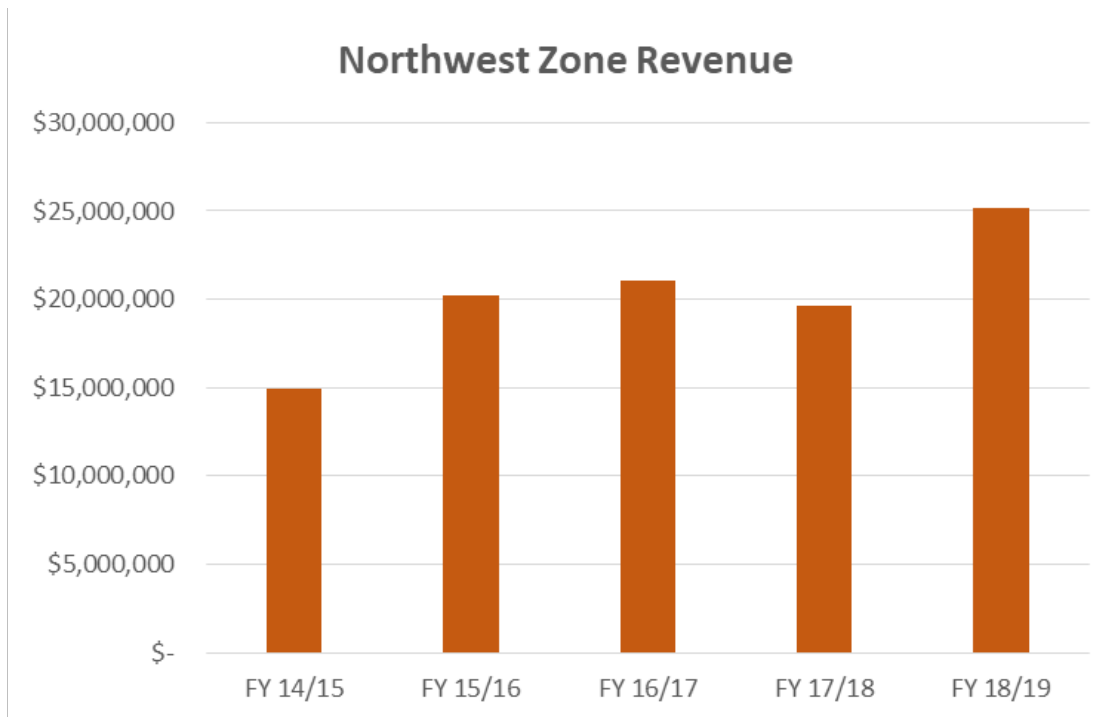
TUMF Zone Revenue

WRCOG is committed to providing regular update on TUMF revenues including information on both short-term and long-term trends. This information allows WRCOG and our member agencies to better program these funds for TUMF Projects.

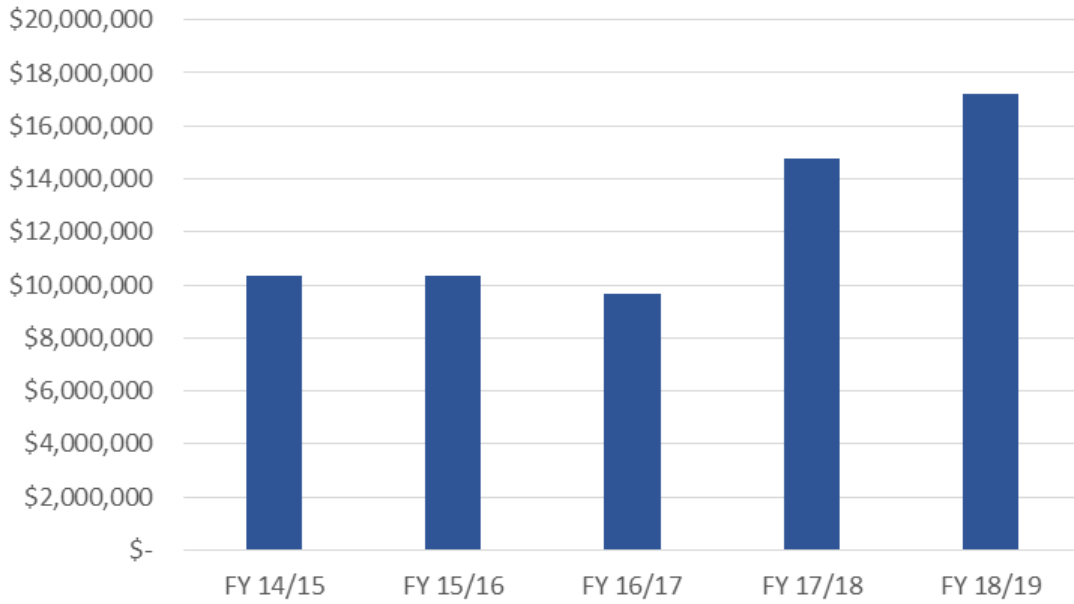
Overall, the TUMF Program is collecting significant levels of revenue, with over \$63 million collected in the Fiscal Year 2018/2019. This number is one of the highest since the inception of the Program in 2003. A significant jump in revenue occurred both in 2017/2018 and the most recent 2018/2019 Fiscal Years.



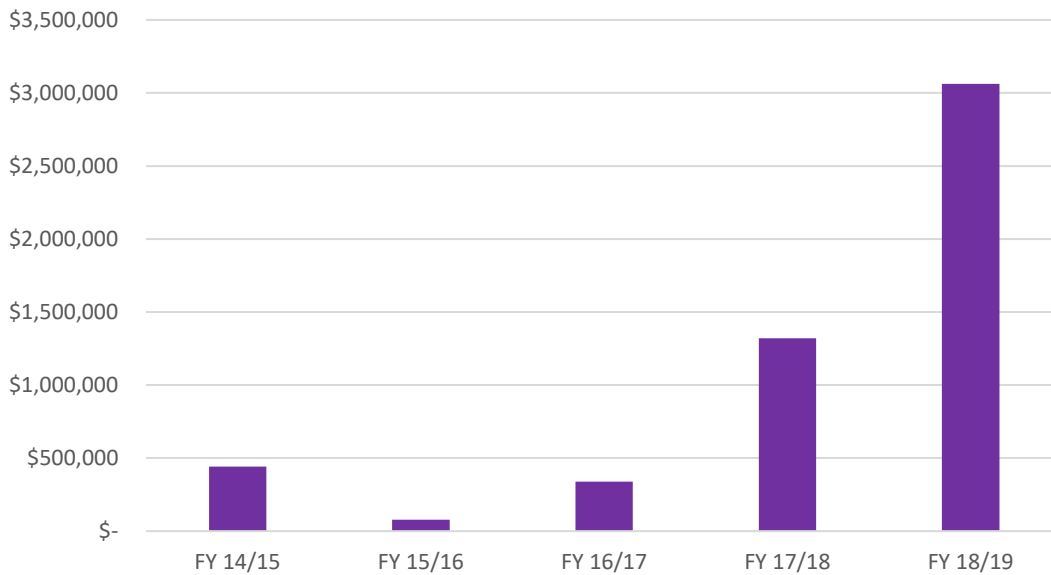
Historical collections for the previous 5 years are reported for each Zone, from Fiscal Year 2014/2015 to our most recently completed Fiscal Year (2018/2019). The overall trend is that collections for all Zones increased in Fiscal Year 2018/2019 except for the Southwest Zone where Zone revenue slightly decreased from the previous fiscal year.

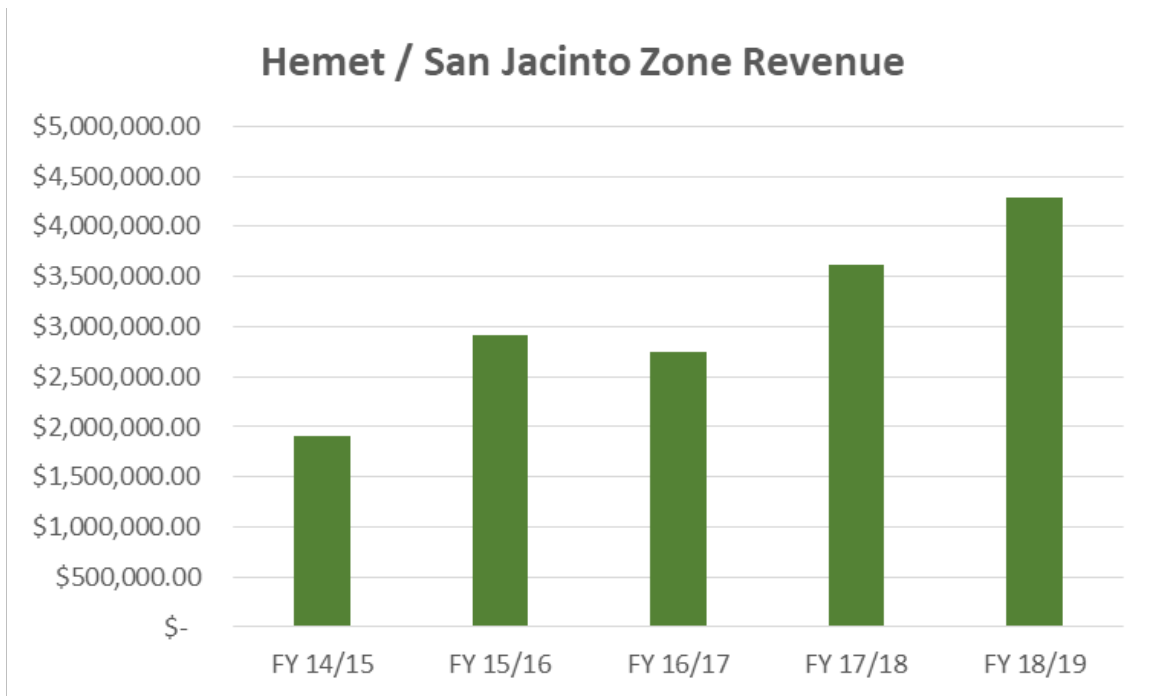


Central Zone Revenue



Pass Zone Revenue





Staff would note that the revenue figures shown in the charts are based on TUMF collections prior to the allocation to agencies included in the TUMF Nexus Study and TUMF Administrative Plan. These agencies include RCTC, RTA, and RCA. As outlined in the TUMF Nexus Study, 45.7% of each TUMF dollar collected is returned directly to the Zone from which it was generated.

WRCOG regularly convenes Zone Committee meetings to develop Transportation Improvement Programs (TIPs), which allocate funding to specific projects in the subregion based on projected revenue for each Zone. Projected revenue is calculated for each TIP based on the average collections from the Zone for the past three fiscal years and adjusted to account for the TUMF dollar split described above. Once a project is on the TIP, funding is provided to member agencies on a reimbursement basis as the projects progress.

Prior Action:

October 10, 2019: The Public Works Committee received and filed.

Fiscal Impact:

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

Attachment:

None.