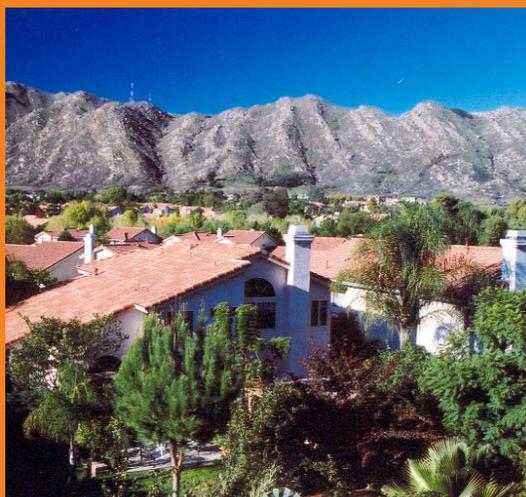


Citizen's Guide to the Adopted **OPERATING BUDGET**

FISCAL YEAR 2010-11



CITY OF MORENO VALLEY

Citizen's Guide to the Adopted **OPERATING BUDGET**

FISCAL YEAR 2010-11



CITY COUNCIL

Bonnie Flickinger
Mayor

Robin N. Hastings
Mayor Pro Tem

William H. Batey II
Council Member

Jesse L. Molina
Council Member

Richard A. Stewart
Council Member

ADMINISTRATION

William L. Bopf
Interim City Manager

Steve Elam
Interim Financial & Administrative Services Director



Prepared by the
Financial & Administrative Services Department

14177 Frederick Street
Moreno Valley, CA 92552-0805
951.413.3088

CITY OF MORENO VALLEY



**CITY OF MORENO VALLEY
FISCAL YEAR 2010-11 CITIZEN'S GUIDE to the
ADOPTED OPERATING BUDGET**

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Citizen's Guide to the Adopted
OPERATING BUDGET
FISCAL YEAR 2010-11

To: Honorable Mayor, Members of the City Council and Citizens of Moreno Valley

INTRODUCTION

The Adopted Operating Budget presents projected operating revenues and expenditures for the fiscal year beginning July 1, 2010 and ending June 30, 2011. The budget includes all component units of the City, including the Community Services District and Redevelopment Agency. In this budget message, particular attention will be given to the City's General Fund, which is the fund most significantly impacted by the current economic recession.

The Adopted Operating Budget does not include capital improvements. Instead, these are compiled in a separately issued Adopted Capital Improvement Plan (CIP), which is a multi-year plan that identifies and prioritizes funding for future capital improvements such as land acquisitions, buildings and infrastructure.

The City previously implemented a recommended best practice of utilizing a Two-Year Operating Budget, with the second year of the budget representing a greatly streamlined process of applying an inflationary factor to most expenditure categories. However, in the current economic environment such an approach is not practical, since all budgeted expenditures must be carefully evaluated in accordance with the City's revenue constraints. Therefore, the Fiscal Year (FY) 2010-11 Adopted Operating Budget represents a one-year financial plan developed to provide the highest possible service levels to the Community over the upcoming fiscal year, given the reduced revenues that are projected to be available.

During these challenging economic times, the City Council will also be kept apprised of the City's financial condition through First Quarter and Mid-Year Budget Reviews. This practice has been utilized the past two years and will be continued during FY 2010-11 so that adjustments in staffing and other budgetary expenditures may be made per Council's direction based on the revenues that have been received to date and that are projected through fiscal year end.

FY 2010-11 OPERATING BUDGET EXPENDITURE SUMMARY

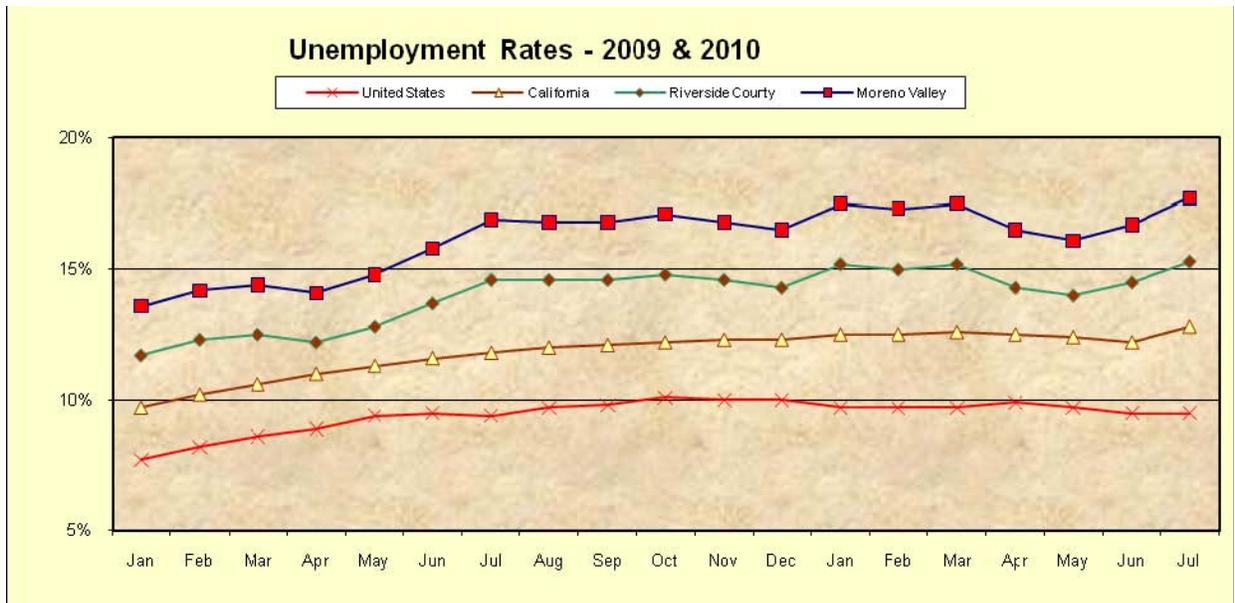
Following is a summary of the expenditures included in the FY 2010-11 Adopted Operating Budget by major fund and component unit:

<u>Fund / Component Unit</u>	<u>FY 2010-11 Adopted Budget</u>
General Fund	\$80,881,384
Community Services District (CSD):	
Zone A – Parks & Community Services	7,824,377
Zone L – Library Services	1,903,462
Other CSD Zones	7,982,437
Redevelopment Agency	11,625,813
Special Revenue Funds	23,422,439
Capital Projects Funds	10,714,400
Enterprise Funds	14,308,595
Debt Service Funds	<u>20,046,416</u>
Total City Operating Budget	<u>\$178,709,323</u>

ECONOMIC OUTLOOK

The Adopted Operating Budget for FY 2010-11 reflects the impact of the continuing economic recession which began in late 2007. Most major revenue sources have declined since that time, prompting significant reductions in staffing, programs, services and other expenditures to offset the City's declining revenues. Reserves have also been utilized to help offset the declining revenues the past two fiscal years in order to maintain desired service levels while adopting balanced budgets.

In particular, the continuing problems in the housing sector, the cooling of the manufacturing sector, and the cutback in consumer spending have combined to significantly impact the local economy and the City's revenues. The reduction in both residential and commercial property assessed valuation is having a particularly significant impact on the City's property tax revenues. Continuing high unemployment at all levels also remains a major concern due to the resulting impact on consumer spending and sales tax generation in the City. Although the national unemployment rate remains high at 9.6%, it is much worse locally with California at 12.8%, Riverside County at 15.3%, and Moreno Valley at 17.7% as of July 2010 reporting. The unemployment trends since January 2009 are depicted in the following chart:



Sources: California Employment Development Department and the U.S. Department of Labor, Bureau of Labor Statistics

GENERAL FUND

General Fund Revenue Projections for FY 2010-11

During stable economic times, various analytical tools and financial models are used to develop revenue projections. However, during uncertain economic times such as we are now experiencing, projections based on historical trends are of little value. Therefore, in developing the revenue projections that follow, staff relied primarily on current economic data, short-term results since the recession began, and outside expertise on some of the major revenue sources such as Property Tax, Sales Tax and Utility User's Tax.

Revenue Highlights and Assumptions for FY 2010-11

To understand the underlying strengths and weaknesses of the major General Fund revenue sources for FY 2010-11, the following highlights and assumptions are presented below.

Utility User's Tax (UUT) is currently the General Fund's largest revenue source, representing 22% of total revenue. Historically, it has also been the most stable revenue source. Prior to FY 2007-08, UUT experienced an average growth rate of 13% over the previous four years. While residential property foreclosures, combined with commercial vacancies, will cause components of the UUT to decline, current trends in the water, wireless telephone, and cable industries are combining to keep projected FY 2010-11 UUT revenue only slightly less than the current fiscal year at \$15.2 million.

Property Tax in-Lieu of Vehicle License Fees (VLF) used to be the General Fund's largest revenue source. However, due to declining property values, this revenue source has fallen and will continue to do so next fiscal year. It is projected to be \$11.8 million for FY 2010-11, representing 17% of total General Fund revenue.

Property Tax, which is historically the General Fund's third largest revenue source, is projected to fall to the fourth largest revenue source at \$8.6 million in FY 2010-11, representing a decrease of \$1.4 million from FY 2009-10 and a \$4.2 million decrease compared to FY 2008-09. At this level, it will comprise approximately 13% of total General Fund revenue. Information received from the County Assessor is that overall assessed valuation in the City will decline by 4.4% next fiscal year versus this fiscal year. This substantial reduction in property tax reflects a decline in residential and commercial assessed valuation, combined with a negative inflationary adjustment of -0.237% under Proposition 13 for those properties that were not reassessed under Proposition 8 as a result of market values falling below the assessed values allowed under Proposition 13. This is the first time there has been a negative inflationary adjustment since Proposition 13 was enacted in 1978.

Sales Tax, including Property Tax in-Lieu of Sales Tax, which was created as a result of the State's "triple flip", is projected to be \$9.7 million in FY 2010-11, comprising 14% of total General Fund revenue. No increase in sales tax revenues are projected for the next fiscal year due to current high unemployment levels and the expected slow economic recovery, which will continue to adversely impact consumer spending.

Franchise Fees are projected to be \$4.8 million in FY 2010-11, holding constant with the FY 2009-10 projected actual level. This represents 7% of total General Fund Revenue.

Investment Income is projected to be \$4.5 million, or 7% of General Fund revenue. This represents a slight decrease compared to the budget for FY 2009-10, due to a reduction in the total principal invested due to declining revenues and a continued decline in expected rates of return on investments in the fixed income markets.

Development Services revenue is projected to be \$3.6 million, representing 5% of General Fund revenue. Compared to FY 2009-10, this projection represents a decline of 12.7%, reflecting the slump in residential and commercial development. Historically, it has been the General Fund's most volatile revenue source, growing to nearly \$13 million in FY 2006-07 before starting its current decline.

Parking Control Fees are estimated to be \$1.3 million for FY 2010-11 with small growth over the FY 2009-10 projected actual level. The estimate is based on the expected number of citations to be issued in FY 2010-11.

Fines and Forfeitures are projected at \$1 million for FY 2010-11. For the past four years, this revenue has remained at the same level.

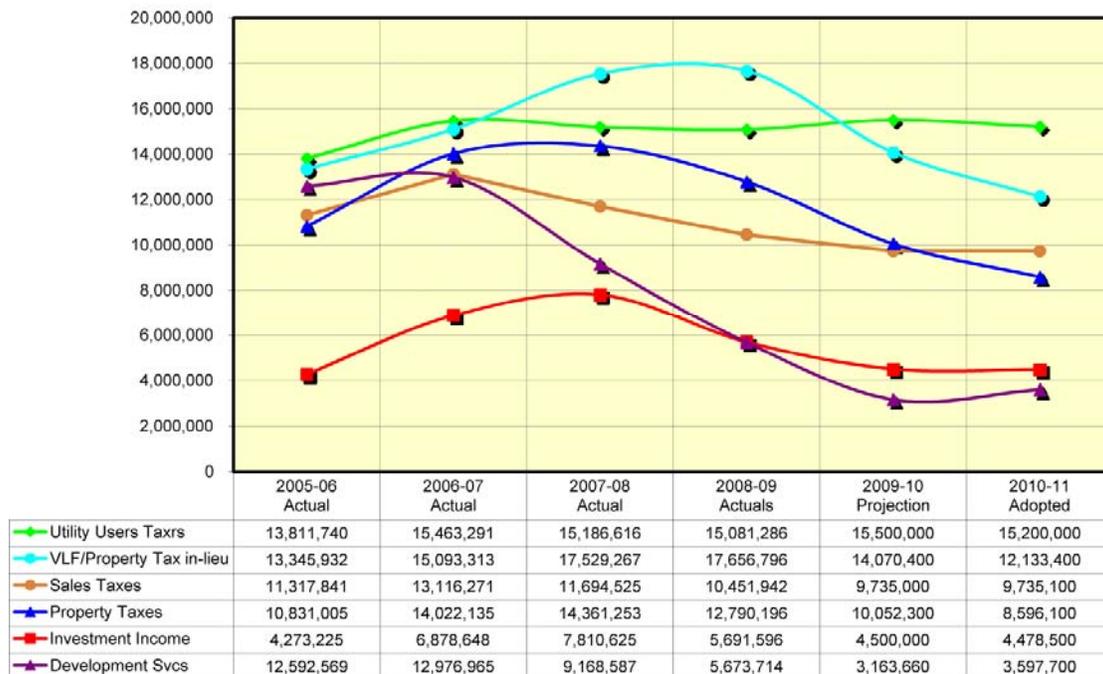
Gross Receipts Tax is projected to be \$0.9 million in FY 2010-11, representing the same level as budgeted in FY 2009-10.

Shown on the following page are the FY 2010-11 General Fund revenue projections, along with current year budget and projected actuals, as well as the actual revenues received the past two fiscal years.

<u>Revenue Source</u>	<u>FY 07-08 Actual</u>	<u>FY 08-09 Actual</u>	<u>FY 09-10 Budget</u>	<u>FY 09-10 Projected</u>	<u>FY 10-11 Budget</u>
Utility Users Tax	\$15,186,616	\$15,081,286	\$14,970,000	\$15,500,000	\$15,200,000
Property Tax In-Lieu of VLF	16,728,600	16,791,078	14,100,000	13,670,400	11,773,400
Sales Tax	11,694,525	10,451,942	9,735,000	9,735,000	9,735,100
Property Tax	14,361,253	12,790,196	11,700,001	10,052,300	8,596,100
Other	7,145,039	7,125,556	7,997,494	7,852,240	6,441,300
Franchise Fees	4,478,698	4,997,024	4,400,000	4,800,000	4,800,000
Investment Income	7,810,625	5,673,714	4,350,000	4,500,000	4,478,500
Development Svcs.	9,168,587	9,973,714	4,119,921	3,163,660	3,597,700
Parking Control Fees	1,300,405	1,094,064	1,250,000	1,095,000	1,344,800
Fines & Forfeitures	1,003,467	1,082,366	1,000,000	1,000,000	1,000,000
Gross Receipts Tax	1,111,021	1,051,701	906,500	650,000	906,500
Vehicle License Fees	<u>800,667</u>	<u>865,718</u>	<u>400,000</u>	<u>400,000</u>	<u>360,000</u>
TOTAL	<u>\$ 90,789,503</u>	<u>\$ 82,696,241</u>	<u>\$ 74,928,916</u>	<u>\$ 72,418,600</u>	<u>\$ 68,233,400</u>

The following chart depicts the City's top six General Fund revenues for the past four fiscal years along with projections for FY 2009-10 and the estimates included in the FY 2010-11 Adopted Budget. Vehicle License Fees (VLF) and Property Tax in-lieu of VLF have been combined since both revenue sources relate to VLF; only the method of payment by the State has changed so that now most of the VLF is paid in the form of Property Tax.

General Fund Revenue History & Projection



General Fund Expenditure Projections for FY 2010-11

Following is a summary of the General Fund Adopted Operating Budget expenditures for FY 2010-11.

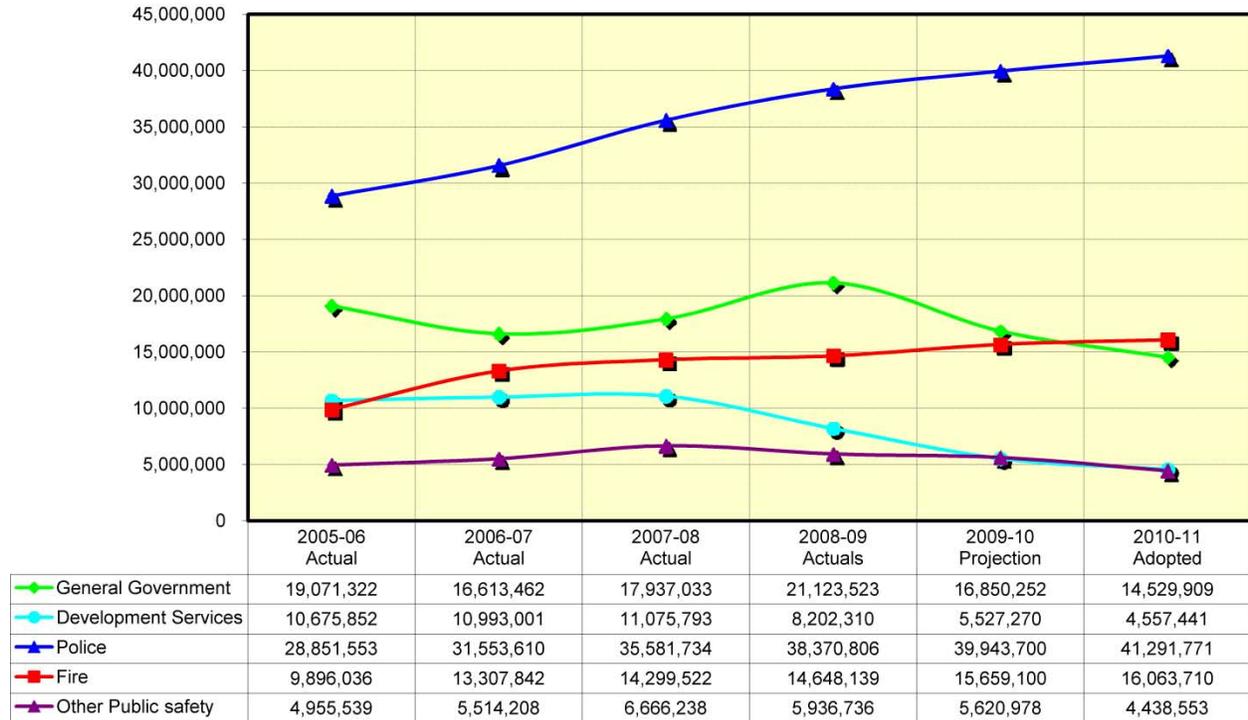
2010-11 General Fund Adopted Operating Budget

General Government		
City Council	579,922	
City Attorney	1,015,407	
City Clerk	634,286	
City Manager	1,279,359	
Community Development	499,895	
Economic Development	436,287	
Financial & Administrative Services	3,108,962	
Human Resources	958,505	
Public Works	1,740,046	
Non-Departmental	4,277,240	
General Government Sub-total		14,529,909
Development Services		4,557,441
Public Safety		
Police	41,291,771	
Fire	16,063,710	
Other Public Safety Programs	4,438,553	
Public Safety Sub-total		61,794,034
2010-11 General Fund Adopted Operating Budget		\$80,881,384

The expenditure projections reflected above assume staffing, service and expenditure reductions reflected in the DRO approved by City Council. The only significant expenditure increase is in the Police Department, representing an expected 5% contract rate increase per the Riverside County Sheriff’s office. Organization charts depicting each department’s staffing, including the positions remaining and those previously defunded, are included in the budget document along with the departmental descriptions, mission statements and accomplishments in the Department Information section.

The following chart depicts the General Fund expenditure history for the last four fiscal years, along with the FY 2009-10 Projected Actual and FY 2010-11 Adopted Budget amounts.

General Fund Expenditure History & Projection



Budget Balancing Solutions

To bring the FY 2010-11 General Fund budget into balance, the following balancing solutions were adopted by the City Council on June 22, 2010.

Description		\$ Impact
2010-11 Projected Revenue Shortfall		(\$17,876,300)
Proposed Solutions to Overcome Deficit		
Budgetary Adjustments		
- Current year savings to be carried over to FY 2010-11	\$1,020,800	
- Transfers to return previous General Fund subsidies	1,639,100	
- Other transfers	<u>3,979,100</u>	
- Total Budgetary Adjustments		6,639,000
Proceeds from Settlement of ENCO Litigation		
		972,233
Deficit Reduction Options (DRO)		
- DRO approved by City Council on May 25, 2010	3,160,445	
- Staff Recommended DRO	<u>2,343,740</u>	
- Total DRO		5,504,185
Use of Reserves		
Reduction in Moreno Valley Utility Line of Credit	2,000,000	
Reduction in General Contingency Reserve	500,000	
Reduction in Capital Expenditure Reserve	<u>2,500,000</u>	
Total Use of Reserves		5,000,000
Restoration of Neighborhood Clean-up Program by City Council on June 22, 2010		
		(15,000)
Budget Issues		
- Re-establish funding for Budget Officer	(98,700)	
- Supplement Office of Emergency Management Grant	(43,100)	
- Increase in NPDES Regulatory Fee	<u>(76,000)</u>	
- Total Budget Issues		(217,800)
NET		\$6,318

Following is a brief discussion regarding the budget balancing solutions shown above which were adopted by the City Council.

Current year savings that can be carried over to next fiscal year:

In conjunction with the FY 2010-11 budget review process, projected actual amounts for FY 2009-10 were developed. In addition to the FY 2009-10 department-projected savings of \$796,100, as reported to the City Council during the Mid-Year Budget Review on February 23, 2010, to help keep this fiscal year's budget in balance, an additional savings of \$1,020,800 was identified that will be carried over to help balance next fiscal year's budget. As the audit is finalized for FY 2009-10, staff will review the actual revenue and expenditures for FY 2009-10, compare the results to the projected savings, and make any recommendations that may be required if the results vary significantly from the projection.

Transfers to return previous General Fund subsidies:

Based on previous General Fund subsidies and current fund balance, the following transfers to the General Fund can be made, while keeping a minimum reserve of 12% of operating expenditures, consistent with the General Fund:

▪ Gas Tax	\$500,000
▪ Public Education/Government Access (PEG)	\$339,100
▪ CSD Zone A (Parks)	<u>\$800,000</u>
▪ Total expected savings	<u>\$1,639,100</u>

Other transfers

Transfers to the General Fund from two other funds will be made following an analysis of the funds:

▪ EOC Project Fund (Return of surplus project funds previously contributed from the General Fund)	\$1,100,700
▪ Equipment Replacement Fund (Fully depreciated assets that no longer need to be replaced)	\$2,102,400
▪ Facility Construction Fund (Preliminary contribution to Veterans Memorial Project; funded by 2005 Lease Revenue Bonds)	<u>\$776,000</u>
▪ Total other transfers	<u>\$3,979,100</u>

Proceeds from Settlement of ENCO Litigation

On May 25, 2010, the City Council authorized approval of a Settlement Agreement between the City and ENCO Utility Services, which resulted in a payment to the City of \$1.25 million. The settlement proceeds were allocated as follows:

▪ Repayment of Moreno Valley Utility (MVU) start-up loan from the General Fund:	\$747,041
▪ Reimbursement of General Fund legal expenses incurred In the ENCO litigation:	<u>\$225,192</u>
General Fund proceeds:	\$972,233
▪ Balance retained by MVU as reimbursement for litigation expenses incurred in ENCO litigation:	<u>\$277,767</u>
Total proceeds from Settlement Agreement:	<u>\$1,250,000</u>

DRO approved by City Council on May 25, 2010

On May 25, 2010, the City Council reviewed the Deficit Reduction Options (DRO) included in the Deficit Reduction Plan and provided direction to staff regarding a number of DRO to be implemented in an effort to balance the FY 2010-11 General Fund Operating Budget. These DRO will offset the projected General Fund deficit by \$3,160,445. Each of these Council-approved DRO is detailed in Exhibit "A" of the June 8, 2010 City Council meeting, item G.6.

Staff Recommended DRO

In addition to the DRO approved for implementation by the City Council on May 25, 2010, a comprehensive review of other DRO was conducted by the Budget Review Committee in an effort to balance the FY 2010-11 Operating Budget. Additional General Fund DRO totaling \$2,343,740, which would not require the use of reserves, were recommended for implementation. Additionally, non-General Fund DRO totaling \$5.2 million, which are needed to offset projected operating deficits in the respective funds were recommended. These DRO received the support of all Department Heads and the Interim City Manager and are also detailed in Exhibit "A" of the June 8, 2010 City Council meeting for item G.6.

Use of Reserves

After all of the Council-approved DRO there remained a General Fund deficit in the FY 2010-11 Operating Budget of approximately \$5 million. To offset this remaining deficit, reserves are used as summarized below:

▪ Reduction in MVU Line of Credit (from \$4.6 million to \$2.6 million)	\$2,000,000
▪ Reduction in General Contingency Reserves (from \$10.1 million to \$9.6 million; maintaining 12% Reserve Policy)	\$500,000
▪ Reduction in Capital Expenditures Reserve (from \$4.2 million to \$1.7 million)	<u>\$2,500,000</u>
▪ Total Use of Reserves to Balance Budget	<u>\$5,000,000</u>

With respect to the MVU Line of Credit (LOC), this LOC has not been needed since inception of MVU. Allowing for future contingencies, this reserve can be reduced to

\$2.6 million; freeing up \$2 million to be used for FY 2010-11 General Fund operations. With respect to the Emergencies/Contingencies Reserve, the General Fund Operating Budget has been significantly reduced from FY 2009-10. Maintaining the current 12% contingency reserve policy frees up \$500,000 to be used for FY 2010-11 operations.

Although there has been discussion about potentially redeeming a portion of the Redevelopment Agency's 2007 Series B Tax Allocation Bonds to free up reserves, utilizing the Capital Expenditure Reserve would not require redemption of these bonds. Since there are legal fees associated with bond redemption (estimated at between \$5,000 and \$10,000), it would be advantageous to delay bond redemption until it is necessary. Currently, the 12% General Fund Contingency Reserve is included in the General Fund reassignment of fund balance to fund this RDA Bond Issue.

Restoration of Neighborhood Clean-up Program

On June 8, 2010, the City Council continued deliberations on the FY 2010-11 Operating Budget and Deficit Reduction Plan, giving specific consideration to the Interim City Manager's proposed Budget Balancing Plan. The Council approved the Budget Balancing Plan, after directing staff to return funding in the amount of \$15,000 for the Neighborhood Clean-up Program.

Re-establish funding for Budget Officer

Despite facing a significant budgetary deficit in FY 2010-11, departments were provided the opportunity to submit proposed Budget Issues to identify areas in which budgetary increases were needed to maintain critical service levels. Three (3) such Budget Issues were approved by the City Council for implementation.

The position of Budget Officer was established in FY 2007-08. The position was created to relieve the Financial Operations Division of responsibility for preparing and monitoring the City's budget, which was becoming increasingly complex and time consuming to prepare and monitor. Financial Operations staff did not have the time or staffing resources to devote to the budget process, which was impacting the City's ability to effectively manage its budget.

With the economic downturn that began in late 2007, the need for a Budget Officer was accentuated, as there was an increased need for timely and comprehensive reporting on the City's monthly performance relative to its adopted budget, including Monthly Financial Reports to City management and First Quarter and Mid-Year Budget Reviews for the City Council. There was also a need to thoroughly review all City Council staff reports for their fiscal impact, which previously had been done on only a cursory basis.

Following an open recruitment, the City's first Budget Officer was hired in December 2008. The impact of the position was immediately realized, with improvements in the budget development process, deficit reduction planning and analysis, automation of various budgetary reports, streamlined Budget Appropriation Adjustment process, thorough analysis of cost-saving scenarios, and improved departmental coordination.

With the retirement of the Financial Operations Division Manager in June 2009, and the need for departmental cost savings, the Budget Officer assumed responsibilities of the Financial Operations Division Manager in addition to the Budget Officer duties. While this dual role has enabled essential budgetary and financial work to be accomplished, it has required a significant number of extra hours to be worked beyond the normal work schedule by a number of staff in the Financial Operations Division. The workload impact had been exacerbated by other staffing reductions in the Financial Operations Division, with five (5) of the Division's (fourteen) 14 career positions defunded, representing a vacancy factor of 36%.

Unlike some operational areas within the City, in which the workload has diminished along with the failing economy, the workload in the Financial Operations Division has actually increased, as there is an increased need for budgetary reporting and financial analysis related to labor negotiations and various cost reduction scenarios. Additionally, the City's budget process has become increasingly complex, with significant time devoted to deficit reduction planning and implementation.

Without re-establishment of the Budget Officer position, there would be an ongoing need for Financial Operations staff to work an extensive number of hours in addition to their regular work schedule; often times 12-14 hours days and weekends, despite the City's reduced work week of 36 hours. Therefore, funding for the Budget Officer position at \$98,700 was authorized.

Supplement Office of Emergency Management Grant

The Emergency Management Preparedness Grant (Business Unit 13410) is expected to have a \$30,200 shortfall for FY 2010-11 between the revenue collected and the budgeted expenditures. This budget was originally established to allow accurate tracking of expenditures that are eligible for grant reimbursements from a variety of Emergency Management grants. The grants this business unit receives, and/or applies for, typically require matching funds from the City ranging from 5% to 50% for salaries and purchases related to grant activities. In the past, the City has elected to transfer the matching funds from the General Fund into Business Unit 13410 at the end of the fiscal year to balance this budget. Unfortunately, with the difficult economic times the City is facing, this can no longer occur and this business unit must balance its expenses with its revenue.

The Emergency Operations & Volunteer Services Program Specialist assigned to Business Unit 13410 is partially funded by a Community Emergency Response Team (CERT) grant and by the Emergency Management Performance Grant (EMPG). The CERT grant does not require matching funds for any CERT-related purchases and hours worked by the employee for CERT-related activities. In contrast, the EMPG grant requires 50% matching funds from the City, leaving this position without full funding from any one grant or combination of grants. As there is no General Fund allocation to this business unit, the Fire Department requested reallocating funding for this position between the grant budget and the General Fund budget, in order to meet the matching fund requirements of the EMPG grant. The amount required to continue funding for the Services Program Specialist is \$43,100 and was authorized by the City Council.

Increase in NPDES Regulatory Fee

The Riverside County Flood Control and Water Conservation District (RCFCWCD) is the permittee and the City of Moreno Valley is a co-permittee to the Santa Ana River Watershed National Pollutant Discharge Elimination System (NPDES) Urban Storm Water Runoff Management Program.

The City, as well as other co-permittees and the RCFCWCD are parties to an NPDES Implementation Agreement. The agreement allows the parties to share NPDES program costs that benefit the co-permittees. It is estimated that Moreno Valley's share of the costs will be \$76,000 for the FY 2010-11 budget.

The RCFCWCD is depleting a NPDES reserve fund to address State and Federal NPDES mandates on behalf of the co-permittees. A new NPDES permit was issued on January 29, 2010 to RCFCWCD and the co-permittees. Additional State and Federal mandates are in the permit. The existing Implementation Agreement will be amended to address the new permit mandates and associated costs for FY 2010-11 and beyond. The shared cost of the co-permittees is estimated to be \$500,000. Moreno Valley's estimated prorated share for FY 2010-11 is \$76,000. There are no City-designated revenue sources to fund these NPDES permit costs.

If the City elected not to fund the prorated share of the Implementation Agreement, the City cannot benefit from NPDES area-wide programs funded by the RCFCWCD and other co-permittees. The City would have to implement the same programs without the benefit of the RCFCWCD resources at an additional estimated annual cost of \$1.05 million. Therefore, funding the increased NPDES fee was authorized by the City Council.

OTHER KEY FUNDS

Community Services District (CSD) Zone A - Parks & Community Services

This fund accounts for the administration and maintenance of the Parks & Community Services facilities and programs. Major revenue sources for this fund come from property tax and parcel fees. Other sources of revenue include recreation fees for various classes and programs offered to residents and non-residents alike. The fund also receives rental income for the use of City ball fields, the Conference & Recreation Center, the Senior Center, and the Towngate Community Center.

Operating Category	FY 2009-10 <u>Budget</u>	FY 2009-10 <u>Projected</u>	FY 2010-11 <u>Budget</u>
Beginning Balance	\$1,505,496	\$1,505,496	\$2,028,291
Revenues	9,031,045	8,574,212	7,997,589
Expenditures	(9,031,045)	(8,051,417)	(7,824,377)
Ending Balance	<u>\$1,505,496</u>	<u>\$2,028,291</u>	<u>\$2,201,503</u>

Community Services District (CSD) Zone L - Library Service Fund

This fund accounts for the operations necessary to process and administer the Library service program. The primary revenue source for this fund is property tax. Other revenue sources include library fees and fines, inter-library book loans, library donations and state grants.

Operating Category	FY 2009-10 <u>Budget</u>	FY 2009-10 <u>Projected</u>	FY 2010-11 <u>Budget</u>
Beginning Balance	\$384,808	\$384,808	\$197,233
Revenues	2,167,915	1,948,547	1,766,440
Expenditures	(2,136,122)	(2,136,122)	(1,903,462)
Ending Balance	<u>\$416,601</u>	<u>\$197,233</u>	<u>\$60,211</u>

State Gasoline Tax Fund

This fund is used to account for the City's share of state gas tax revenue restricted for street improvement and maintenance. The revenue is apportioned under the Streets and Highways Code of the State of California. The main revenue source for this fund includes the City's allocation of the State's Highway Users Tax.

Operating Category	FY 2009-10 <u>Budget</u>	FY 2009-10 <u>Projected</u>	FY 2010-11 <u>Budget</u>
Beginning Balance	\$1,030,964	\$1,030,964	\$1,034,642
Revenues	3,565,175	3,829,391	2,709,500
Expenditures	(4,345,713)	(3,825,713)	(2,836,686)
Ending Balance	<u>\$250,426</u>	<u>\$1,034,642</u>	<u>\$907,456</u>

Electric Utility

This fund is used to account for the operations of the City's electric utility. Its basic purpose is to purchase and distribute electricity to customers in newly developed areas of the City. The City began serving its first customers in February 2004, and now serves more than 5,400 customers.

The main revenue source for this fund is derived from charges for services rendered to customers of the Electric Utility for the distribution of electricity. The Electric Utility provides service to residential, commercial, and industrial customers.

Operating Category	FY 2009-10 <u>Budget</u>	FY 2009-10 <u>Projected</u>	FY 2010-11 <u>Budget</u>
Beginning Balance	\$7,827,707	\$7,827,707	\$6,408,357
Revenues	15,587,902	13,494,317	13,869,500
Expenditures	(14,913,667)	(14,913,667)	(14,308,595)
Ending Balance	<u>\$8,501,942</u>	<u>\$6,408,357</u>	<u>\$5,969,262</u>

STATE BUDGET CONCERNS

The Governor's May Revision of the proposed FY 2010-11 budget reflects a General Fund deficit of \$7.7 billion at the end of FY 2009-10, followed by an additional \$10.2 billion General Fund deficit in FY 2010-11 and a modest reserve of \$1.2 billion; for a total deficit of \$19.1 billion. Very little information has been forthcoming and progress by the Legislature and Governor have been very slow regarding solutions to this budget deficit since the beginning of the new fiscal year. Based on past actions of the State Legislature, it is likely that some of the budget solutions will adversely impact local government, despite some of the legislative protections that have been previously enacted. As deliberations progress on the State's budget, staff will continue to monitor the State's budget actions and the potential impacts to the City's FY 2010-11 budget.

SUMMARY

The prolonged economic recession has resulted in three challenging fiscal years for the City. After adopting a budget in FY 2007-08 in which General Fund operating revenues completely matched operating expenditures, revenues began declining; resulting in the need for significant expenditure reductions to ensure that expenditures remained within the General Fund revenues. The next two fiscal years (2008-09 and 2009-10) became more challenging as General Fund operating revenues continued their decline, resulting in growing operating deficits that had to be overcome with aggressive cost-cutting measures including workforce reductions, return of General Fund subsidies previously made to from other funds, and use of reserves. FY 2010-11 has been even more challenging than the previous two years, as the General Fund operating deficit grew to \$17.8 million. Staff developed a Deficit Reduction Plan that identified Deficit Reduction Options totaling \$20.1 million. After extensive review of the proposed options, the City Council approved staff recommendations including DRO and additional transfers totaling \$17,882,618 to be implemented in FY 2010-11. This resulted in a balanced budget, reflecting a General Fund surplus of \$6,318. Many of these DRO are a one-time impact. Staff will review the continuing structural deficit with City Council in advance of the FY 2011-12 budget process to continue to plan for solutions to resolve the ongoing structural deficit.

In closing, I would like to express my sincere appreciation to all City departments for their work in preparing the FY 2010-11 Adopted Operating Budget and the Deficit Reduction Plan. City employees are also to be commended for their ongoing commitment to providing essential City services during such challenging times, and especially considering the significant increase in workload that has occurred in many cases due to staffing reductions, and the compensation reductions that have been implemented.

Following departmental submittal of the proposed budgets and Deficit Reduction Options for FY 2010-11, the members of the Budget Review Committee met with each department and thoroughly reviewed all submittals. I want to express my thanks to the members of the Budget Review Committee for their focus, time commitment, and teamwork during this process.

Finally, I want to thank the Budget Preparation Team for their hard work and extra efforts in preparing the FY 2010-11 Adopted Operating Budget.

Budget Review Committee

William L. Bopf, Interim City Manager
Rick Hartmann, Interim Assistant City Manager
Steve Elam, Interim Financial & Administrative Services Director
Cynthia Fortune, Financial Operations Division Manager
Michelle Dawson, Acting Assistant City Manager

Budget Preparation Team

Cynthia Fortune, Financial Operations Division Manager
Steve Hargis, Acting Financial & Administrative Services Director
Dolly Gonzales, Interim Principal Accountant
Dawn Jorge, Senior Accountant
Carol Vasquez, Payroll Supervisor
Sandra Contreras, Senior Payroll Technician
Marylou Antero, Accounts Payable Supervisor
Nancy Williams, Accountant I
Tammy Brooks, Senior Administrative Assistant
Kathy Gross, Executive Assistant I
Meleisa Mendonca, Senior Graphics Designer
Army Reyes, Graphics Consultant

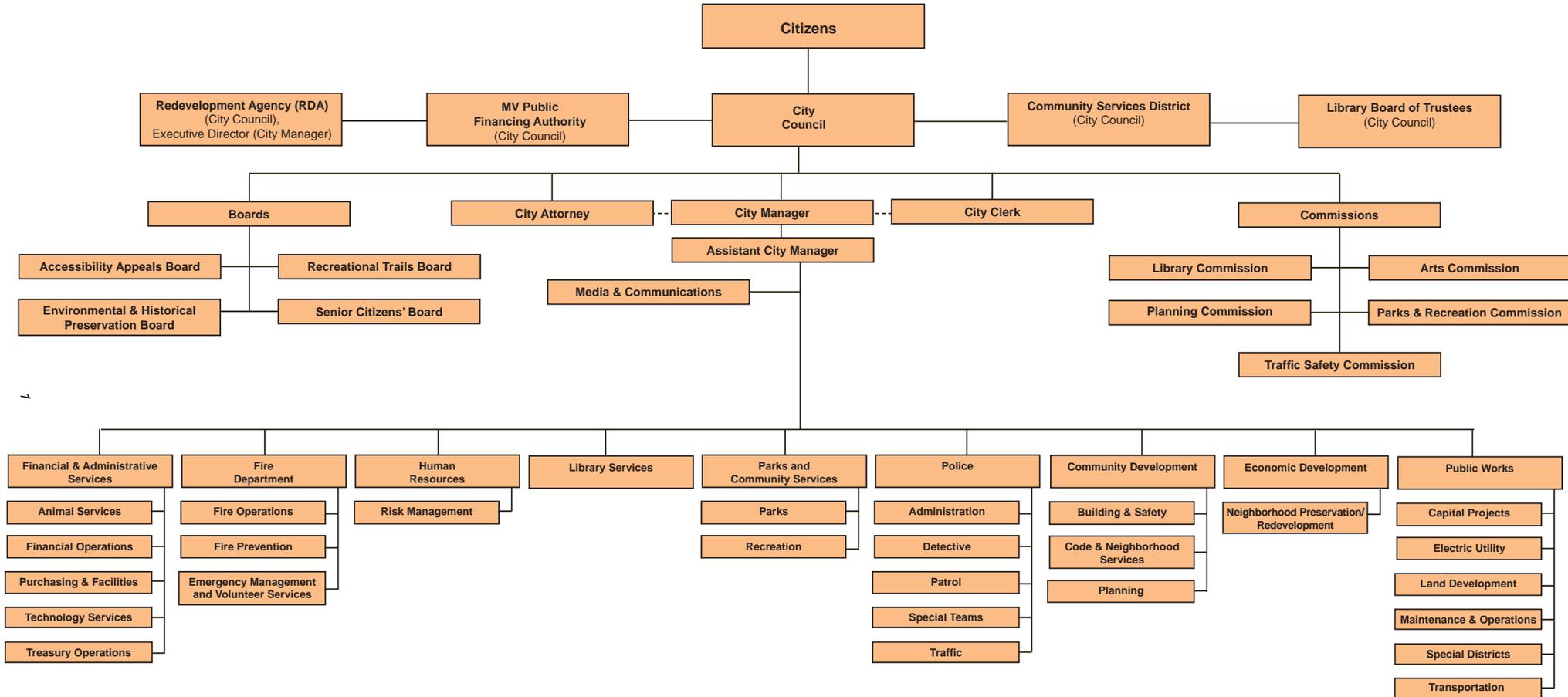
Special thanks and recognition are in order for Cynthia Fortune, due to the extensive work and many long hours spent in reviewing, analyzing and preparing the budget.

Respectively submitted,


William L. Bopf
Interim City Manager



CITY DEPARTMENTS AND DIVISIONS



CITY OF MORENO VALLEY

Executive Staff

Interim City Manager	William L. Bopf
Interim Asst City Manager	Rick Hartmann
City Attorney	Robert Hansen
City Clerk	Jane Halstead
Interim Community Development Director	Kyle Kollar
Economic Development Director	Barry Foster
Interim Financial & Administrative Svcs Director	Steve Elam
Fire Chief	Steve Curley
Interim Human Resources Director	John Ruiz
Acting Library Services Division Manager	Paula Smus
Parks & Community Services Director	Michael McCarty
Police Chief	John Anderson
Public Works Director/City Engineer	Chris A. Vogt

City of Moreno Valley Budget Process

The budget process for the City of Moreno Valley generally begins in December each year with a kick-off meeting. The City Manager outlines the goals and directives for the development of the upcoming budget. Budget parameters are provided to the departments based on a preliminary revenue forecast and current economic conditions. The Financial & Administrative Services Department distributes the budget calendar, instructions, forms, and budget worksheets to the departments. The Financial & Administrative Services Department, along with the Public Works Department, coordinates the equipment replacement requests. Public Works coordinates the capital improvement project requests.

After the departments have input their budget requests, the Financial & Administrative Services Department reviews, analyzes, compiles the data, and calculates the total expense budget requested, as well as refining revenue estimates for the upcoming fiscal year. The Budget Review Committee then holds budget meetings to review departmental submittals. Subsequently, the City Manager provides direction to finalize the proposed budget and the Financial & Administrative Services Department prepares the proposed budget document reflecting the City Manager's direction. The City Manager submits the proposed budget to City Council and a public hearing is held. The Council conducts several budget study sessions and/or budget deliberations. City Council then adopts the budget prior to the beginning of the fiscal year.

After the budget is adopted, the Financial & Administrative Services Department integrates the budgetary data into the City's financial system at the beginning of the fiscal year. Financial reports are available on-line to the departments to monitor budget performance throughout the year. A monthly financial report is also prepared by the Financial & Administrative Services Department each month, analyzing budget-to-actual results. This report is reviewed with the City Manager and executive staff; then distributed to departmental management.

First Quarter and Mid-Year Budget Reviews are presented to the City Council to review budget-to-actual results for both revenues and expenditures. The Mid-Year Budget Review also includes a fiscal year-end projection such that adjustments in staffing and other budgetary resources may be made per Council's direction. Appropriation adjustments requested by departments are also considered during the Mid-Year Budget Review.

Budget Amendments: Supplemental appropriations requested during the fiscal year, when necessitating the use of reserves/fund balance, require approval by the City Council. Supplemental appropriations requested during the fiscal year with offsetting revenues and budget adjustments between funds and departments are approved by the City Manager throughout the fiscal year.

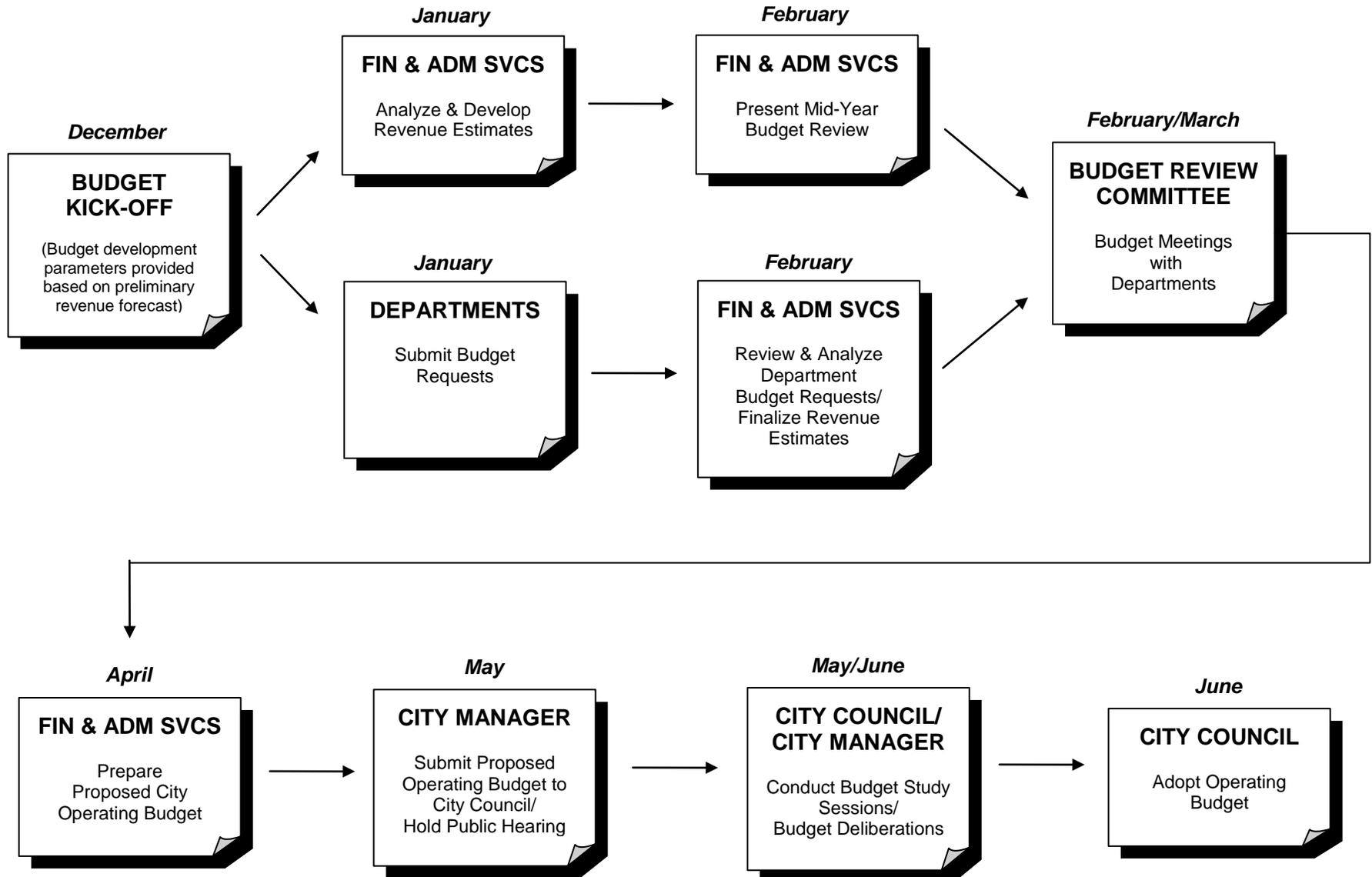
Basis of Budgeting: The City uses the modified accrual basis in budgeting governmental funds. As such, obligations of the City, including outstanding purchase orders, are budgeted as expenditures and revenues are recognized when they are both measurable and available to fund current expenditures.

The City has an enterprise fund for its Electric Utility. The City also utilizes internal service funds for its facilities, technology services operations, and for its insurance and liability programs. The budgets for the enterprise and internal service funds are prepared on a full accrual basis, with expenses recognized when incurred and revenues recognized when due the City.

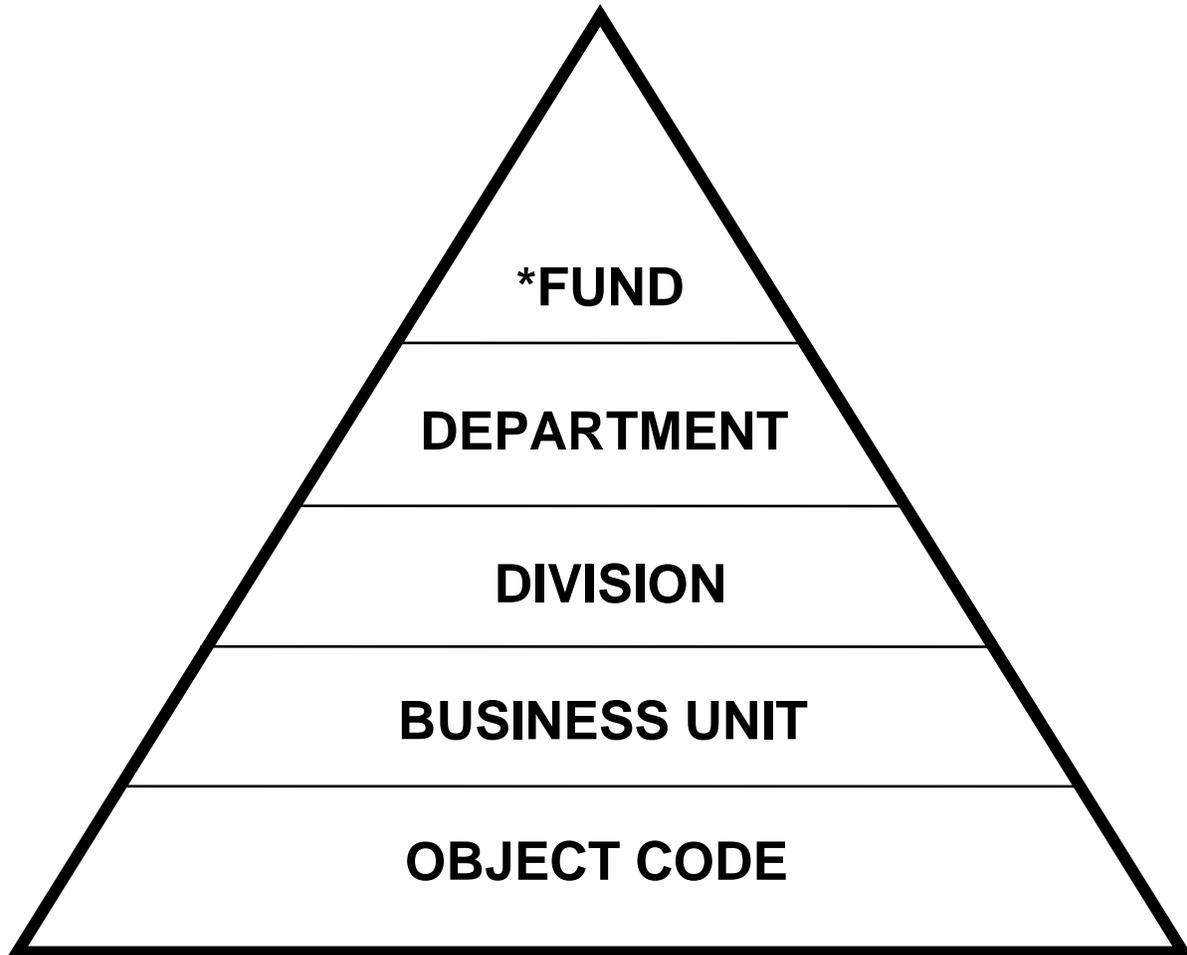
Budgetary Data: Annual budgets are legally adopted for all funds on a basis consistent with generally accepted accounting principles.

The following Flow chart depicts the City's annual budget process.

City of Moreno Valley Operating Budget Process Flow Chart



City of Moreno Valley Financial Structure



*Council adopts the Citywide Operating Budget at the FUND Level.

The City of Moreno Valley's financial system is organized around a structure that is commonly found in most public agencies, as described below.

FUND

Each Fund represents a self-balancing group of accounts and a balance sheet that allows for the proper segregation of the City's financial resources.

For example, the General Fund accounting structure accumulates and tracks funds collected for the purpose of providing services that fulfill the general government role of the City. These services include essential public safety functions of Police, Fire and Animal Control, as well as the central administration functions of the City Council, City Manager's office, City Attorney's office, City Clerk's office, Human Resources Department, and portions of the Financial & Administrative Services Department.

DEPARTMENT

The functions carried out by the City are organized by Department. The leadership and staff assigned to each department are charged with carrying out these assigned functions.

The City's Departments/Offices are listed below:

- City Council Office
- City Manager's Office
- City Attorney's Office
- City Clerk's Office
- Community Development Department
- Economic Development Department
- Financial & Administrative Services Department
- Fire Department
- Human Resources Department
- Library Services Department
- Parks & Community Services Department
- Police Department
- Public Works Department

DIVISION

In certain instances, functions carried out by a particular department are numerous and diverse. In these instances, leadership within a department is further organized by divisions as reflected in the City's organization chart on page 1.

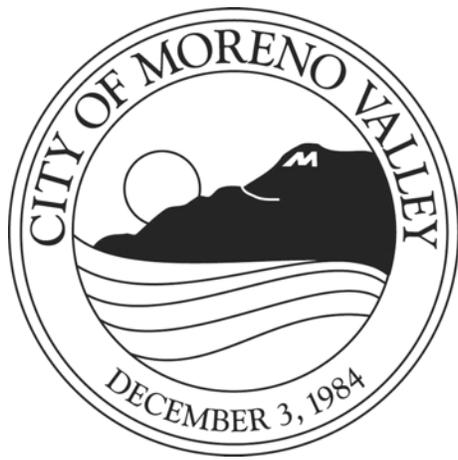
BUSINESS UNIT

The Business Unit is used within the City's financial system to identify a division or program area within a department. A department can have one or more cost centers assigned to it in order to capture costs for each separate function.

OBJECT CODE

The basic unit of the City's financial system is the object code. Its purpose is to provide a means of separating each type of cost from another.

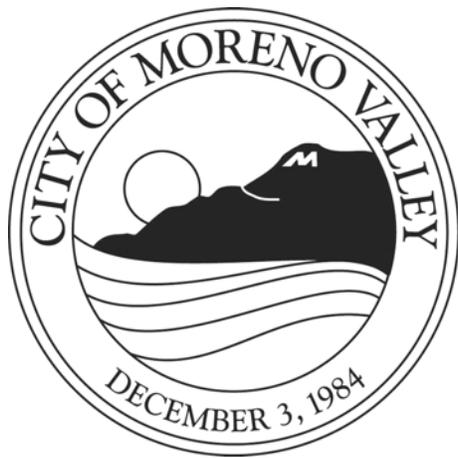
The City of Moreno Valley maintains this type of formal structure to maintain accountability over the assets and other financial resources for which it has control.



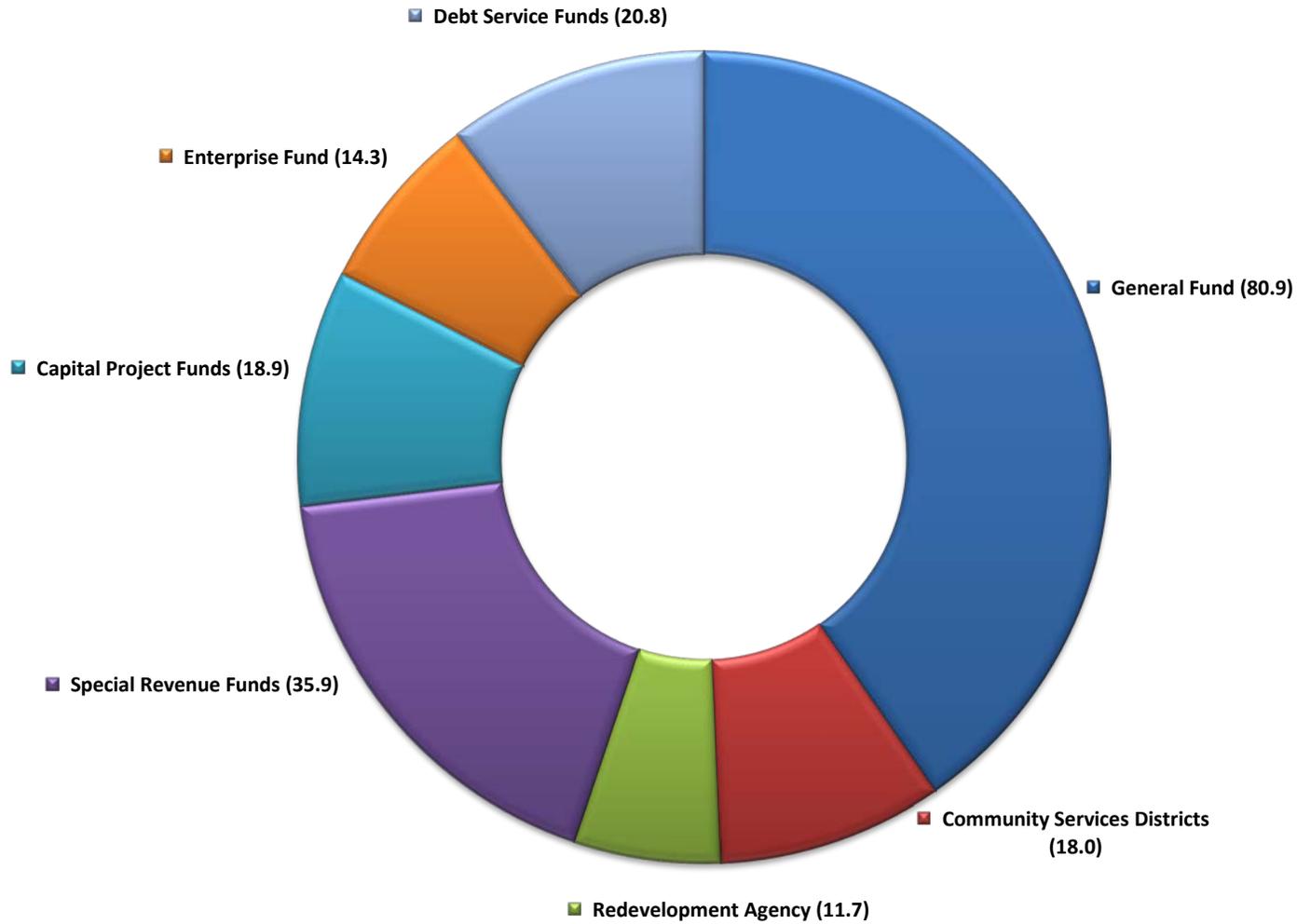
**City of Moreno Valley
2010-11 City Council Adopted Budget**

Description	General Fund	Community Services District	Redevelopment Agency	Special Revenue Funds	Capital Projects Funds	Enterprise Fund	Internal Service Funds	Debt Service Funds	Adjustment for Internal Service Funds (1)	Total
Source of Funds										
Revenues:										
Property Taxes	20,369,500	3,043,389	8,767,604	-	8,400	-	-	2,700	-	32,191,593
Gas Taxes	-	-	-	2,702,500	-	-	-	-	-	2,702,500
Sales Taxes	9,735,100	-	780,000	-	-	-	-	750,000	-	11,265,100
Business Gross Receipts Taxes	906,500	-	-	-	-	-	-	-	-	906,500
Utility Users Taxes	15,200,000	-	-	-	-	-	-	-	-	15,200,000
Other Taxes	850,000	967,800	-	-	-	-	-	1,694,100	-	3,511,900
Franchise Fees	4,800,000	-	-	-	-	-	-	-	-	4,800,000
Parcel Fees	-	9,711,400	-	35,000	-	-	-	-	-	9,746,400
Development Fees	-	-	-	412,800	-	-	-	-	-	412,800
Motor Vehicle Fees	360,000	-	-	-	-	-	-	-	-	360,000
Other Fees	5,319,100	1,158,800	-	262,247	-	(119,500)	-	-	-	6,620,647
Fees for Service	-	-	-	-	-	13,644,000	-	-	-	13,644,000
Permits & Licenses	1,260,600	-	-	-	-	-	-	-	-	1,260,600
Fines & Forfeitures	1,000,000	-	-	-	-	-	-	-	-	1,000,000
Administrative Charges	2,691,500	-	-	763,500	-	-	8,441,530	-	(8,441,530)	3,455,000
Interest Income	4,478,500	94,400	2,019,600	589,800	100,900	-	-	351,200	-	7,634,400
Bond Proceeds	-	-	-	-	-	-	-	12,300,000	-	12,300,000
Miscellaneous Revenues	751,100	508,700	-	2,257,600	32,000	345,000	2,579,700	-	(2,579,700)	3,894,400
Grants/Intergovernmental Revenues	248,500	27,000	-	23,727,360	6,000,000	-	-	-	-	30,002,860
Transfers In	263,000	865,245	-	515,095	12,743,300	-	-	5,528,416	-	19,915,056
Total Revenues	68,233,400	16,376,734	11,567,204	31,265,902	18,884,600	13,869,500	11,021,230	20,626,416	(11,021,230)	180,823,756
Reserves	11,627,184	1,645,846	58,609	4,601,507	-	439,095	3,055,771	228,700	(3,055,771)	18,600,941
Anticipated Prior Year Savings	1,020,800	-	-	-	-	-	-	-	-	1,020,800
Total Source of Funds	80,881,384	18,022,580	11,625,813	35,867,409	18,884,600	14,308,595	14,077,001	20,855,116	(14,077,001)	200,445,497
Use of Funds										
Program Expenditures:										
Operating										
Personnel Services	15,505,450	7,120,840	1,129,300	9,372,403	-	761,900	3,415,200	-	(3,415,200)	33,889,893
Contractual Services	58,571,594	7,080,800	1,094,545	5,376,678	18,800	10,529,300	5,050,600	78,483	(5,050,600)	82,750,200
Materials & Supplies	1,044,912	872,000	11,000	1,675,400	-	4,800	915,300	-	(915,300)	3,608,112
Debt Service	-	-	4,868,894	16,500	6,400	2,222,600	-	9,259,633	-	16,374,027
Fixed Charges	4,046,588	2,578,436	319,376	1,020,019	285,300	702,495	900,952	-	(900,952)	8,952,214
Transfers Out	1,582,740	51,800	2,402,698	4,084,493	-	-	1,085,025	10,708,300	(1,085,025)	18,830,031
Operating Expenditures	80,751,284	17,703,876	9,825,813	21,545,493	310,500	14,221,095	11,367,077	20,046,416	(11,367,077)	164,404,477
Capital										
Fixed Assets	130,100	6,400	1,800,000	1,876,946	10,403,900	87,500	689,700	-	(689,700)	14,304,846
Capital Expenditures	130,100	6,400	1,800,000	1,876,946	10,403,900	87,500	689,700	-	(689,700)	14,304,846
Total Program Expenditures	80,881,384	17,710,276	11,625,813	23,422,439	10,714,400	14,308,595	12,056,777	20,046,416	(12,056,777)	178,709,323
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-	-	-
Total Use of Funds	80,881,384	17,710,276	11,625,813	23,422,439	10,714,400	14,308,595	12,056,777	20,046,416	(12,056,777)	178,709,323
Net Change to Fund Balance	-	312,304	-	12,444,970	8,170,200	-	2,020,224	808,700	(2,020,224)	21,736,174

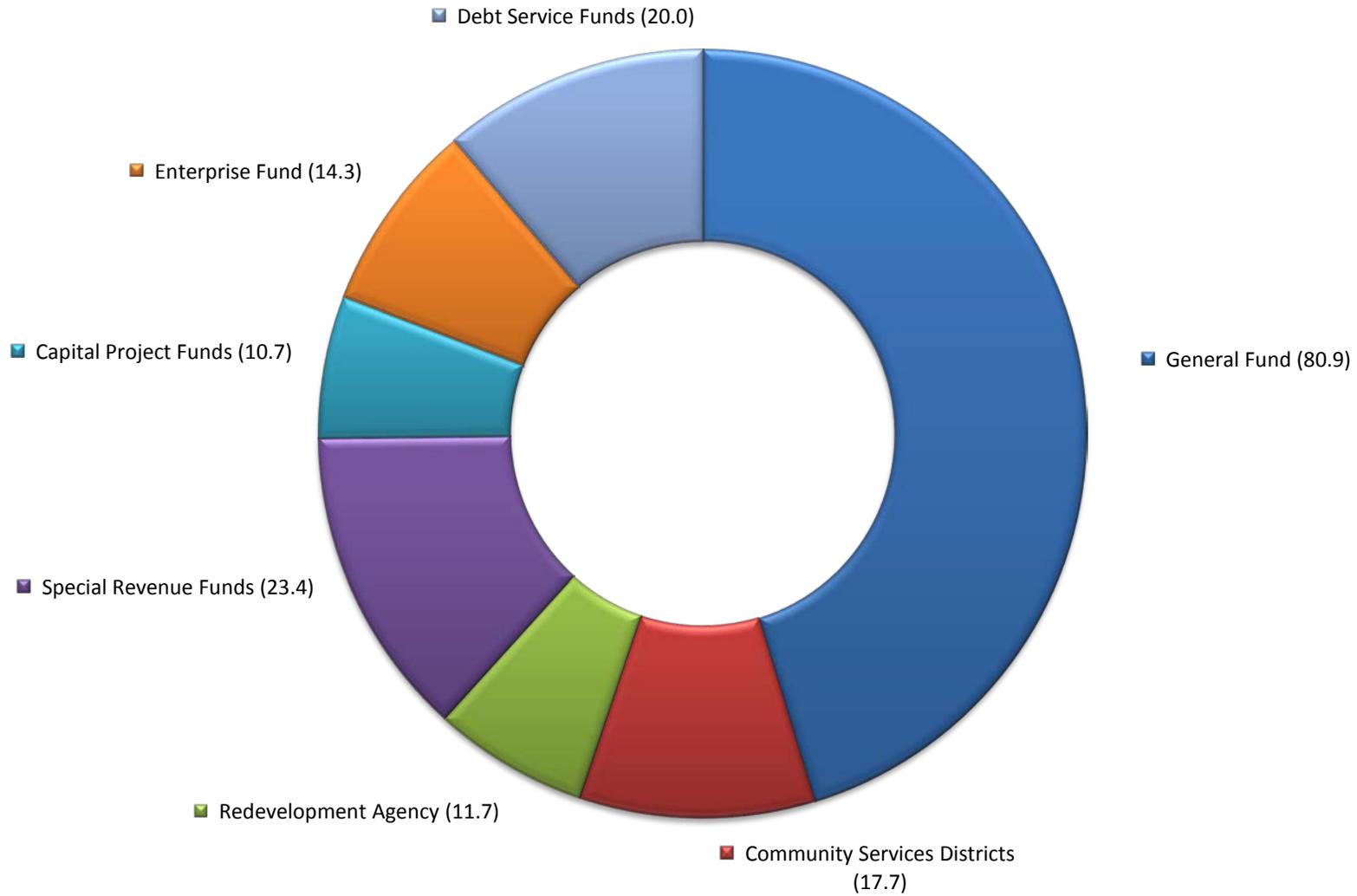
(1) These Internal Service Funds (ISF) revenue & expense budgets are charged to all user funds; the cost of these ISF services are already included in other funds' budgets. Therefore, their exclusion from the total budget reflects the true level of City revenues & expenditures.



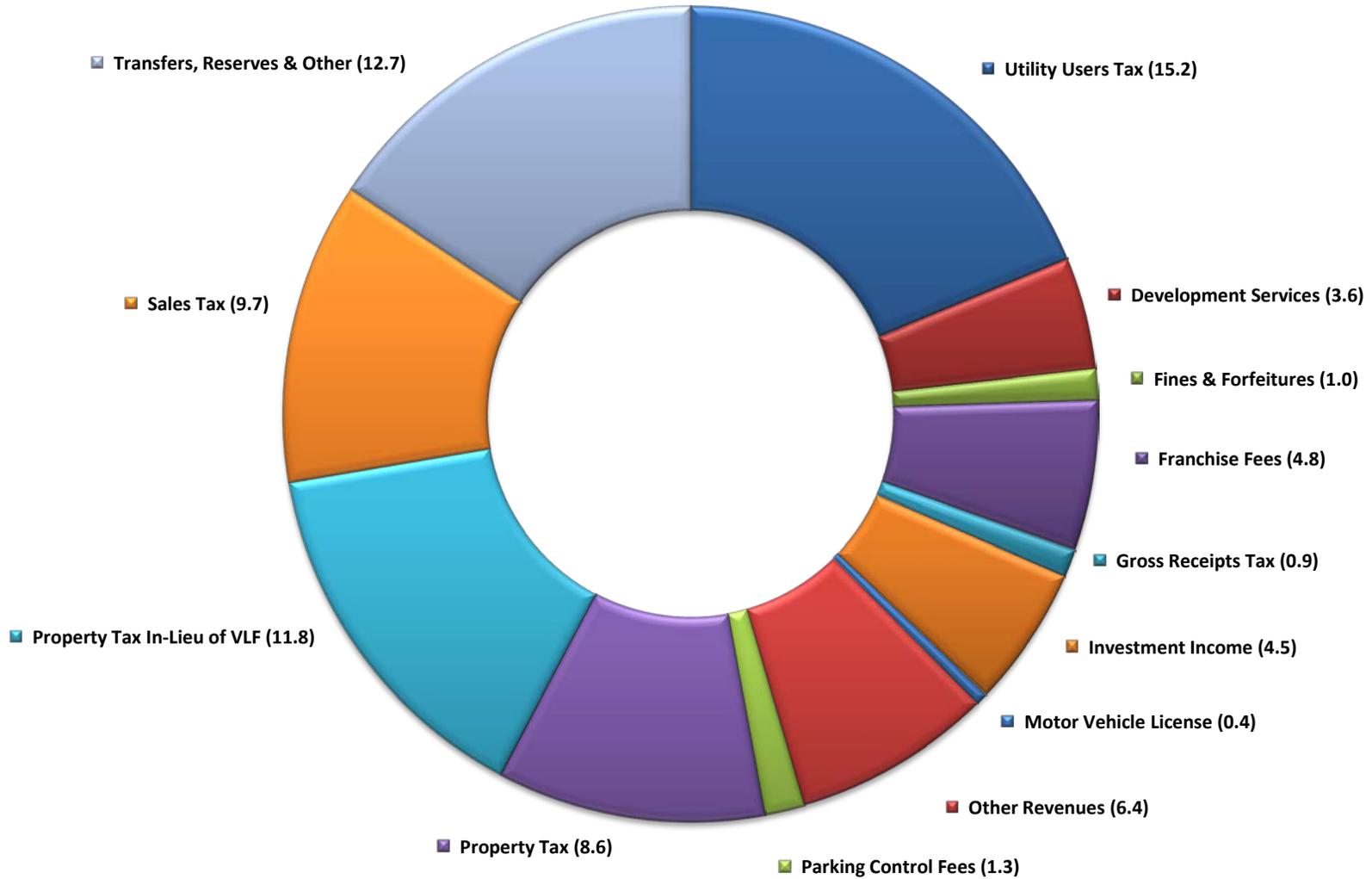
2010-11 City-wide Revenue Summary (in millions) Sources of Funds - \$200,445,497



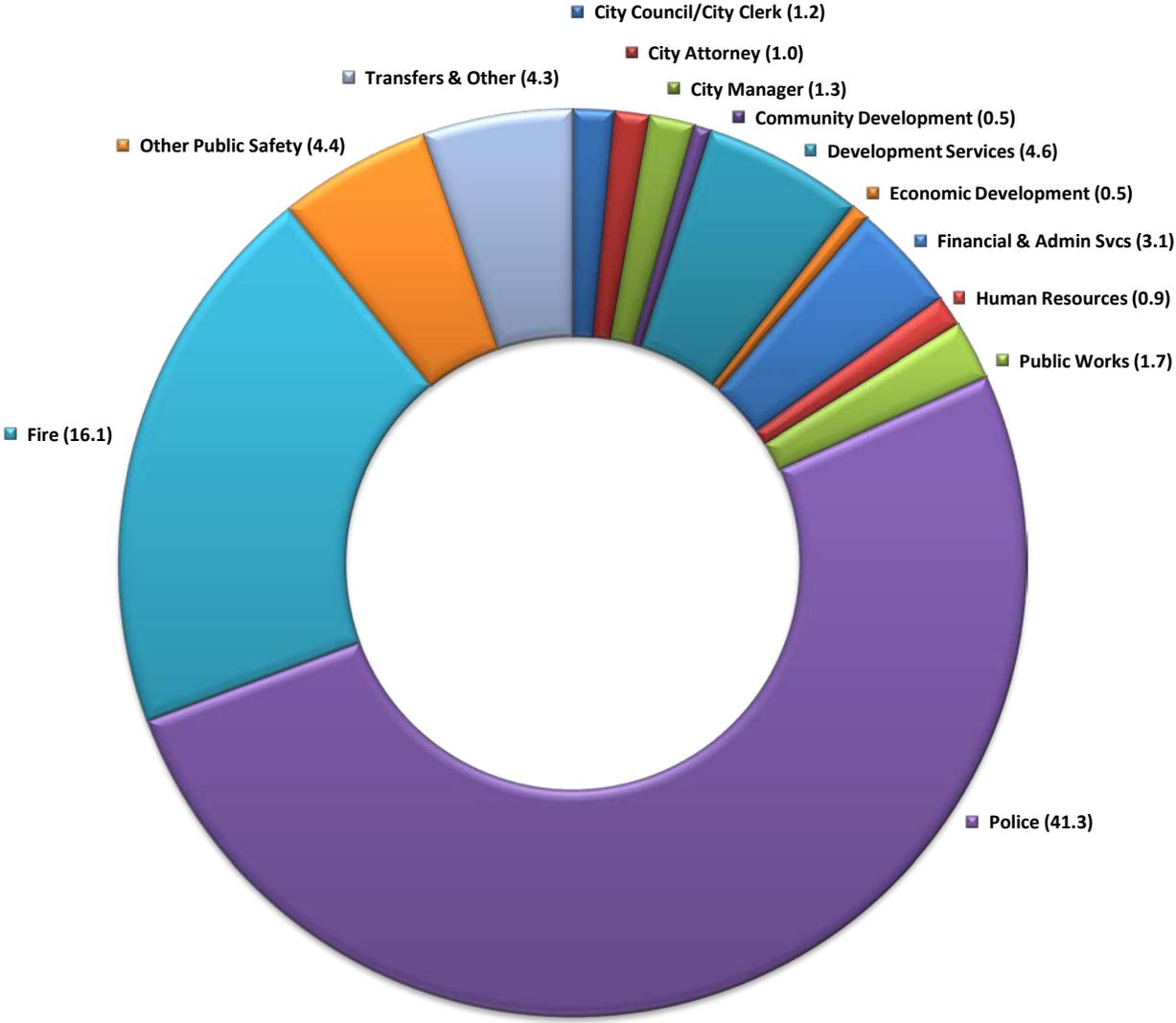
2010-11 City-wide Expenditure Summary (in millions)
Uses of Funds - \$178,709,323



General Fund
2010-11 Operating Revenue Summary (in millions)
Sources of Funds - \$80,881,384



General Fund
2010-11 Operating Expenditure Summary (in millions)
Uses of Funds - \$80,881,384



**City of Moreno Valley
2010-11 City Council Adopted Budget
General Fund**

Description	General Fund 010	Development Services 011	Fire Services 133	Total
Revenues				
Property Taxes	16,046,100	-	4,323,400	20,369,500
Gas Taxes	-	-	-	-
Sales Taxes	9,735,100	-	-	9,735,100
Business Gross Receipts Taxes	906,500	-	-	906,500
Utility Users Taxes	15,200,000	-	-	15,200,000
Other Taxes	850,000	-	-	850,000
Franchise Fees	4,800,000	-	-	4,800,000
Parcel Fees	-	-	-	-
Development Fees	-	-	-	-
Motor Vehicle Fees	360,000	-	-	360,000
Other Fees	2,368,100	2,850,300	100,700	5,319,100
Fees for Service	-	-	-	-
Permits & Licenses	520,000	740,600	-	1,260,600
Fines & Forfeitures	1,000,000	-	-	1,000,000
Administrative Charges	2,691,500	-	-	2,691,500
Interest Income	4,478,500	-	-	4,478,500
Bond Proceeds	-	-	-	-
Miscellaneous Revenues	694,900	6,800	49,400	751,100
Grants/Intergovernmental Revenues	248,500	-	-	248,500
Transfers In	263,000	-	-	263,000
Total Operating Revenues	60,162,200	3,597,700	4,473,500	68,233,400
Reserves	11,627,184	-	-	11,627,184
Anticipated Prior Year Savings	1,020,800	-	-	1,020,800
Total Revenues	72,810,184	3,597,700	4,473,500	80,881,384
Expenditures				
Operating:				
Personnel Services	11,125,850	3,693,600	686,000	15,505,450
Contractual Services	44,075,244	498,400	13,997,950	58,571,594
Materials & Supplies	924,252	73,860	46,800	1,044,912
Debt Service	-	-	-	-
Fixed Charges	3,027,213	291,581	727,794	4,046,588
Transfers Out	1,582,740	-	-	1,582,740
Total Operating Expenditures	60,735,299	4,557,441	15,458,544	80,751,284
Capital :				
Fixed Assets	130,100	-	-	130,100
Total Capital Expenditures	130,100	-	-	130,100
Total Program Expenditures	60,865,399	4,557,441	15,458,544	80,881,384
Increase in Reserve for Contingencies	-	-	-	-
Total Expenditures	60,865,399	4,557,441	15,458,544	80,881,384
Net Revenues Over (Under) Expenditures	11,944,785	(959,741)	(10,985,044)	-

**City of Moreno Valley
2010-11 City Council Adopted Budget
Community Services District**

Description	Zone L Library 131	Zone A Parks & Community Services 161	Zone B St Light 171	Zone C Art Light 172	Zone D Std Ldscp 181	Zone E Ext Ldscp 182	Zone M Median 183	CFD #1 Median 184	ZONE S 185	Total
Revenues										
Property Taxes	1,201,200	1,586,789	116,100	139,300	-	-	-	-	-	3,043,389
Gas Taxes	-	-	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	967,800	-	967,800
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Parcel Fees	-	4,682,200	929,900	426,100	1,091,500	2,403,100	126,200	-	52,400	9,711,400
Development Fees	-	-	-	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-	-
Other Fees	33,000	991,400	700	5,600	50,000	100	78,000	-	-	1,158,800
Fees for Service	-	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	-	-
Interest Income	-	-	-	9,000	1,300	69,600	1,500	13,000	-	94,400
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	58,500	447,400	-	-	-	2,800	-	-	-	508,700
Grants/Intergovernmental Revenues	27,000	-	-	-	-	-	-	-	-	27,000
Transfers In	446,740	289,800	-	-	-	-	103,400	25,305	-	865,245
Total Operating Revenues	1,766,440	7,997,589	1,046,700	580,000	1,142,800	2,475,600	309,100	1,006,105	52,400	16,376,734
Reserves	137,022	-	568,694	208,078	273,013	357,583	36,256	-	65,200	1,645,846
Anticipated Prior Year Savings	-	-	-	-	-	-	-	-	-	-
Total Revenues	1,903,462	7,997,589	1,615,394	788,078	1,415,813	2,833,183	345,356	1,006,105	117,600	18,022,580
Expenditures										
Operating:										
Personnel Services	1,330,140	4,044,300	129,900	37,000	477,500	590,500	85,800	399,800	25,900	7,120,840
Contractual Services	135,900	1,645,900	1,418,100	685,000	746,500	1,870,100	154,400	343,200	81,700	7,080,800
Materials & Supplies	225,900	435,100	3,500	3,200	44,900	88,000	15,500	53,400	2,500	872,000
Debt Service	-	-	-	-	-	-	-	-	-	-
Fixed Charges	211,522	1,692,677	63,894	62,878	146,913	232,783	17,144	143,125	7,500	2,578,436
Transfers Out	-	-	-	-	-	51,800	-	-	-	51,800
Total Operating Expenditures	1,903,462	7,817,977	1,615,394	788,078	1,415,813	2,833,183	272,844	939,525	117,600	17,703,876
Capital:										
Fixed Assets	-	6,400	-	-	-	-	-	-	-	6,400
Total Capital Expenditures	-	6,400	-	-	-	-	-	-	-	6,400
Total Program Expenditures	1,903,462	7,824,377	1,615,394	788,078	1,415,813	2,833,183	272,844	939,525	117,600	17,710,276
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,903,462	7,824,377	1,615,394	788,078	1,415,813	2,833,183	272,844	939,525	117,600	17,710,276
Net Revenues Over (Under) Expenditures	-	173,212	-	-	-	-	72,512	66,580	-	312,304

**City of Moreno Valley
2010-11 City Council Adopted Budget
Redevelopment Agency**

Description	RDA Administration 891	RDA Housing 894	RDA Tax Increment 895	RDA 2007 TAB Series A Debt Service 896	RDA 2007 TAB Series A Cap Proj 897	RDA 2007 TAB Series B Debt Service 898	Total
Revenues							
Property Taxes	-	-	8,767,604	-	-	-	8,767,604
Gas Taxes	-	-	-	-	-	-	-
Sales Taxes	-	-	780,000	-	-	-	780,000
Business Gross Receipts Taxes	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-
Interest Income	-	318,500	800,000	1,100	900,000	-	2,019,600
Bond Proceeds	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-
Grants/Intergovernmental Revenues	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-
Total Operating Revenues	-	318,500	10,347,604	1,100	900,000	-	11,567,204
Reserves	-	-	58,609	-	-	-	58,609
Anticipated Prior Year Savings	-	-	-	-	-	-	-
Total Revenues	-	318,500	10,406,213	1,100	900,000	-	11,625,813
Expenditures							
Operating:							
Personnel Services	393,600	735,700	-	-	-	-	1,129,300
Contractual Services	251,870	639,400	200,000	3,275	-	-	1,094,545
Materials & Supplies	6,100	4,900	-	-	-	-	11,000
Debt Service	-	-	2,278,594	2,180,300	-	410,000	4,868,894
Fixed Charges	175,682	143,694	-	-	-	-	319,376
Transfers Out	-	-	2,402,698	-	-	-	2,402,698
Total Operating Expenditures	827,252	1,523,694	4,881,292	2,183,575	-	410,000	9,825,813
Capital :							
Fixed Assets	-	1,800,000	-	-	-	-	1,800,000
Total Capital Expenditures	-	1,800,000	-	-	-	-	1,800,000
Total Program Expenditures	827,252	3,323,694	4,881,292	2,183,575	-	410,000	11,625,813
Increase in Reserve for Contingencies	-	-	-	-	-	-	-
Total Expenditures	827,252	3,323,694	4,881,292	2,183,575	-	410,000	11,625,813
Net Revenues Over (Under) Expenditures	(827,252)	(3,005,194)	5,524,921	(2,182,475)	900,000	(410,000)	-

**City of Moreno Valley
2010-11 City Council Adopted
Special Revenue Funds**

Description	Gas Tax Fund 121	Measure A 125	SLESF - AB3229 Police Grant 130	Public/Education/ Gov't Access Program 132	EMPG- Emergency Mgmt 134	OTS Police Grant 136	Air Quality Management 137	CDBG 01/02 144	Special District Admin 149	Storm Water Maintenance 151
Revenues										
Property Taxes	-	-	-	-	-	-	-	-	-	-
Gas Taxes	2,702,500	-	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-	-	9,500	-
Fees for Service	-	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	761,000	-
Interest Income	5,000	309,000	-	-	-	-	7,000	-	13,000	-
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	2,000	1,000	-	250,000	-	-	200,000	-	-	-
Grants/Intergovernmental Revenues	-	10,009,820	100,000	-	64,000	117,000	-	-	-	421,400
Transfers In	-	-	-	300,000	-	-	-	-	-	-
Total Operating Revenues	2,709,500	10,319,820	100,000	550,000	64,000	117,000	207,000	-	783,500	421,400
Reserves	127,186	-	-	-	-	-	181	30,000	432,805	-
Anticipated Prior Year Savings	-	-	-	-	-	-	-	-	-	-
Total Revenues	2,836,686	10,319,820	100,000	550,000	64,000	117,000	207,181	30,000	1,216,305	421,400
Expenditures										
Operating:										
Personnel Services	2,274,400	999,700	-	255,000	36,450	-	161,096	-	796,500	222,485
Contractual Services	120,900	162,000	100,000	5,100	3,000	117,000	46,085	30,000	31,100	45,715
Materials & Supplies	367,200	271,300	-	6,600	11,500	-	-	-	12,700	123,600
Debt Service	-	-	-	-	-	-	-	-	-	-
Fixed Charges	74,186	141,347	-	158,912	-	-	-	-	376,005	(15,694)
Transfers Out	-	-	-	-	-	-	-	-	-	-
Total Operating Expenditures	2,836,686	1,574,347	100,000	425,612	50,950	117,000	207,181	30,000	1,216,305	376,106
Capital :										
Fixed Assets	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	-	-	-	-	-	-	-	-	-	-
Total Program Expenditures	2,836,686	1,574,347	100,000	425,612	50,950	117,000	207,181	30,000	1,216,305	376,106
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-	-	-
Total Expenditures	2,836,686	1,574,347	100,000	425,612	50,950	117,000	207,181	30,000	1,216,305	376,106
Net Revenues Over (Under) Expenditures	-	8,745,473	-	124,388	13,050	-	-	-	-	45,294

**City of Moreno Valley
2010-11 City Council Adopted
Special Revenue Funds**

Description	NPDES 152	Beverage Container Recycling 153	Child Care Grant 160	ASES Program Grant 162	HOME (Federal) 176	CFD 4M 186	Homelessness Prevention Program 198	CDBG Recovery Act of 2009 199
Revenues								
Property Taxes	-	-	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	35,000	-	-
Development Fees	-	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-	-
Other Fees	227,747	-	25,000	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-
Administrative Charges	2,500	-	-	-	-	-	-	-
Interest Income	-	-	-	25,000	-	-	-	-
Bond Proceeds	-	-	-	-	-	-	-	-
Miscellaneous Revenues	394,300	-	-	1,367,400	-	-	-	-
Grants/Intergovernmental Revenues	165,300	-	797,300	4,499,200	666,600	-	183,218	137,192
Transfers In	215,095	-	-	-	-	-	-	-
Total Operating Revenues	1,004,942	-	822,300	5,891,600	666,600	35,000	183,218	137,192
Reserves	-	13,200	99,292	-	23,000	-	-	-
Anticipated Prior Year Savings	-	-	-	-	-	-	-	-
Total Revenues	1,004,942	13,200	921,592	5,891,600	689,600	35,000	183,218	137,192
Expenditures								
Operating:								
Personnel Services	511,500	13,200	632,500	3,064,500	36,900	-	-	26,829
Contractual Services	314,260	-	185,300	1,858,200	369,770	29,000	183,218	110,363
Materials & Supplies	9,200	-	42,000	767,700	-	-	-	-
Debt Service	-	-	16,500	-	-	-	-	-
Fixed Charges	96,342	-	45,292	121,498	-	6,000	-	-
Transfers Out	-	-	-	-	-	-	-	-
Total Operating Expenditures	931,302	13,200	921,592	5,811,898	406,670	35,000	183,218	137,192
Capital :								
Fixed Assets	-	-	-	-	282,930	-	-	-
Total Capital Expenditures	-	-	-	-	282,930	-	-	-
Total Program Expenditures	931,302	13,200	921,592	5,811,898	689,600	35,000	183,218	137,192
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-
Total Expenditures	931,302	13,200	921,592	5,811,898	689,600	35,000	183,218	137,192
Net Revenues Over (Under) Expenditures	73,640	-	-	79,702	-	-	-	-

**City of Moreno Valley
2010-11 City Council Adopted
Special Revenue Funds**

Description	Arterial Street Development Impact Fee 201	Traffic Signal Development Impact Fee 202	Fire Facility Development Impact Fee 203	Police Facility Development Impact Fee 204	Park Land Facility Dev. Impact Fee 205	Quimby In-Lieu Park Fees 206	Recreation Center Dev. Impact Fee 207	Libraries Development Impact Fee 208	City Hall Development Impact Fee 209	Corporate Yard Dev. Impact Fee 210
Revenues										
Property Taxes	-	-	-	-	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-	-	-	-
Development Fees	71,200	17,700	27,500	21,800	65,700	30,000	51,900	52,100	28,800	16,000
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	-	-
Interest Income	33,500	9,000	13,600	-	25,000	22,600	-	46,600	25,700	500
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-	-	-
Grants/Intergovernmental Revenues	-	-	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	104,700	26,700	41,100	21,800	90,700	52,600	51,900	98,700	54,500	16,500
Reserves	1,308,975		212,908	655,010						
Anticipated Prior Year Savings										
Total Revenues	1,413,675	26,700	254,008	676,810	90,700	52,600	51,900	98,700	54,500	16,500
Expenditures										
Operating:										
Personnel Services	-	-	-	-	-	-	-	-	-	-
Contractual Services	-	-	-	-	-	-	-	-	-	-
Materials & Supplies	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Fixed Charges	-	-	-	-	-	-	-	-	-	-
Transfers Out	1,413,675	-	254,008	676,810	-	-	-	-	-	-
Total Operating Expenditures	1,413,675	-	254,008	676,810	-	-	-	-	-	-
Capital:										
Fixed Assets	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	-	-	-	-	-	-	-	-	-	-
Total Program Expenditures	1,413,675	-	254,008	676,810	-	-	-	-	-	-
Increase in Reserve for Contingencies										
Total Expenditures	1,413,675	-	254,008	676,810	-	-	-	-	-	-
Net Revenues Over (Under) Expenditures	-	26,700	-	-	90,700	52,600	51,900	98,700	54,500	16,500

**City of Moreno Valley
2010-11 City Council Adopted
Special Revenue Funds**

Description	Interchange Imprvmnts Dev. Impact Fee 211	Maintenance Equipmt. Dev. Impact Fee 212	Animal Shelter Dev. Impact Fee 213	Traffic Congestion Relief 225	FHWA TRANSIMS Deployment 227	EECBG Fund 229	JAG - PD - 2009 Fund 230	Fire - Emergency Svcs Fund 233	JAG - PD - 2010 Fund 262	CDBG 05/06 280
Revenues										
Property Taxes	-	-	-	-	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-	-	-	-
Development Fees	20,600	3,400	6,100	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	-	-
Interest Income	20,500	800	-	32,000	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	14,000	-	-
Grants/Intergovernmental Revenues	-	-	-	1,830,944	186,600	1,594,016	78,118	-	435,700	10,000
Transfers In	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	41,100	4,200	6,100	1,862,944	186,600	1,594,016	78,118	14,000	435,700	10,000
Reserves	1,698,900	-	-	-	-	-	-	-	-	-
Anticipated Prior Year Savings	-	-	-	-	-	-	-	-	-	-
Total Revenues	1,740,000	4,200	6,100	1,862,944	186,600	1,594,016	78,118	14,000	435,700	10,000
Expenditures										
Operating:										
Personnel Services	-	-	-	-	20,000	-	66,443	-	-	-
Contractual Services	-	-	-	-	10,000	-	5,775	-	-	-
Materials & Supplies	-	-	-	-	-	-	5,900	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Fixed Charges	-	-	-	-	-	-	-	-	-	-
Transfers Out	1,740,000	-	-	-	-	-	-	-	-	-
Total Operating Expenditures	1,740,000	-	-	-	30,000	-	78,118	-	-	-
Capital:										
Fixed Assets	-	-	-	-	-	1,594,016	-	-	-	-
Total Capital Expenditures	-	-	-	-	-	1,594,016	-	-	-	-
Total Program Expenditures	1,740,000	-	-	-	30,000	1,594,016	78,118	-	-	-
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,740,000	-	-	-	30,000	1,594,016	78,118	-	-	-
Net Revenues Over (Under) Expenditures	-	4,200	6,100	1,862,944	156,600	-	-	14,000	435,700	10,000

**City of Moreno Valley
2010-11 City Council Adopted
Special Revenue Funds**

Description	CDBG 07/08 282	CDBG 08/09 283	CDBG10/11 285	Used Oil Block Grant 14 293	TRI16-06-1 Target Rubberized 295	MV Foundation Donations 370	Arts Commission 371	Celebration Park Endowment 380	Total
Revenues									
Property Taxes	-	-	-	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-	-	-	2,702,500
Sales Taxes	-	-	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-	-	35,000
Development Fees	-	-	-	-	-	-	-	-	412,800
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-	-	262,247
Fees for Service	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	763,500
Interest Income	-	-	-	-	-	-	-	1,000	589,800
Bond Proceeds	-	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	27,900	-	-	1,000	-	2,257,600
Grants/Intergovernmental Revenues	14,700	418,652	1,941,600	-	56,000	-	-	-	23,727,360
Transfers In	-	-	-	-	-	-	-	-	515,095
Total Operating Revenues	14,700	418,652	1,941,600	27,900	56,000	-	1,000	1,000	31,265,902
Reserves						50			4,601,507
Anticipated Prior Year Savings									
Total Revenues	14,700	418,652	1,941,600	27,900	56,000	50	1,000	1,000	35,867,409
Expenditures									
Operating:									
Personnel Services	-	-	240,700	14,200	-	-	-	-	9,372,403
Contractual Services	-	-	1,635,942	12,900	-	50	1,000	-	5,376,678
Materials & Supplies	-	-	1,700	-	56,000	-	-	-	1,675,400
Debt Service	-	-	-	-	-	-	-	-	16,500
Fixed Charges	-	-	15,376	755	-	-	-	-	1,020,019
Transfers Out	-	-	-	-	-	-	-	-	4,084,493
Total Operating Expenditures	-	-	1,893,718	27,855	56,000	50	1,000	-	21,545,493
Capital :									
Fixed Assets	-	-	-	-	-	-	-	-	1,876,946
Total Capital Expenditures	-	-	-	-	-	-	-	-	1,876,946
Total Program Expenditures	-	-	1,893,718	27,855	56,000	50	1,000	-	23,422,439
Increase in Reserve for Contingencies									
Total Expenditures	-	-	1,893,718	27,855	56,000	50	1,000	-	23,422,439
Net Revenues Over (Under) Expenditures	14,700	418,652	47,882	45	-	-	-	1,000	12,444,970

**City of Moreno Valley
2010-11 City Council Adopted Budget
Capital Projects Funds**

Description	PW General Capital Projects 414	TUMF Capital Projects 415	DIF Arterial Streets Capital Projects 416	DIF Traffic Signal Capital Projects 417	DIF Interchange Improvements 418	2005 Lease Revenue Bonds Cap/Admin 501
Revenues						
Property Taxes	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-
Interest Income	900	-	-	-	-	100,000
Bond Proceeds	-	-	-	-	-	-
Miscellaneous Revenues	30,000	-	1,000	1,000	-	-
Grants/Intergovernmental Revenues	-	6,000,000	-	-	-	-
Transfers In	-	-	295,000	-	1,740,000	-
Total Operating Revenues	30,900	6,000,000	296,000	1,000	1,740,000	100,000
Reserves						
Anticipated Prior Year Savings						
Total Revenues	30,900	6,000,000	296,000	1,000	1,740,000	100,000
Expenditures						
Operating:						
Personnel Services	-	-	-	-	-	-
Contractual Services	-	-	-	-	-	-
Materials & Supplies	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-
Fixed Charges	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Total Operating Expenditures	-	-	-	-	-	-
Capital :						
Fixed Assets	-	-	-	-	-	-
Total Capital Expenditures	-	-	-	-	-	-
Total Program Expenditures	-	-	-	-	-	-
Increase in Reserve for Contingencies						
Total Expenditures	-	-	-	-	-	-
Net Revenues Over (Under) Expenditures	30,900	6,000,000	296,000	1,000	1,740,000	100,000

**City of Moreno Valley
2010-11 City Council Adopted Budget
Capital Projects Funds**

Description	Towngate Impr Special Tax Capital/Admin 513	2007 Towngate Spcl Tax Ref Capital/Admin 515	Warner Ranch Assmnt Dist 518	Auto Mall Cap/Admin 528	CFD #5 Stoneridge Cap/Admin 529	CFD #41 Infra Cap/Admin 530	Total
Revenues							
Property Taxes	-	-	8,400	-	-	-	8,400
Gas Taxes	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	100,900
Bond Proceeds	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	32,000
Grants/Intergovernmental Revenues	-	-	-	-	-	-	6,000,000
Transfers In	38,250	145,650	-	62,500	54,000	10,407,900	12,743,300
Total Operating Revenues	38,250	145,650	8,400	62,500	54,000	10,407,900	18,884,600
Reserves							-
Anticipated Prior Year Savings							
Total Revenues	38,250	145,650	8,400	62,500	54,000	10,407,900	18,884,600
Expenditures							
Operating:							
Personnel Services	-	-	-	-	-	-	-
Contractual Services	3,700	3,700	-	3,700	3,700	4,000	18,800
Materials & Supplies	-	-	-	-	-	-	-
Debt Service	-	-	6,400	-	-	-	6,400
Fixed Charges	34,500	141,900	700	58,200	50,000	-	285,300
Transfers Out	-	-	-	-	-	-	-
Total Operating Expenditures	38,200	145,600	7,100	61,900	53,700	4,000	310,500
Capital :							
Fixed Assets	-	-	-	-	-	10,403,900	10,403,900
Total Capital Expenditures	-	-	-	-	-	10,403,900	10,403,900
Total Program Expenditures	38,200	145,600	7,100	61,900	53,700	10,407,900	10,714,400
Increase in Reserve for Contingencies							
Total Expenditures	38,200	145,600	7,100	61,900	53,700	10,407,900	10,714,400
Net Revenues Over (Under) Expenditures	50	50	1,300	600	300	-	8,170,200

**City of Moreno Valley
2010-11 City Council Adopted Budget
Enterprise Fund**

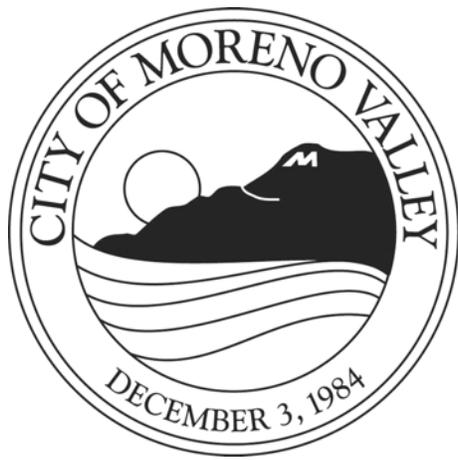
Description	Electric Utility Fund	2007 Taxable Lease Revenue Bonds	2005 Lease Revenue Bonds	Total
	601	602	603	
Revenues				
Property Taxes	-	-	-	-
Gas Taxes	-	-	-	-
Sales Taxes	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-
Utility Users Taxes	-	-	-	-
Other Taxes	-	-	-	-
Franchise Fees	-	-	-	-
Parcel Fees	-	-	-	-
Development Fees	-	-	-	-
Motor Vehicle Fees	-	-	-	-
Other Fees	(119,500)	-	-	(119,500)
Fees for Service	13,644,000	-	-	13,644,000
Permits & Licenses	-	-	-	-
Fines & Forfeitures	-	-	-	-
Administrative Charges	-	-	-	-
Interest Income	-	-	-	-
Bond Proceeds	-	-	-	-
Miscellaneous Revenues	345,000	-	-	345,000
Grants/Intergovernmental Revenues	-	-	-	-
Transfers In	-	-	-	-
Total Operating Revenues	13,869,500	-	-	13,869,500
Reserves	439,095	-	-	439,095
Anticipated Prior Year Savings	-	-	-	-
Total Revenues	14,308,595	-	-	14,308,595
Expenditures				
Operating:				
Personnel Services	761,900	-	-	761,900
Contractual Services	10,525,500	3,800	-	10,529,300
Materials & Supplies	4,800	-	-	4,800
Debt Service	77,400	1,827,000	318,200	2,222,600
Fixed Charges	702,495	-	-	702,495
Transfers Out	-	-	-	-
Total Operating Expenditures	12,072,095	1,830,800	318,200	14,221,095
Capital :				
Fixed Assets	87,500	-	-	87,500
Total Capital Expenditures	87,500	-	-	87,500
Total Program Expenditures	12,159,595	1,830,800	318,200	14,308,595
Increase in Reserve for Contingencies	-	-	-	-
Total Expenditures	12,159,595	1,830,800	318,200	14,308,595
Net Revenues Over (Under) Expenditures	2,149,000	(1,830,800)	(318,200)	-

**City of Moreno Valley
2010-11 City Council Adopted Budget
Internal Service Funds**

Description	General Liability 741	Workers' Compensation 745	Technology Services 750	Facilities 754	Equipment Maintenance 755	Equipment Replacement Reserve 757	Total
Revenues							
Property Taxes	-	-	-	-	-	-	-
Gas Taxes	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	-
Business Gross Receipts Taxes	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-
Other Taxes	-	-	-	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-
Administrative Charges	951,300	-	4,018,000	2,757,730	714,500	-	8,441,530
Interest Income	-	-	-	-	-	-	-
Bond Proceeds	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	264,600	4,800	3,800	2,306,500	2,579,700
Grants/Intergovernmental Revenues	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-
Total Operating Revenues	951,300	-	4,282,600	2,762,530	718,300	2,306,500	11,021,230
Reserves	410,800	985,072	-	1,659,899	-	-	3,055,771
Anticipated Prior Year Savings	-	-	-	-	-	-	-
Total Revenues	1,362,100	985,072	4,282,600	4,422,429	718,300	2,306,500	14,077,001
Expenditures							
Operating:							
Personnel Services	116,200	52,100	2,013,100	986,900	246,900	-	3,415,200
Contractual Services	1,182,700	462,100	1,359,000	2,036,800	10,000	-	5,050,600
Materials & Supplies	4,000	3,400	401,400	123,500	383,000	-	915,300
Debt Service	-	-	-	-	-	-	-
Fixed Charges	59,200	204,472	(159,343)	453,204	59,419	284,000	900,952
Transfers Out	-	263,000	-	822,025	-	-	1,085,025
Total Operating Expenditures	1,362,100	985,072	3,614,157	4,422,429	699,319	284,000	11,367,077
Capital:							
Fixed Assets	-	-	597,700	-	-	92,000	689,700
Total Capital Expenditures	-	-	597,700	-	-	92,000	689,700
Total Program Expenditures	1,362,100	985,072	4,211,857	4,422,429	699,319	376,000	12,056,777
Increase in Reserve for Contingencies	-	-	-	-	-	-	-
Total Expenditures	1,362,100	985,072	4,211,857	4,422,429	699,319	376,000	12,056,777
Net Revenues Over (Under) Expenditures	-	-	70,743	-	18,981	1,930,500	2,020,224

**City of Moreno Valley
2010-11 City Council Adopted Budget
Debt Service Funds**

Description	2005 Lease Revenue Bonds 301	2007 Towngate Improvement Tax Ref 313	2007 Towngate Special Tax Ref 315	Assessment Dist. 98-1 316	City Hall COP 97 321	Pub. Safety Lease Rev. Bond 325	Auto Mall 328	Automall CFD#5 Stoneridge 329	CFD #4I Infra Debt Service 330	OPA Sales Tax #2 340	Total
Revenues											
Property Taxes	-	-	-	2,700	-	-	-	-	-	-	2,700
Gas Taxes	-	-	-	-	-	-	-	-	-	-	-
Sales Taxes	-	-	-	-	-	-	750,000	-	-	-	750,000
Business Gross Receipts Taxes	-	-	-	-	-	-	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-	-	-	-	-	-	-
Other Taxes	-	114,400	-	-	-	-	1,217,600	362,100	-	-	1,694,100
Franchise Fees	-	-	-	-	-	-	-	-	-	-	-
Parcel Fees	-	-	-	-	-	-	-	-	-	-	-
Development Fees	-	-	-	-	-	-	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-	-	-	-	-	-	-
Other Fees	-	-	-	-	-	-	-	-	-	-	-
Fees for Service	-	-	-	-	-	-	-	-	-	-	-
Permits & Licenses	-	-	-	-	-	-	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-	-	-	-	-	-	-
Administrative Charges	-	-	-	-	-	-	-	-	-	-	-
Interest Income	-	100	500	-	-	-	500	100	-	350,000	351,200
Bond Proceeds	-	-	-	-	-	-	-	-	12,300,000	-	12,300,000
Miscellaneous Revenues	-	-	-	-	-	-	-	-	-	-	-
Grants/Intergovernmental Revenues	-	-	-	-	-	-	-	-	-	-	-
Transfers In	2,644,491	279,500	1,158,200	-	822,025	404,200	220,000	-	-	-	5,528,416
Total Operating Revenues	2,644,491	394,000	1,158,700	2,700	822,025	404,200	2,188,100	362,200	12,300,000	350,000	20,626,416
Reserves	-	-	-	-	-	-	228,700	-	-	-	228,700
Anticipated Prior Year Savings	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	2,644,491	394,000	1,158,700	2,700	822,025	404,200	2,416,800	362,200	12,300,000	350,000	20,855,116
Expenditures											
Operating:											
Personnel Services	-	-	-	-	-	-	-	-	-	-	-
Contractual Services	5,000	-	-	-	70,000	3,483	-	-	-	-	78,483
Materials & Supplies	-	-	-	-	-	-	-	-	-	-	-
Debt Service	2,639,491	355,300	1,012,500	2,400	752,025	400,717	2,354,300	307,600	1,085,300	350,000	9,259,633
Fixed Charges	-	-	-	-	-	-	-	-	-	-	-
Transfers Out	-	38,250	145,650	-	-	-	62,500	54,000	10,407,900	-	10,708,300
Total Operating Expenditures	2,644,491	393,550	1,158,150	2,400	822,025	404,200	2,416,800	361,600	11,493,200	350,000	20,046,416
Capital :											
Fixed Assets	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditures	-	-	-	-	-	-	-	-	-	-	-
Total Program Expenditures	2,644,491	393,550	1,158,150	2,400	822,025	404,200	2,416,800	361,600	11,493,200	350,000	20,046,416
Increase in Reserve for Contingencies	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	2,644,491	393,550	1,158,150	2,400	822,025	404,200	2,416,800	361,600	11,493,200	350,000	20,046,416
Net Revenues Over (Under) Expenditur	-	450	550	300	-	-	-	600	806,800	-	808,700



**CITY OF MORENO VALLEY
Revenue Summary by Fund**

Fund #	Fund Description	2007-08	2008-09	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	2009-10	% Increase/ (Decrease) over/(under) 2008-09 Actual	2010-11	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
		Actual	Actual			Projected Actual		Adopted Budget	
010	GENERAL FUND	\$ 74,632,901	\$ 70,303,862	(5.80%)	\$ 64,409,549	\$ 64,227,743	(8.64%)	\$ 60,162,200	(6.33%)
011	DEVELOPMENT SVC FUND	9,168,587	5,673,714	(38.12%)	4,119,921	3,163,660	(44.24%)	3,597,700	13.72%
133	FIRE SVC OPERATIONS FUND	6,988,015	6,718,665	(3.85%)	6,399,446	5,027,197	(25.18%)	4,473,500	(11.01%)
	TOTAL GENERAL FUND	90,789,503	82,696,241	(8.91%)	74,928,916	72,418,600	(12.43%)	68,233,400	(5.78%)
121	GAS TAX FUND	4,657,324	4,708,678	1.10%	3,565,175	3,829,391	(18.67%)	2,709,500	(29.24%)
122	SCAG ARTICLE 3 FUND	184,178	79,908	(56.61%)	-	9,000	(88.74%)	-	(100.00%)
125	MEASURE "A" FUND	6,282,059	5,561,887	(11.46%)	9,223,839	5,177,263	(6.92%)	10,319,820	99.33%
128	ABC-POLICE GRANT FUND	18,463	(5,303)	(128.72%)	-	-	(100.00%)	-	-
129	LLEBG-PD FUND	2,190	11	(99.50%)	-	-	(100.00%)	-	-
130	SLESF-CCAT GRT-PD-AB322	365,661	166,699	(54.41%)	278,356	120,000	(28.01%)	100,000	(16.67%)
131	LIBRARY SERVICES FUND	2,239,469	2,388,861	6.67%	2,167,915	1,948,547	(18.43%)	1,766,440	(9.35%)
132	PUB/EDUC/GOVT ACCESS PRGM	756,581	741,420	(2.00%)	550,000	550,000	(25.82%)	550,000	-
134	EMPG-EMERGNCY MGMT PREP	67,469	194,213	187.86%	132,967	64,058	(67.02%)	64,000	(0.09%)
136	OTS - POLICE FUND	116,074	102,853	(11.39%)	566,440	473,863	360.72%	117,000	(75.31%)
137	AIR QUALITY MGT FUND	242,787	171,386	(29.41%)	210,492	207,000	20.78%	207,000	-
146	CDBG FY 03/04 FUND	1,048	-	(100.00%)	-	-	-	-	-
147	CDBG FY 04/05 FUND	6,331	-	(100.00%)	-	-	-	-	-
149	SPCL DIST ADMIN FUND	943,585	967,219	2.50%	985,778	876,539	(9.38%)	783,500	(10.61%)
151	STORM WATER MAINTENANCE	619,566	1,001,072	61.58%	596,891	597,000	(40.36%)	421,400	(29.41%)
152	STORM WATER MANAGEMENT	1,215,351	777,076	(36.06%)	951,732	874,300	12.51%	1,004,942	14.94%
153	BEVERAGE CONTAINER RECY	46,394	47,342	2.04%	47,349	47,349	0.01%	-	(100.00%)
160	CHILD CARE GRANT FUND	763,657	731,787	(4.17%)	940,900	764,400	4.46%	822,300	7.57%
161	ZONE "A" PARKS FUND	8,820,736	8,925,136	1.18%	9,031,045	8,574,212	(3.93%)	7,997,589	(6.73%)
162	STARS PROGRAM GRANT FUND	9,168,578	9,020,130	(1.62%)	5,986,902	6,349,412	(29.61%)	5,891,600	(7.21%)
171	ZONE "B" ST LGHT FUND	1,083,776	1,057,961	(2.38%)	1,057,447	1,052,326	(0.53%)	1,046,700	(0.53%)
172	ZONE "C" ART LGHT FUND	603,696	596,621	(1.17%)	584,977	584,922	(1.96%)	580,000	(0.84%)
176	HOME (FEDERAL) FUND	1,023,059	209,267	(79.54%)	379,961	386,203	84.55%	666,600	72.60%
181	ZONE "D" STD LDSC FUND	1,146,946	1,126,941	(1.74%)	1,140,599	1,101,626	(2.25%)	1,142,800	3.74%

**CITY OF MORENO VALLEY
Revenue Summary by Fund**

Fund #	Fund Description	2007-08	2008-09		2009-10		2010-11		
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
182	ZONE "E" EXT LDSC FUND	2,555,459	2,504,156	(2.01%)	2,507,183	2,476,813	(1.09%)	2,475,600	(0.05%)
183	ZONE "M" MEDIAN FUND	217,659	236,600	8.70%	270,967	255,581	8.02%	309,100	20.94%
184	CFD#1	907,450	1,053,599	16.11%	997,760	903,700	(14.23%)	1,006,105	11.33%
185	ZONE "S"	52,343	27,943	(46.62%)	53,986	28,442	1.79%	52,400	84.23%
186	CFD #4M	52,500	36,210	(31.03%)	35,000	35,000	(3.34%)	35,000	-
193	EPA GRANT - BOX SPRINGS	63,913	125,903	96.99%	19,578	60,566	(51.89%)	-	(100.00%)
194	JAG GRANT - CODE FUND	3,835	49,412	1,188.45%	24,308	24,226	(50.97%)	-	(100.00%)
195	WORKFORCE HOUSING PRGM	-	-	-	1,200,741	1,200,741	100.00%	-	(100.00%)
196	ETA JOB TRAINING GRANT	-	-	-	121,386	118,886	100.00%	-	(100.00%)
197	NEIGHBORHOOD STABILIZATION	-	-	-	11,390,116	11,390,116	100.00%	-	(100.00%)
198	HOMELESSNESS PREVENTION	-	-	-	732,872	549,654	100.00%	183,218	(66.67%)
199	CDBG RECOVERY ACT OF 20	-	-	-	479,292	342,100	100.00%	137,192	(59.90%)
201	ARTERIAL STS DEV IMPACT FEE	8,115,147	398,743	(95.09%)	1,083,400	113,982	(71.41%)	104,700	(8.14%)
202	TRAFFIC SIGS DEV IMPACT FEE	793,431	32,876	(95.86%)	170,729	35,543	8.11%	26,700	(24.88%)
203	FIRE FACIL DEV IMPACT FEE	155,296	72,748	(53.16%)	78,952	74,113	1.88%	41,100	(44.54%)
204	POLICE FACIL DEV IMPACT FEE	115,955	56,993	(50.85%)	58,984	35,977	(36.87%)	21,800	(39.41%)
205	PARKLD FACIL DEV IMPACT FEE	364,015	90,938	(75.02%)	562,037	166,500	83.09%	90,700	(45.53%)
206	QUIMBY IN-LIEU PARK FEE	165,683	41,402	(75.01%)	90,000	91,700	121.49%	52,600	(42.64%)
207	RECREATN CTR DEV IMPACT FEE	12,272	3,155	(74.29%)	14,436	95,000	2,911.09%	51,900	(45.37%)
208	LIBRARIES DEV IMPACT FEE	273,769	175,188	(36.01%)	116,863	181,000	3.32%	98,700	(45.47%)
209	CITY HALL DEV IMPACT FEE	187,404	82,035	(56.23%)	82,380	91,617	11.68%	54,500	(40.51%)
210	CORPORATE YD DEV IMPACT FEE	95,283	13,978	(85.33%)	13,783	29,281	109.48%	16,500	(43.65%)
211	INTERCHANGE IMPROVMNTS	282,863	158,908	(43.82%)	74,143	63,439	(60.08%)	41,100	(35.21%)
212	MAINTENANCE EQPT DEV IMP FEE	7,444	(6,507)	(187.41%)	3,262	4,831	(174.24%)	4,200	(13.06%)
213	ANIMAL SHELTER DEV IMP FEE	8,339	10,314	23.68%	-	11,200	8.59%	6,100	(45.54%)
225	TRAFF CONGESTION RELIEF	12,110	1,584,679	12,985.71%	1,779,098	1,687,479	6.49%	1,862,944	10.40%
226	PROP 1B	2,902,673	-	(100.00%)	2,682,869	-	-	-	-
227	FHWA TRANSIMS	-	116,444	100.00%	186,556	-	(100.00%)	186,600	100.00%
228	ECONOMIC STIMULUS FUND	-	-	-	1,310,000	-	-	-	-

**CITY OF MORENO VALLEY
Revenue Summary by Fund**

Fund #	Fund Description	2007-08		2008-09		2009-10		2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
229	EECBG FUND	-	-	-	1,684,300	-	-	1,594,016	100.00%
230	2009-DJ-BX-1178 JAG GRA	-	-	-	105,989	105,989	100.00%	78,118	(26.30%)
231	ICEP TASK FORCE FUND	-	-	-	50,668	-	-	-	-
233	EMERGENCY SVCS AGENCY FINES	-	-	-	-	-	-	14,000	100.00%
258	JAG - PD - 05 FUND	64,310	4	(99.99%)	-	-	(100.00%)	-	-
259	JAG - PD - 07 FUND	85,001	-	(100.00%)	-	-	-	-	-
260	JAG- PD- 08 FUND	-	603	100.00%	-	29,879	4,855.06%	-	(100.00%)
261	2008 COPS TECH PRGRM	-	32,355	100.00%	-	107,589	232.53%	-	(100.00%)
262	JAG 2009 SB-59-2366 FUND	-	-	-	435,672	435,672	100.00%	435,700	0.01%
280	CDBG FY05/06 FUND	549,115	332,524	(39.44%)	10,000	-	(100.00%)	10,000	100.00%
281	CDBG FY06/07 FUND	(4,530)	1	(100.02%)	-	-	(100.00%)	-	-
282	CDBG FY07/08 FUND	909,461	388,637	(57.27%)	405,675	402,800	3.64%	14,700	(96.35%)
283	CDBG FY08/09 FUND	-	1,414,902	100.00%	3,013,471	607,000	(57.10%)	418,652	(31.03%)
284	CDBG FY09/10 FUND	-	-	-	-	1,745,300	100.00%	-	(100.00%)
285	CDBG FY10/11 FUND	-	-	-	-	-	-	1,941,600	100.00%
290	UBG11 USED OIL RECYCLG	21,857	-	(100.00%)	-	-	-	-	-
291	UBG12 USED OIL RECYCLG	42,006	785	(98.13%)	-	-	(100.00%)	-	-
292	UBG13 USED OIL RECYCLG	283	44,192	15,515.55%	-	-	(100.00%)	-	-
293	UBG14 USED OIL RECYCLG	-	-	-	41,988	18,263	100.00%	27,900	52.77%
294	TCA2-06-22 LOCAL GOVT WASTE	10,399	-	(100.00%)	-	-	-	-	-
295	TRI16-06-1 TARGETED RUBBER	-	47,950	100.00%	84,000	28,000	(41.61%)	56,000	100.00%
301	2005 LEASE REV BONDS	3,575,960	4,403,104	23.13%	2,678,517	2,643,817	(39.96%)	2,644,491	0.03%
303	TWNGT IMP DEBT SERV FUND	454,514	3,965,920	772.56%	-	-	(100.00%)	-	-
305	TWNGT REF DEBT SERV FUND	78,950	13,465,179	16,955.32%	-	-	(100.00%)	-	-
313	TWNGT IMPV SPCL TAX REF	4,077,367	1,356,595	(66.73%)	404,628	393,928	(70.96%)	394,000	0.02%
315	TWNGT SPCL TAX REFNDG	13,003,349	5,142,558	(60.45%)	489,726	404,631	(92.13%)	1,158,700	186.36%
316	ASSMT DIST 98-1-DEBT SVC	3,249	4,042	24.41%	2,612	2,612	(35.38%)	2,700	3.37%
321	CH COP 97 DEBT SERV FUND	811,498	645,569	(20.45%)	883,740	-	(100.00%)	822,025	100.00%
325	PUB SAFTY BOND DEBT SVC	422,035	406,226	(3.75%)	404,169	404,169	(0.51%)	404,200	0.01%

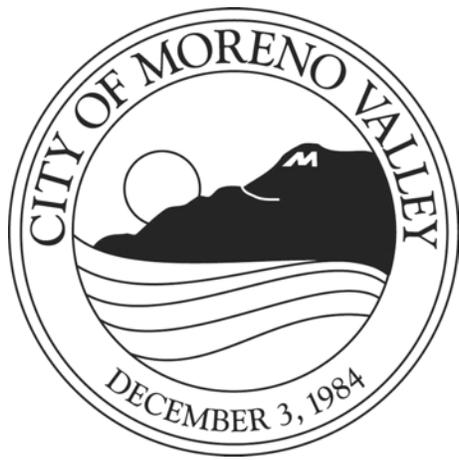
**CITY OF MORENO VALLEY
Revenue Summary by Fund**

Fund #	Fund Description	2007-08	2008-09		2009-10		2010-11		
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
328	AUTOML REFIN-CFD #3 DBT SVC	3,269,386	2,176,282	(33.43%)	2,448,489	2,237,989	2.84%	2,188,100	(2.23%)
329	CFD#5 STONERIDGE DEBT SVC	356,740	345,045	(3.28%)	382,015	362,115	4.95%	362,200	0.02%
330	CFD #4I - INFRA DEBT SVC	-	-	-	10,600,000	-	-	12,300,000	100.00%
340	OPA SALES TAX #2 FUND	385,926	394,359	2.19%	350,000	-	(100.00%)	350,000	100.00%
369	CTRPT 87-4 AGENCY FUND	421,446	242,476	(42.47%)	1,950	-	(100.00%)	-	-
370	MV FOUNDATION - DONATION	207,626	84,185	(59.45%)	-	-	(100.00%)	-	-
371	ARTS COMMISSION	-	542	100.00%	-	1,500	176.75%	1,000	(33.33%)
380	CELEBRATION PARK ENDOWM	1,789	1,385	(22.58%)	1,000	-	(100.00%)	1,000	100.00%
381	EQUESTRIAN TRAIL ENDOWM	366	359	(1.91%)	-	-	(100.00%)	-	-
412	FACILITY CONST FUND	1,972,060	2,511,992	27.38%	-	-	(100.00%)	-	-
414	PW GENERAL CAPITAL PROJ	299,171	1,100	(99.63%)	30,900	30,000	2,627.27%	30,900	3.00%
415	TUMF CAPITAL PROJECTS	2,281,141	7,515,550	229.46%	8,000,000	6,698,670	(10.87%)	6,000,000	(10.43%)
416	DIF ARTERIAL STREETS CAP PROJ	3,202,852	4,217,246	31.67%	1,838,894	1,838,912	(56.40%)	296,000	(83.90%)
417	DIF TRAFFIC SIGNAL CAP PROJ	834,492	363,117	(56.49%)	1,375,380	1,376,879	279.18%	1,000	(99.93%)
418	DIF INTERCHANGE IMPRV	-	-	-	-	-	-	1,740,000	100.00%
434	FIRE SERVICES CAP FUND	459	-	(100.00%)	-	-	-	-	-
461	PARKS & RECREATION CAP	6,066,113	165,950	(97.26%)	-	-	(100.00%)	-	-
501	2005 LEASE REV BONDS	1,540,670	506,746	(67.11%)	100,000	-	(100.00%)	100,000	100.00%
502	TWNGT B CAP-ADMIN FUND	78,760	-	(100.00%)	-	-	-	-	-
506	TWNGT REF CAP-ADMIN FUND	-	392,244	100.00%	-	-	(100.00%)	-	-
512	CTRPT 87-4 CAP-ADMIN FUND	181,525	58,787	(67.61%)	-	-	(100.00%)	-	-
513	TWNGT IMPV SPCL TAX CAP	-	3,700	100.00%	38,250	38,250	933.78%	38,250	-
515	2007 TWNGT SPCLTAX REF	-	-	-	139,750	139,750	100.00%	145,650	4.22%
518	WARNER RANCH ASDST FUND	8,415	9,263	10.08%	8,325	8,325	(10.13%)	8,400	0.90%
528	AUTOMALL CAP-ADMIN FUND	512,462	148,446	(71.03%)	148,940	148,940	0.33%	62,500	(58.04%)
529	CFD#5 STONERIDGE CAP/ADM	272,445	72,768	(73.29%)	54,000	54,000	(25.79%)	54,000	-
530	CFD #4I - INFRA CAP/ADM	-	-	-	50,000	-	-	10,407,900	100.00%
601	ELECTRIC FUND	9,974,644	12,488,845	25.21%	15,546,492	13,494,317	8.05%	13,869,500	2.78%
602	2007 TAXABLE LEASE REV	425,194	994,705	133.94%	41,410	-	(100.00%)	-	-

CITY OF MORENO VALLEY
Revenue Summary by Fund

Fund #	Fund Description	2007-08	2008-09	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	2009-10	% Increase/ (Decrease) over/(under) 2008-09 Actual	2010-11	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
		Actual	Actual			Projected Actual		Adopted Budget	
603	2005 LEASE REVENUE BOND	-	112,731	100.00%	-	-	(100.00%)	-	-
741	GENERAL LIABILITY INS FUND	1,432,726	1,292,474	(9.79%)	1,031,201	1,031,201	(20.21%)	951,300	(7.75%)
745	WORKER'S COMP FUND	1,796,878	1,344,853	(25.16%)	870,770	870,770	(35.25%)	-	(100.00%)
750	MANAGEMENT INFO SYSTEM	4,422,786	3,926,115	(11.23%)	4,282,435	4,282,435	9.08%	4,282,600	0.00%
751	CENTRAL SERVICES FUND	114,497	(37,373)	(132.64%)	-	-	(100.00%)	-	-
754	FACILITIES FUND	4,253,956	4,606,852	8.30%	4,211,259	4,211,259	(8.59%)	2,762,530	(34.40%)
755	EQUIPMENT MAINTENANCE FUND	978,989	825,974	(15.63%)	718,206	718,206	(13.05%)	718,300	0.01%
757	EQUIPMENT REPLACEMENT RES	2,217,697	2,332,056	5.16%	2,306,405	-	(100.00%)	2,306,500	100.00%
891	RDA ADMIN FUND	1,033,174	891,072	(13.75%)	-	833,505	(6.46%)	-	(100.00%)
892	RDA CAP PROJECT FUND	179,221	80,356	(55.16%)	-	1,253,600	1,460.06%	-	(100.00%)
894	RDA HOUSING FUND	5,501,564	4,970,700	(9.65%)	562,577	4,408,333	(11.31%)	318,500	(92.78%)
895	RDA TAX INCREMENT FUND	14,185,628	13,649,635	(3.78%)	11,434,098	11,066,165	(18.93%)	10,347,604	(6.49%)
896	RDA 2007TABS, SERIES A	43,857,787	2,846,135	(93.51%)	1,100	-	(100.00%)	1,100	100.00%
897	RDA 2007TABS, SERIES A	919,615	908,155	(1.25%)	1,000,000	1,000,000	10.11%	900,000	(10.00%)
898	RDA 2007TABS, SERIES B	561,197	721,949	28.64%	-	600,000	(16.89%)	-	(100.00%)
911	THE DISASTER FUND	10,645	-	(100.00%)	-	-	-	-	-
GRAND TOTAL REVENUES		286,374,190	230,951,045	(19.35%)	217,737,363	190,108,268	(17.68%)	191,844,986	0.91%
Less Internal Service Funds ⁽¹⁾		15,217,529	14,290,951		13,420,276	11,113,871		11,021,230	
NET REVENUES		\$ 271,156,661	\$ 216,660,094	(20.10%)	\$ 204,317,087	\$ 178,994,397	(17.38%)	\$ 180,823,756	1.02%

(1) These Internal Service Funds (ISF) revenues are charges to all user funds; the cost of these ISF charges are already included in other funds' budgets. Therefore, their exclusion from the total budget reflects the true level of City revenues.



CITY OF MORENO VALLEY
Expenditure Summary by Fund

Fund #	Fund Description	2007-08		2008-09		2009-10		2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
010	GENERAL FUND	\$ 59,852,135	\$ 65,206,205	8.95%	\$ 61,953,688	\$ 62,382,238	(4.33%)	\$ 60,865,399	(2.43%)
011	DEVELOPMENT SVC FUND	11,070,438	8,195,551	(25.97%)	5,451,804	5,512,080	(32.74%)	4,557,441	(17.32%)
133	FIRE SVC OPERATIONS FUND	14,299,522	14,648,138	2.44%	15,265,132	15,659,100	6.90%	15,458,544	(1.28%)
	TOTAL GENERAL FUND	<u>85,222,095</u>	<u>88,049,894</u>	3.32%	<u>82,670,624</u>	<u>83,553,418</u>	(5.11%)	<u>80,881,384</u>	(3.20%)
121	GAS TAX FUND	4,655,544	4,184,419	(10.12%)	4,345,713	3,825,713	(8.57%)	2,836,686	(25.85%)
122	SCAG ARTICLE 3 FUND	64,853	-	(100.00%)	-	-	-	-	-
125	MEASURE "A" FUND	347,608	207,500	(40.31%)	298,383	298,383	43.80%	1,574,347	427.63%
128	ABC-POLICE GRANT FUND	13,397	(237)	(101.77%)	-	-	(100.00%)	-	-
130	SLESF-CCAT GRT-PD-AB322	366,264	179,327	(51.04%)	120,000	120,000	(33.08%)	100,000	(16.67%)
131	LIBRARY SERVICES FUND	2,239,469	2,112,524	(5.67%)	2,136,122	2,136,122	1.12%	1,903,462	(10.89%)
132	PUB/EDUC/GOVT ACCESS PRGM	756,581	532,905	(29.56%)	775,250	436,100	(18.17%)	425,612	(2.40%)
134	EMPG-EMERGNCY MGMT PREP	102,851	157,804	53.43%	123,380	97,025	(38.52%)	50,950	(47.49%)
136	OTS - POLICE FUND	116,074	116,618	0.47%	488,863	488,863	319.20%	117,000	(76.07%)
137	AIR QUALITY MGT FUND	15,014	131,086	773.09%	172,302	172,302	31.44%	207,181	20.24%
144	CDBG FY 01/02 FUND	30,000	30,000	-	30,000	30,000	-	30,000	-
146	CDBG FY 03/04 FUND	7,899	-	(100.00%)	-	-	-	-	-
148	CDBG PRIOR TO 95/96 FUND	13,547	-	(100.00%)	-	-	-	-	-
149	SPCL DIST ADMIN FUND	1,278,560	1,269,254	(0.73%)	1,169,779	1,169,779	(7.84%)	1,216,305	3.98%
151	STORM WATER MAINTENANCE	662,186	938,566	41.74%	574,911	574,911	(38.75%)	376,106	(34.58%)
152	STORM WATER MANAGEMENT	753,622	791,844	5.07%	805,538	863,909	9.10%	931,302	7.80%
153	BEVERAGE CONTAINER RECY	47,678	47,194	(1.02%)	-	-	(100.00%)	13,200	100.00%
160	CHILD CARE GRANT FUND	734,951	700,746	(4.65%)	766,456	766,456	9.38%	921,592	20.24%
161	ZONE "A" PARKS FUND	8,822,278	8,730,641	(1.04%)	8,899,930	8,051,417	(7.78%)	7,824,377	(2.82%)
162	STARS PROGRAM GRANT FUND	9,111,746	8,917,143	(2.14%)	5,914,687	5,891,600	(33.93%)	5,811,898	(1.35%)
171	ZONE "B" ST LGHT FUND	1,342,583	1,460,255	8.76%	1,647,740	1,647,740	12.84%	1,615,394	(1.96%)
172	ZONE "C" ART LGHT FUND	605,475	678,469	12.06%	735,754	735,754	8.44%	788,078	7.11%
176	HOME (FEDERAL) FUND	135,341	82,396	(39.12%)	381,423	381,423	362.91%	689,600	80.80%
181	ZONE "D" STD LDSC FUND	1,171,780	1,200,118	2.42%	1,222,314	1,222,314	1.85%	1,415,813	15.83%

CITY OF MORENO VALLEY
Expenditure Summary by Fund

Fund #	Fund Description	2007-08		2008-09		2009-10		2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
182	ZONE "E" EXT LDSC FUND	2,502,421	2,493,870	(0.34%)	2,561,159	2,561,159	2.70%	2,833,183	10.62%
183	ZONE "M" MEDIAN FUND	155,237	163,886	5.57%	253,568	253,568	54.72%	272,844	7.60%
184	CFD#1	774,212	715,271	(7.61%)	824,400	824,400	15.26%	939,525	13.96%
185	ZONE "S"	47	6,162	-	58,634	58,634	851.54%	117,600	100.57%
186	CFD #4M	6,003	21,925	265.23%	33,700	33,700	53.71%	35,000	3.86%
193	EPA GRANT - BOX SPRINGS	203,560	182,166	(10.51%)	74,443	74,443	(59.13%)	-	(100.00%)
194	JAG GRANT - CODE FUND	-	47,405	100.00%	33,165	32,452	(31.54%)	-	(100.00%)
196	ETA JOB TRAINING GRANT	-	-	-	118,886	118,886	100.00%	-	(100.00%)
197	NEIGHBORHOOD STABILIZATION	-	321	100.00%	11,390,116	11,390,116	-	-	(100.00%)
198	HOMELESSNESS PREVENTION	-	-	-	549,654	549,654	100.00%	183,218	(66.67%)
199	CDBG RECOVERY ACT OF 20	-	-	-	342,100	342,100	100.00%	137,192	(59.90%)
201	ARTERIAL STS DEV IMPACT FEE	4,345,362	5,437,525	25.13%	2,955,942	2,955,942	(45.64%)	1,413,675	(52.18%)
202	TRAFFIC SIGS DEV IMPACT FEE	838,735	360,618	(57.00%)	1,374,380	1,374,380	281.12%	-	(100.00%)
203	FIRE FACIL DEV IMPACT FEE	255,808	256,015	0.08%	257,328	257,328	0.51%	254,008	(1.29%)
204	POLICE FACIL DEV IMPACT FEE	1,408	675,005	-	675,493	675,493	0.07%	676,810	0.19%
205	PARKLD FACIL DEV IMPACT FEE	4,171,616	(105,000)	(102.52%)	-	-	(100.00%)	-	-
206	QUIMBY IN-LIEU PARK FEE	101,224	31,000	(69.37%)	-	-	(100.00%)	-	-
207	RECREATN CTR DEV IMPACT FEE	326,020	-	(100.00%)	-	-	-	-	-
208	LIBRARIES DEV IMPACT FEE	1,920,743	-	(100.00%)	-	-	-	-	-
209	CITY HALL DEV IMPACT FEE	2,336	-	(100.00%)	-	-	-	-	-
210	CORPORATE YD DEV IMPACT FEE	56,530	-	(100.00%)	-	-	-	-	-
211	INTERCHANGE IMPROVMNTS	2,433	-	(100.00%)	-	-	-	1,740,000	100.00%
212	MAINTENANCE EQPT DEV IMP FEE	112	-	(100.00%)	-	-	-	-	-
213	ANIMAL SHELTER DEV IMP FEE	188,286	-	(100.00%)	-	-	-	-	-
227	FHWA TRANSIMS	-	102,212	100.00%	151,182	151,182	47.91%	30,000	(80.16%)
229	EECBG FUND	-	-	-	1,684,300	-	-	1,594,016	100.00%
230	2009-DJ-BX-1178 JAG GRA	-	-	-	27,861	27,861	100.00%	78,118	180.38%
258	JAG - PD - 05 FUND	70,925	1,004	(98.58%)	-	-	(100.00%)	-	-
259	JAG - PD - 07 FUND	183,861	-	(100.00%)	-	-	-	-	-

CITY OF MORENO VALLEY
Expenditure Summary by Fund

Fund #	Fund Description	2007-08		2008-09		2009-10		2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
260	JAG- PD- 08 FUND	-	-	-	29,879	29,879	100.00%	-	(100.00%)
261	2008 COPS TECH PRGRM	-	32,706	100.00%	107,589	107,589	228.96%	-	(100.00%)
262	JAG 2009 SB-59-2366 FUND	-	-	-	435,672	435,672	100.00%	-	(100.00%)
282	CDBG FY07/08 FUND	922,855	-	(100.00%)	-	-	-	-	-
283	CDBG FY08/09 FUND	-	824,183	100.00%	-	-	(100.00%)	-	-
284	CDBG FY09/10 FUND	-	-	-	1,732,313	1,732,313	100.00%	-	(100.00%)
285	CDBG FY10/11 FUND	-	-	-	-	-	-	1,893,718	100.00%
290	UBG11 USED OIL RECYCLG	22,014	-	(100.00%)	-	-	-	-	-
291	UBG12 USED OIL RECYCLG	42,006	785	(98.13%)	-	-	(100.00%)	-	-
292	UBG13 USED OIL RECYCLG	283	44,192	-	3,919	3,919	(91.13%)	-	(100.00%)
293	UBG14 USED OIL RECYCLG	-	-	-	18,263	18,263	100.00%	27,855	52.52%
294	TCA2-06-22 LOCAL GOVT WASTE	10,399	-	(100.00%)	-	-	-	-	-
295	TRI16-06-1 TARGETED RUBBER	-	47,950	100.00%	28,000	28,000	(41.61%)	56,000	100.00%
301	2005 LEASE REV BONDS	2,689,228	3,686,100	37.07%	2,648,515	2,648,515	(28.15%)	2,644,491	(0.15%)
303	TWNGT IMP DEBT SERV FUND	4,289,348	962,039	(77.57%)	-	-	(100.00%)	-	-
305	TWNGT REF DEBT SERV FUND	13,573,261	4,363,634	(67.85%)	-	-	(100.00%)	-	-
313	TWNGT IMPV SPCL TAX REF	195,491	4,396,940	-	396,279	396,279	(90.99%)	393,550	(0.69%)
315	TWNGT SPCL TAX REFNDG	616,772	14,614,340	-	1,149,131	1,149,131	(92.14%)	1,158,150	0.78%
316	ASSMT DIST 98-1-DEBT SVC	3,443	2,863	(16.85%)	2,611	2,611	(8.80%)	2,400	(8.08%)
321	CH COP 97 DEBT SERV FUND	811,669	695,961	(14.26%)	844,375	820,175	17.85%	822,025	0.23%
325	PUB SAFTY BOND DEBT SVC	428,759	404,321	(5.70%)	404,169	404,169	(0.04%)	404,200	0.01%
328	AUTOML REFIN-CFD #3 DBT SVC	2,635,370	2,131,560	(19.12%)	2,522,240	2,522,240	18.33%	2,416,800	(4.18%)
329	CFD#5 STONERIDGE DEBT SVC	347,955	341,873	(1.75%)	357,315	357,315	4.52%	361,600	1.20%
330	CFD #4I - INFRA DEBT SVC	-	-	-	-	-	-	11,493,200	100.00%
335	COP 93 DEBT SERV FUND	2,000	5,000	150.00%	2,400	-	(100.00%)	-	-
340	OPA SALES TAX #2 FUND	385,926	394,359	2.19%	-	-	(100.00%)	350,000	100.00%
369	CTRPT 87-4 AGENCY FUND	869,255	399,082	(54.09%)	-	-	(100.00%)	-	-
370	MV FOUNDATION - DONATION	1,254	50	(96.01%)	50	50	-	50	-
371	ARTS COMMISSION	-	450	100.00%	1,000	1,000	122.22%	1,000	-

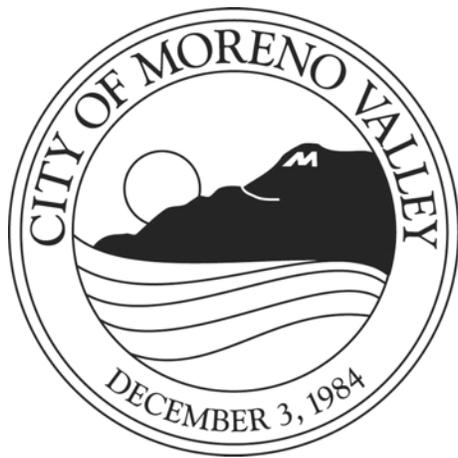
CITY OF MORENO VALLEY
Expenditure Summary by Fund

Fund #	Fund Description	2007-08		2008-09		2009-10		2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
412	FACILITY CONST FUND	-	67,040	100.00%	2,996,578	-	(100.00%)	-	-
413	CAP IMPROVEMENT FUND	-	38,487	100.00%	-	-	(100.00%)	-	-
416	DIF ARTERIAL STREETS CAP PROJ	7,214,399	-	(100.00%)	-	-	-	-	-
417	DIF TRAFFIC SIGNAL CAP PROJ	513,902	-	(100.00%)	-	-	-	-	-
434	FIRE SERVICES CAP FUND	-	98,000	100.00%	-	-	(100.00%)	-	-
501	2005 LEASE REV BONDS	1,374,223	309,148	(77.50%)	-	-	(100.00%)	-	-
504	TWNGT IMP CAP-ADMIN FUND	40,013	3,038	(92.41%)	-	-	(100.00%)	-	-
506	TWNGT REF CAP-ADMIN FUND	136,875	-	(100.00%)	-	-	-	-	-
512	CTRPT 87-4 CAP-ADMIN FUND	58,786	58,787	0.00%	54,190	-	(100.00%)	-	-
513	TWNGT IMPV SPCL TAX CAP	-	4,014	100.00%	35,035	35,035	772.82%	38,200	9.03%
515	2007 TWNGT SPCLTAX REF	-	57	100.00%	138,375	138,375	-	145,600	5.22%
518	WARNER RANCH ASDST FUND	2,693	2,694	0.04%	7,188	7,188	166.82%	7,100	(1.22%)
528	AUTOMALL CAP-ADMIN FUND	1,080,560	148,446	(86.26%)	148,940	148,940	0.33%	61,900	(58.44%)
529	CFD#5 STONERIDGE CAP/ADM	2,306,244	2,228,521	(3.37%)	516,520	516,520	(76.82%)	53,700	(89.60%)
530	CFD #4I - INFRA CAP/ADM	-	-	-	-	-	-	10,407,900	100.00%
601	ELECTRIC FUND	10,926,171	12,441,799	13.87%	12,755,102	12,755,102	2.52%	12,159,595	(4.67%)
602	2007 TAXABLE LEASE REV	1,467,760	2,620,388	78.53%	1,835,602	1,835,602	(29.95%)	1,830,800	(0.26%)
603	2005 LEASE REVENUE BOND	38,230	693,216	-	322,963	322,963	(53.41%)	318,200	(1.47%)
741	GENERAL LIABILITY INS FUND	1,932,702	660,932	(65.80%)	1,846,453	1,269,453	92.07%	1,362,100	7.30%
745	WORKER'S COMP FUND	1,296,862	522,829	(59.69%)	874,021	874,021	67.17%	985,072	12.71%
750	MANAGEMENT INFO SYSTEM	3,836,406	3,966,273	3.39%	4,749,936	4,749,709	19.75%	4,211,857	(11.32%)
751	CENTRAL SERVICES FUND	289,835	-	(100.00%)	-	-	-	-	-
752	GRAPHIC SUPPORT FUND	20,563	-	(100.00%)	-	-	-	-	-
754	FACILITIES FUND	4,037,217	4,056,495	0.48%	5,058,784	5,187,036	27.87%	4,422,429	(14.74%)
755	EQUIPMENT MAINTENANCE FUND	986,549	821,533	(16.73%)	715,800	715,800	(12.87%)	699,319	(2.30%)
757	EQUIPMENT REPLACEMENT RES	1,178,657	1,347,889	14.36%	2,508,450	383,752	(71.53%)	376,000	(2.02%)
891	RDA ADMIN FUND	1,032,544	846,919	(17.98%)	842,673	842,673	(0.50%)	827,252	(1.83%)
892	RDA CAP PROJECT FUND	142,552	-	(100.00%)	325,000	-	-	-	-
894	RDA HOUSING FUND	7,294,805	1,172,952	(83.92%)	1,715,684	1,295,684	10.46%	3,323,694	156.52%

CITY OF MORENO VALLEY
Expenditure Summary by Fund

Fund #	Fund Description	2007-08	2008-09		2009-10			2010-11	
		Actual	Actual	% Increase/ (Decrease) over/(under) 2007-08 Actual	Adjusted Budget	Projected Actual	% Increase/ (Decrease) over/(under) 2008-09 Actual	Adopted Budget	% Increase/ (Decrease) over/(under) 2009-10 Projected Actual
895	RDA TAX INCREMENT FUND	11,963,889	12,936,214	8.13%	8,579,584	8,579,584	(33.68%)	4,881,292	(43.11%)
896	RDA 2007TABS, SERIES A	43,857,564	2,846,359	(93.51%)	2,178,559	2,178,559	(23.46%)	2,183,575	0.23%
897	RDA 2007TABS, SERIES A	2,375	-	(100.00%)	-	-	-	-	-
898	RDA 2007TABS, SERIES B	561,197	721,949	28.64%	600,000	600,000	(16.89%)	410,000	(31.67%)
	GRAND TOTAL EXPENDITURES	266,165,136	212,870,218	(20.02%)	196,134,637	187,237,643	(12.04%)	190,766,100	1.88%
	Less Internal Service Funds ⁽¹⁾	13,578,791	11,375,951		15,753,444	13,179,771		12,056,777	
	NET EXPENDITURES	\$ 252,586,345	\$ 201,494,267	(20.23%)	\$ 180,381,193	\$ 174,057,872	(13.62%)	\$ 178,709,323	2.67%

(1) These Internal Service Funds (ISF) revenues are charges to all user funds; the cost of these ISF charges are already included in other funds' budgets. Therefore, their exclusion from the total budget reflects the true level of City expenditures.

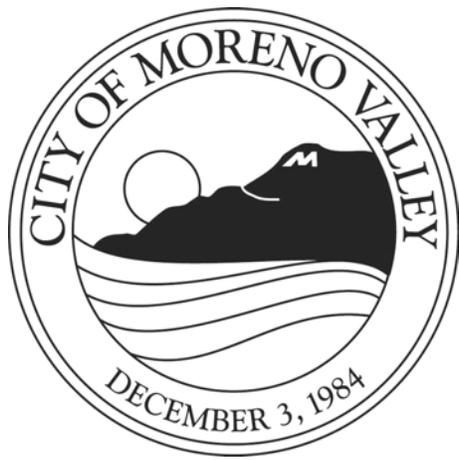


DEFICIT REDUCTION PLAN

FISCAL YEAR 2010-11



CITY OF MORENO VALLEY



DEFICIT REDUCTION PLAN

FISCAL YEAR 2010-11



CITY COUNCIL

Bonnie Flickinger
Mayor

Robin N. Hastings
Mayor Pro Tem

William H. Batey II
Council Member

Jesse L. Molina
Council Member

Richard A. Stewart
Council Member

ADMINISTRATION

William L. Bopf
Interim City Manager

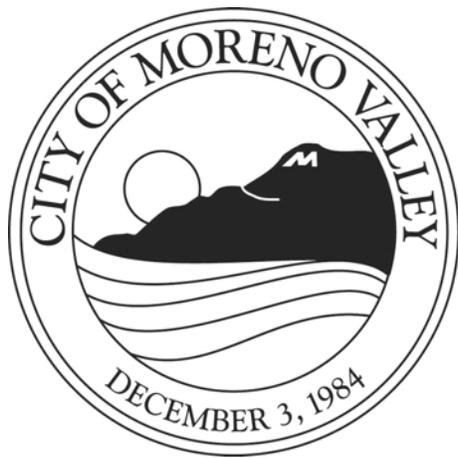
Steve Elam
Interim Financial & Administrative Services Director



Prepared by the
Financial & Administrative Services Department

14177 Frederick Street
Moreno Valley, CA 92552-0805
951.413.3088

CITY OF MORENO VALLEY



DEFICIT REDUCTION PLAN

FISCAL YEAR 2010-11

To: Honorable Mayor, Members of the City Council and Citizens of Moreno Valley

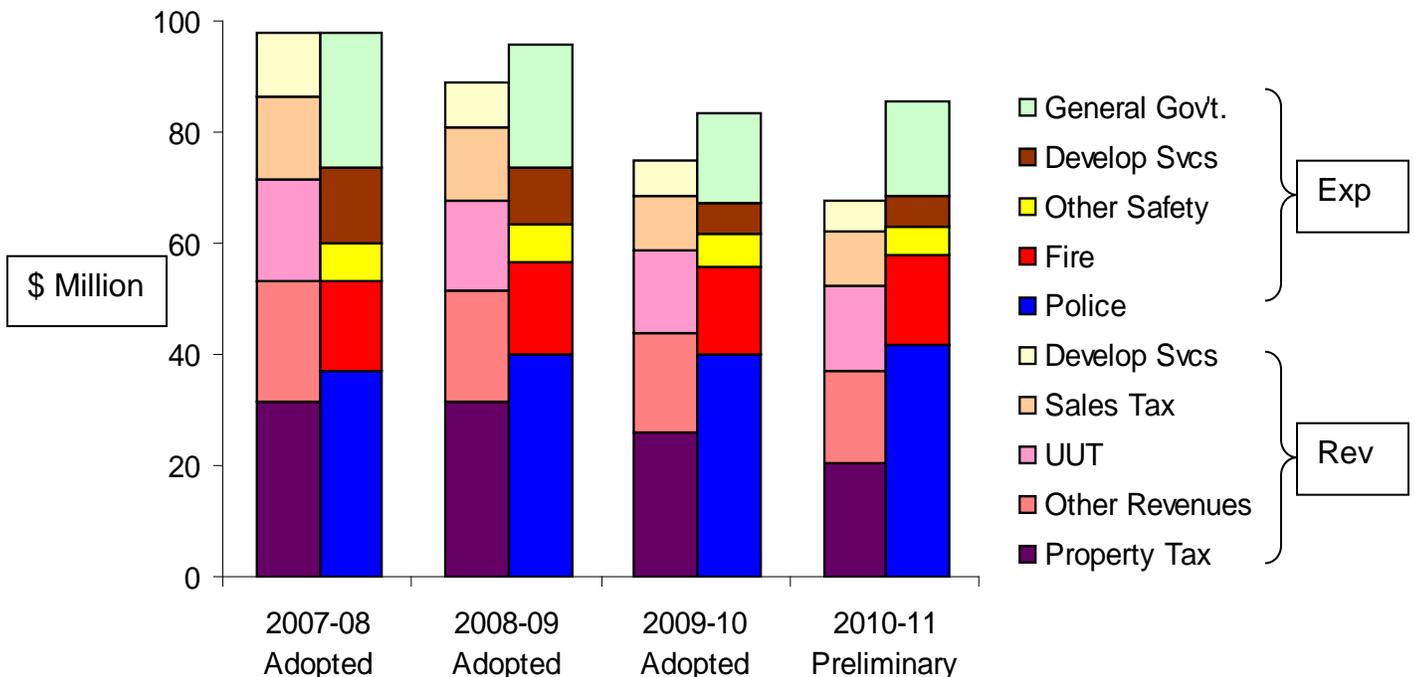
Introduction

On April 13, 2010, the Fiscal Year (FY) 2010-11 Preliminary Base Operating Budget was distributed to the City Council and staff. This “preliminary” budget reflected a projected General Fund operating deficit of \$17.8 million due to the continuing impact of the economic recession on the City’s major revenue sources. The projected General Fund operating deficit is based on the following estimates for FY 2010-11:

General Fund Operating Revenues:	\$67.8 million
General Fund Operating Expenditures:	<u>\$85.6 million</u>
Projected General Fund Operating Deficit	(\$17.8 million)

The following chart highlights how the General Fund operating deficit has grown the past few years as a result of the economic recession. The bar on the left of each grouping represents revenues; the bar on the right of each grouping represents expenditures.

**General Fund Operating Budget
Revenues & Expenditures**



As shown in the previous chart, the FY 2007-08 budget was adopted with operating revenues and expenditures completely balanced. By FY 2008-09, there was an operating deficit of \$7.0 million which had to be backfilled through a combination of prior-year savings, transfers, and reserves. This operating deficit increased to \$8.6 million in FY 2009-10, despite a significant reduction in the expenditure budget realized through implementation of a Deficit Reduction Plan; with the deficit again backfilled with prior-year savings and reserves. For FY 2010-11, the projected operating deficit will increase to \$17.8 million. This projected deficit will be addressed through a combination of solutions including anticipated prior-year savings, additional transfers, and the Deficit Reduction Plan.

Budget Adjustments

Facing such a significant budgetary deficit next fiscal year, staff evaluated a number of potential adjustments that can be made to reduce the deficit. Following an analysis by the Budget Review Committee, staff was given the direction to proceed with the following adjustments:

Current year savings that can be carried over to next fiscal year

In conjunction with the FY 2010-11 budget development process, projections were made of FY 2009-10 year-end expenditures. In addition to the department-projected savings of \$796,100, which were reported to the City Council during the Mid-Year Budget Review on February 23, 2010 and needed to keep this fiscal year’s budget in balance, an additional 2009-10 savings of \$1,520,800 was identified that will be carried over to help balance next fiscal year’s budget. Any budget appropriations approved by the City Council through the balance of this fiscal year will reduce this savings.

Transfers to return previous General Fund subsidies

Based on previous General Fund subsidies and current fund balance, the following transfers to the General Fund can be made, while keeping a minimum reserve of 12% of operating expenditures, consistent with the General Fund:

- Gas Tax \$500,000
- Public Education/Government Access (PEG) \$339,100
- CSD Zone A (Parks) \$800,000
- Total transfers of previous subsidies \$1,639,100

Other transfers

Transfers to the General Fund from two other funds will be made following an analysis of the funds:

- EOC Project Fund \$1,100,700
(Return of surplus project funds that were contributed from the General Fund)

- Equipment Replacement Fund \$2,102,400
(Fully depreciated assets that no longer need to be replaced)

- Facility Construction Fund \$776,000
(Preliminary contribution to Veterans Memorial Project; funded by 2005 Lease Revenue Bonds)

- Total other transfers \$3,979,100

Following is a summary of the total budgetary adjustments that will be implemented to reduce the projected FY 2010-11 General Fund deficit of \$17.8 million:

Projected Deficit		\$17,876,300
Budgetary Adjustments:		
- Current year savings to be carried over to FY 2010-11	(\$1,020,800)	
- Transfers to return previous General Fund subsidies	(\$1,639,100)	
- Other transfers	(\$3,979,100)	
- Total Budgetary Adjustments		(\$6,639,000)
Remaining Deficit		\$11,237,300

The budget adjustments of \$6.6 million, as shown above, will significantly reduce the projected deficit. However, it should be noted that a number of these adjustments are considered to be “one-time” in nature and will not be available on a recurring basis. Therefore, the true operating deficit of \$17.8 million is cause for concern on a go-forward basis.

Budget Issues

Despite facing a significant budgetary deficit in FY 2010-11, departments were provided the opportunity to submit proposed Budget Issues to identify areas in which budgetary increases were needed to maintain critical service levels. There are three (3) such Budget Issues that are recommended for implementation, as summarized below. Details regarding these budget issues are presented in the Preliminary Base Operating Budget.

Budget Issue	Requesting Department	General Fund Amount
Re-establish Funding for Budget Officer Position	Financial & Administrative Services	\$98,700
Supplement Emergency Operations Grant with General Fund Subsidy	Fire	\$43,100
Increase in NPDES Regulatory Fees	Public Works	\$76,000
Total General Fund Budget Increase		\$217,800

Balancing the General Fund Budget through the Deficit Reduction Plan

Adding the additional funding of \$217,800 for the recommended Budget Issues to the projected General Fund deficit (net of adjustments) of \$11,237,300 results in a total projected General Fund deficit of \$11,455,100. Solutions for addressing this deficit are presented in the FY 2010-11 Deficit Reduction Plan that is hereby submitted for Council’s consideration.

Deficit Reduction Plan Guidelines

The City has utilized a deficit reduction planning model the past two years to identify potential budgetary reductions that can be implemented to achieve a balanced General Fund budget. Following are the guidelines that were utilized to prepare the FY 2010-11 Deficit Reduction Plan:

- Deficit reduction options will be identified to cover the anticipated budgetary deficit, which was \$10.4 million based on the FY 2009-10 Five-Year Financial Plan. This projected deficit was also used for planning purposes at the time the Deficit Reduction Plan preparation commenced in December 2009.
- It is prudent to prepare for an even larger deficit in the event that the final revenue estimates are less than those reflected in the Five-Year Financial Plan, or if there are unanticipated expenditure increases. (This guideline was validated when the projected General Fund deficit increased to \$17.8 million, primarily due to declining property tax revenue projections.)
- The City’s projected General Fund deficit could also be impacted by future actions of the State of California to confiscate or divert local government revenues to help balance the State’s budget. (The State rarely adopts its annual budget prior to July 1st. Therefore, the City may adopt a balanced budget in June; then have the State take subsequent actions that impact the City’s budget.)
- Based on the above factors, the FY 2010-11 Deficit Reduction Plan has been structured to identify total General Fund balancing solutions of \$11.5 million as summarized below:

▪ Potential Revenue Enhancements:	\$216,000
▪ Potential Expenditure Reductions:	5,288,185
▪ Proceeds from Settlement of ENCO Litigation:	972,233
▪ Potential Use of General Fund Reserves:	<u>5,000,000</u>
▪ Total Potential Solutions:	<u>\$11,476,418</u>

Deficit Reduction Savings Targets

- In order to achieve the General Fund expenditure reduction target of \$5.3 million, which was specified in the Deficit Reduction Plan preparation guidelines, Deficit

Reduction Options (DROs) were developed by departments based on the following percentages of the FY 2009-10 Adopted Budget.

- General Government business units: 35%
- Development Services business units: 35%
- Internal Service Funds: 35%
 - Maintenance & Operations
 - Facilities Maintenance
 - Technology Services
 - General Liability
 - Workers' Compensation
- Public Safety & related business units: 10%
 - Police
 - Fire
 - Animal Services
 - Code Compliance
 - Emergency Operations
 - Crossing Guards
 - Graffiti Abatement
- Library business unit: 10%

➤ Funds other than the General Fund that receive a General Fund subsidy were required to submit DROs equaling the amount of their FY 2009-10 General Fund subsidy and/or their projected FY 2010-11 operating deficit, as follows:

- Gas Tax: \$1,000,000
- Public Education/Government (PEG) Fund: \$300,000
- CSD/Zone L (Library) Fund: \$212,000
- Stormwater Maintenance Fund: \$182,000

➤ Funds not identified above were not required to submit DROs, as they do not have projected deficits for FY 2010-11 or have adequate fund balance to absorb an operating deficit. (Examples are Redevelopment Agency (RDA) and Electric Utility.)

➤ Although the dollar value of all percentage target savings is greater than the projected budgetary deficit, these additional solutions are in place should the State take actions that adversely impact the City's revenues, or should actual revenues received during the fiscal year be less than projected.

Guidelines for Developing DROs

The following guidelines were provided to departments for use in their DRO preparation:

- DROs can relate to revenue enhancement as well as cost reduction measures.
- Each DRO must be completed in a comprehensive manner so it can be evaluated relative to other DROs. DROs consist of the following elements:
 - Description of cost reduction or revenue enhancement;
 - Internal Service Impact (None or Minimal / Moderate / High);
 - External Service Impact (None or Minimal / Moderate / High);
 - Staffing Impact;
 - Cost reduction itemization;
 - Revenue impact, if any.
- DROs should focus on elimination or reduction of non-mandated (discretionary) programs rather than further “line-item” reductions that would impair a department’s ability to deliver essential services.
- Each DRO must be prioritized by the respective Department Head based on its service level impact and other key considerations. (Note: Priority 1 would be the first item recommended by a Department Head for consideration based on its service level impact; Priority 2 would be the next item recommended for consideration, etc.)
- FY 2010-11 DROs cannot include items already implemented in previous Deficit Reduction Plans; i.e., they must represent new savings that can be achieved in the FY 2010-11 Preliminary Base Operating Budget.

Staffing Impacts of DROs

The departmental DRO summaries identify any staffing impacts associated with each DRO, including the number of positions impacted; whether the positions are temporary or career, filled or vacant, City employees or contract employees (such as Police or Fire); and whether the employee would be transferred to another division within the department or laid off.

Council Deliberation on DROs

Following briefing sessions with each Council Member the week of May 3rd, an overview of the Preliminary Base Operating Budget and Deficit Reduction Plan will be presented during the City Council meeting of May 11, 2010. During the ensuing Study Session of May 18, 2010, time will be allocated for the City Council to ask each Department Head and staff detailed questions regarding their DROs. Additional questions or follow-up issues regarding DROs may also be addressed during the Regular Council Meetings of May 25th and June 8th, as well as the second Study Session on June 15th, prior to scheduled budget adoption on June 22, 2010.

Public Safety DROs

In addition to the Study Sessions and Regular Council Meetings devoted to discussion of the Preliminary Base Operating Budget and Deficit Reduction Plan, discussion of the Police Department and Fire Department DROs has been scheduled for the Public Safety Subcommittee meeting of May 10, 2010.

When reviewing the Police Department and Fire Department DROs, the following provisions in the respective contracts should be noted.

Police Services Contract

Variation in Level of Service: Variation in the level of service shall be made by amendment, as provided for in Section 12 of this Agreement, and under the following terms:

If City requests an increase in the level of service to be provided under this Agreement, County agrees to provide such increased level of service as soon as is practicable, consistent with the ability of the Sheriff to do so.

If City elects to reduce the level of service provided herein by ten percent (10%) or greater, City must give notice in writing to County not less than twelve (12) calendar months prior to the effective date of such reduction. If City elects to reduce the level of service provided herein by less than ten percent (10%), County agrees to reduce the level of service accordingly as soon as it is practicable. The level of service, however, may not be reduced to below the minimum level, as determined by County, required to ensure public and officer safety.

Fire Services Contract

In the event CITY desires a reduction in CAL FIRE or COUNTY civil service employees or services assigned to CITY as provided in Exhibit A of the Fire Service Contract, CITY shall provide one hundred twenty (120) days written notice of the required reduction.

DROs Outside of the General Fund

The majority of DROs included in the Deficit Reduction Plan relate to the General Fund. However, those DROs not related to the General Fund are included to help offset projected operating deficits for FY 2010-11 or, in the case of some of the Internal Service Fund DROs, because they contribute to General Fund savings through the cost allocation process. Therefore, it is recommended that each of the DROs outside of the General Fund be implemented.

Proposed DRO Offsets

Two (2) DRO Offsets have been proposed, which would reinstate partial funding for associated DROs to mitigate the service level impacts, should the City Council direct

staff to implement these DROs. If each of the two recommended DRO Offsets is approved by the City Council, it will reduce the General Fund DRO savings by \$54,257. The two items are summarized below:

DRO Offset Description	Requesting Department	General Fund Amount
Funding for one (1) Temporary, P/T Librarian	Library	\$21,840
Funding for two (2) Temporary, P/T Maintenance Worker IIs	Public Works	\$32,417
Total Proposed General Fund DRO Offsets		\$54,257

Summary

The prolonged economic recession has resulted in three challenging fiscal years for the City. After adopting a budget in FY 2007-08 in which General Fund operating revenues fully matched operating expenditures, revenues began declining; resulting in the need for significant expenditure reductions to ensure that expenditures remained within the General Fund revenues. The next two fiscal years (2008-09 and 2009-10) became more challenging as General Fund operating revenues continued their decline, resulting in growing operating deficits that had to be overcome with aggressive cost-cutting measures including workforce reductions, return of General Fund subsidies previously made to other funds, and use of reserves. FY 2010-11 will be even more challenging than the previous two years, as the projected General Fund operating deficit will grow to \$17.8 million. A number of transfers and other budget adjustments have been identified, which will reduce this expected deficit to \$11.2 million. Adding three recommended Budget Issues (which represent additional budgeted expenditures) that are critically needed, results in a projected General Fund deficit of nearly \$11.5 million for FY 2010-11. Actions taken by the State of California in response to its estimated budget deficit of \$18.9 billion or more could further impact the City's budget. To enable adoption of a balanced budget for FY 2010-11, a Deficit Reduction Plan is hereby submitted for City Council's review and consideration. This Plan has identified a number of solutions, totaling \$11.5 million for the General Fund, that can be implemented to balance the FY 2010-11 Preliminary Base Operating Budget as follows:

- Potential Revenue Enhancements: \$216,000
- Potential Expenditure Reductions: 5,288,185
- Proceeds from Settlement of ENCO Litigation: 972,233
- Potential Use of General Fund Reserves: 5,000,000
- Total Potential Solutions: \$11,476,418

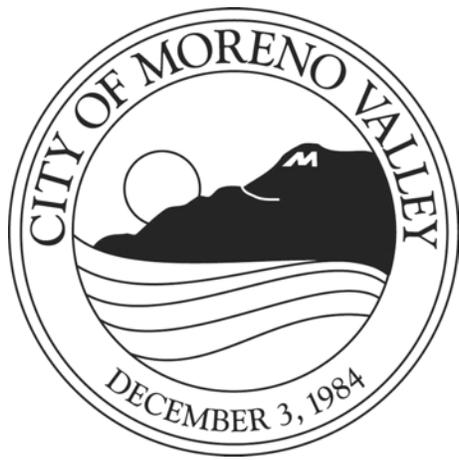
After three years of aggressive cost-cutting measures that have been required to offset the declining revenues resulting from the economic recession, departments have once again responded to a very challenging budget for FY 2010-11 by identifying a number of potential solutions to allow a balanced budget to be adopted. I sincerely appreciate the

cooperation of each Department Head and their staff in identifying meaningful solutions to overcome the projected budgetary deficit for FY 2010-11. The City Council has made a strong commitment to adopting a balanced budget prior to the start of each fiscal year. The FY 2010-11 Deficit Reduction Plan presents the Council with options for continuing this sound fiscal practice and adopting a balanced budget in June for the upcoming fiscal year that starts July 1, 2010.

Respectively submitted,

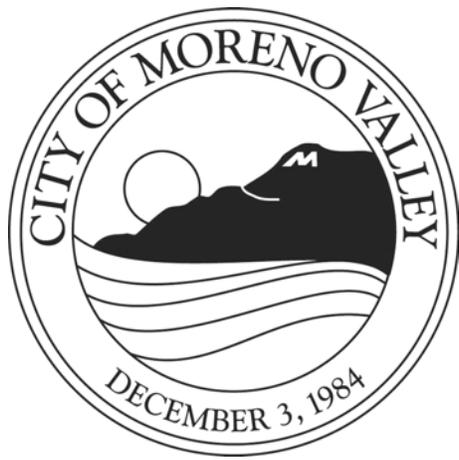
A handwritten signature in black ink, appearing to read "William L. Bopf". The signature is written in a cursive style with a large, stylized initial "W".

William L. Bopf
Interim City Manager



Deficit Reduction Option Summary

Department	Savings
General Fund - Revenue Enhancements:	
Community Development	\$ 180,800
Fire	35,200
	216,000
General Fund - Deficit Reduction Options:	
City Council/City Clerk	148,701
City Attorney	206,376
City Manager	318,904
Community Development	255,511
Economic Development	244,578
Financial & Administrative Services	874,400
Fire	203,700
Human Resources	757,625
Police	498,123
Public Works	1,834,524
	5,342,442
DRO Offsets:	
Library	(21,840)
Public Works	(32,417)
	(54,257)
Use of Proceeds from Settlement of ENCO Litigation	972,233
Use of Reserves:	
Non-Department	5,000,000
NET - General Fund	\$ 11,476,418
Other Funds - Deficit Reduction Options:	
Financial & Administrative Services ISF - non-General Fund	\$ 4,105,600
Human Resources ISF - non-General Fund	619,875
Library	212,000
Parks & Community Services	228,200
Public Works	171,800
Total Other Funds:	\$ 5,337,475



City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)

Dept	Business	Revenue/ Expense	Business	Description of Program/Function or Activity	STAFFING IMPACT					DROs	
					City	Contract	FTC	Filled/ or	Transfer	Total	General
Rank	Dept	Unit	Unit		No.	No.	Temp	Vacant	Lay-off		Fund
1	Council/ Clerk	13110	City Clerk	Defund Assistant City Clerk Position.	1		FTC	Vacant		90,201	90,201
2	Council/ Clerk	11110	Council	Defund Administrative Assistant Position.	1		FTC	Vacant		58,500	58,500
City Council/City Clerk Total					2					\$148,701	\$148,701

1	City Atty	22110	City Atty	Defund Assistant City Attorney Position.	1		FTC	Vacant		206,376	206,376
City Attorney Total					1					\$206,376	\$206,376

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1	City Mgr	23510	Media & Comm.	Reduce PR/advertising budget by 40%.						42,000	42,000
2	City Mgr	99110	Non-Dept	Reduce City Manager's contingency to \$140,000.						110,000	110,000
5	City Mgr	12110	City Mgr	Defund vacant Executive Assistant to the City Manager position.	1		FTC	Vacant		70,641	70,641
6	City Mgr	12110	City Mgr	Replace Deputy City Manager position with a Sr. Management Analyst position.	1		FTC	Vacant		37,268	37,268
6a	City Mgr	12110	City Mgr	Additional savings from defunding Deputy CM position rather than reclassifying position to Sr. Management Analyst as originally proposed.						58,995	58,995
City Manager Total					2					\$318,904	\$318,904

City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)

Rank	Dept	Revenue/ Expense	Business Unit	Business Unit	Description of Program/Function or Activity	STAFFING IMPACT					DROs	
						City No.	Contract No.	FTC Temp	Filled/ Vacant	Transfer or Lay-off	Total	General Fund
1	Community Dev		Various	Code/Building & Safety	Revenue Enhancement - Hire 2 temp Parking Control officers to work on career employee furlough days; other miscellaneous revenue increases & reductions.						180,800	180,800
2	Community Dev		45310	Code	Terminate HALT Camera Program. Service can still be provided through MVPD's implementation of the tripwire camera system.						900	900
3	Community Dev		45310	Code	Terminate 5 Neighborhood Cleanups. The clean-up events in district 1,4 and 5 can be funded by CDBG while district 2 and 3 could be funded from an alternate source.						800	800
4	Community Dev		41010	Dev Svcs Admin Support	Replace Deputy City Manager position with a Sr. Management Analyst position.						119,289	119,289
4a	Community Dev		41011	Dev Svcs Admin Support	Additional savings from defunding Deputy CM position rather than reclassifying position to Sr. Management Analyst as originally proposed.						37,772	37,772
5	Community Dev		41410/ 45310	Graffiti Restitution/ Code	Defund Code Compliance Field Supervisor (vacant) 25% in Graffiti; 75% in Code. Adjust split for Senior Code Compliance Officer to 20% in Graffiti; 80% in Code.	1		FTC	Vacant		81,519	81,519
6	Community Dev		41110/ 45310	Admin/ Code	Fund Department Head (vacant-70% in Admin; 30% in Code) for 6-months City temporary and 6-months as City career employee. This would allow new City Manager ample time to recruit/appoint a new CD Director.						15,231	15,231
Community Development Department Total						1					\$436,311	\$436,311

**City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)**

Dept	Business	Business	Description of Program/Function or Activity	STAFFING IMPACT					DROs		
				City	Contract	FTC	Filled/	Transfer	Total	General	
Rank	Dept	Unit	Unit	No.	No.	Temp	Vacant	Lay-off	Total	Fund	
1	Economic Dev	21110	Economic Development	.6235 - Public Relations: Reduce advertising, broker events, regional event sponsorships, Shop Moreno Valley campaign.						159,919	159,919
2	Economic Dev	21110	Economic Development	CONSOLIDATING SEVERAL OBJECT CODES .6252 - Dues and Subscriptions: reduced IEEP membership for City .6255 - Other Professional Services .6221 - Training and Travel .6215 - Communications .6231 - Advertising .6256 - Legal Services .6310 - Copier Charges .6311 - Office Supplies .6321 - Postage and Mail .6391 - Other Materials						66,160	66,160
3	Economic Dev	21110	Economic Development	Salaries/Benefits: Reimbursing ED Admin salaries by 50% of Management Analyst's salary, which is charged to the CDBG for the ERC. Reallocating 10% of the Senior Office Assistant's salary to HOME funds to more accurately reflect current workload.						18,499	18,499
Economic Development Department Total				0					\$244,578	\$244,578	

City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)

Dept	Business	Business	Description of Program/Function or Activity	STAFFING IMPACT					DROs		
				City	Contract	FTC	Filled/	Transfer	Total	General	
Rank	Dept	Unit	Unit	No.	No.	Temp	Vacant	Lay-off	Total	Fund	
1	Financial & Adm Svcs	71027	Facilities CIP	Defund City Hall Annex 1 capital improvement project since the facility is not currently needed for staff expansion.						1,589,800	874,400
2	Financial & Adm Svcs	Various	Facilities	Implement various Facilities Maintenance budget reductions that will minimally impact City operations.						237,000	0
3	Financial & Adm Svcs	75424	Facilities	Defer CRC emergency generator project in anticipation of obtaining Homeland Security grant funding.						132,000	0
4	Financial & Adm Svcs	75411	Facilities	Postpone replacement of City Hall HVAC system, or obtain alternate funding source to supplement EECBG funding.						275,000	0
5	Financial & Adm Svcs	Various	Facilities	Cancel or postpone FY 2009-10 budgeted facilities maintenance items that do not have a significant impact on staff or the public.						778,200	0
6	Financial & Adm Svcs	Various	Facilities	Cancel or postpone facilities maintenance items in the FY 2010-11 budget that do not have a significant impact on staff or the public.						249,000	0
7	Financial & Adm Svcs	Various	Tech Svcs	Cancel or postpone FY 2009-10 budgeted technology projects that are not mandated by law, ordinance, or contractual obligation.						1,044,200	0
8	Financial & Adm Svcs	Various	Tech Svcs	Reduce expenditures in Technology Services that will not eliminate essential services but may impair staff's ability to complete tasks efficiently.						674,800	0
Financial & Administrative Services Department Total				0					\$4,980,000	\$874,400	

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1	Fire	45810	Fire Prev	Suspend Funding for Permit Plus Changes.						5,000	5,000
2	Fire	65110	Fire Ops		1	FTC	Filled	Transfer	198,700	198,700	
1	Fire	010.4281	Emerg Ops	Increase CPR fees from \$35 to \$60 per class.						35,200	35,200
Fire Department Total				1					\$238,900	\$238,900	

**City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)**

Rank	Dept	Revenue/ Expense Business Unit	Business Unit	Description of Program/Function or Activity	STAFFING IMPACT					DROs	
					City No.	Contract No.	FTC Temp	Filled/ Vacant	Transfer or Lay-off	Total	General Fund
1	Human Resources	74510	Workers' Comp	Reduce workers' compensation reserves (Original fund balance of \$4.5m less DRO of \$1.3 will leave a new balance of \$3.2 which is approximately 85% confidence level per actuarial review).						1,297,500	713,625
2	Human Resources	74110	General Liability	Reduce liability reserves (Original fund balance of \$2.0m less DRO of \$80k will leave a new balance of \$1.9 which is approximately 85% confidence level per actuarial review).						80,000	44,000
Human Resources Department Total					0					\$1,377,500	\$757,625

1	Library	21310	Library Svcs	Reduce miscellaneous small line items.						2,820	0
2	Library	21310	Library Svcs	Reduce object code 6351 - Books, records, films, videos.						120,559	0
3	Library	21310	Library Svcs	Defund one (1) full-time career librarian position.	1		FTC	Vacant		88,621	0
3-a	Library	21311	Library Svcs	PROPOSED DRO OFFSET requesting to fill one (1) Temporary Librarian positions should the vacant FTC Librarian position be defunded (<i>detail on page 23</i>).						(21,840)	(21,840)
Library Total					1					\$190,160	(\$21,840)

1	Parks	16213	STARS	Defund Sr. Human Resources Analyst (.7 FTC).	1		FTC	Vacant		66,000	0
2	Parks	76410	Golf Course	Defund Golf Course Maint Worker (transfer to CFD #1).	1		FTC	Filled	Transfer	43,900	0
3	Parks	76411	Community Events	Suspension of 4th of July celebration in FY 2011-12 (parade & festival).						118,300	0
Parks & Community Services Department Total					2					\$228,200	\$0

City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)

					STAFFING IMPACT					DROs	
					City	Contract	FTC	Filled/	Transfer		
Dept	Business	Business			No.	No.	P/T	Vacant	or	Total	General
Rank	Dept	Unit	Unit	Description of Program/Function or Activity	No.	No.	Temp	Vacant	Lay-off	Total	Fund
1	Police	62910	Towngate Mall	275 hours of program overtime during the Holiday Season.						15,714	15,714
2	Police	62610	POP	250 hours of program overtime for off-road vehicle enforcement.						14,285	14,285
3	Police	62310	Traffic	Provide for traffic safety through enforcement and conduct accident investigations which include: 2 vacant Motorcycle Officers		2	FTC	Vacant		468,124	468,124
Police Department Total					2					\$498,123	\$498,123

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1	Public Works	52610	Street Sweeping	Eliminate contract sweeping and create additional Equipment Operator position in lieu of existing Maintenance Worker II position via an existing eligibility list from a recent internal recruitment to replace contract sweeping function.						33,100	33,100
2	Public Works	51110 / 51510	PW Admin/Solid Waste	Defund vacant Public Works Program Manager position.	1		FTC	Vacant		68,700	68,700
3	Public Works	52810	Catch Basin Maintenance	Defund vacant Maintenance Worker II position on the Catch Basin Maintenance crew.	1		FTC	Vacant		71,319	71,319
3-a	Public Works	52811	Catch Basin Maintenance	PROPOSED DRO OFFSET requesting funding for two (2) Temporary, P/T Laborers should the vacant Maintenance Worker II position be defunded (<i>detail on page 24</i>).						(32,417)	(32,417)
4	Public Works	52310	Land Development	Reduce professional services for consultant plan check and utilize consultant services only for final map reviews requiring the signature of a Licensed Land Surveyor.						105,300	105,300
5	Public Works	52710	Land Dev - Insp. Svcs.	Reduce professional services for construction inspection by 100%.						12,400	12,400
6	Public Works	53210 / 53110	Trans Dev. Svcs./Trans Eng	Defund vacant Senior Administrative Assistant position (associated with Development Services and General Fund) and partially transfer Executive Assistant I position to Transportation Engineering Division. Additionally, transfer 5% of PW Director/City Engineer personnel costs to Special Districts Administration.	1		FTC	Vacant		34,200	34,200

City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)

Rank	Dept	Revenue/ Expense	Business Unit	Business Unit	Description of Program/Function or Activity	STAFFING IMPACT					DROs	
						City No.	Contract No.	FTC Temp	Filled/ Vacant	Transfer or Lay-off	Total	General Fund
7	Public Works	52710	Land Dev. - Insp Svcs.	Land Dev. - Insp Svcs.	Increase Land Development inspection request period from two (2) working days to three (3) working days due to a 33% decrease in Land Development inspection staffing via the reassignment of one (1) Construction Inspector to Capital Projects Division. In the event of a workload increase or request to expedite inspection response, consultant services will be required as an addition to the approved budget. <u>DRO No. 7 will change from a transfer to a lay-off if the number of proposed projects within the Proposed Capital Improvement Plan is significantly decreased.</u>	1		FTC	Filled	Transfer	103,761	103,761
8	Public Works	52710	Land Dev. - Insp Svcs.	Land Dev. - Insp Svcs.	Increase customer service time for inspection scheduling and responding to contractor questions/requests due to a decrease of 100% of administrative support staff for the Land Development Inspection Section via the transfer of one (1) Senior Office Assistant to the Capital Projects Division.	1		FTC	Filled	Transfer	59,588	59,588
9	Public Works	52610	Street Sweeping	Street Sweeping	Subsidize Street Sweeping Program with additional Air Quality Grant Funds, resulting in 96% of the annual grant revenue being designated for street sweeping program subsidization and eliminating the ability to fund the U Pass Program or other air quality related capital projects/programs with AQMD grant funds.						110,000	110,000
* 10	Public Works	55230	Concrete Maintenance	Concrete Maintenance	Fund City-Wide Concrete Program with Measure A funds, resulting in 16% of annual Measure A funds being designated for street maintenance operations and decreasing the funding available for annual pavement overlay and slurry seal capital projects.						360,300	360,300
					Lead Maintenance Worker	1		FTC	Filled	Transfer		
					Maintenance Worker II	2		FTC	Filled	Transfer		
* 11	Public Works	55430	Sign/Striping	Sign/Striping	Fund City-Wide Traffic Sign/Striping Program with Measure A funds, resulting in a cumulative 52% of annual Measure A funds being designated for street maintenance operations and decreasing the funding available for annual pavement overlay and slurry seal capital projects.						811,500	639,700
					Traffic Operations Supervisor	1		FTC	Filled	Transfer		
					Lead Traffic Signing/Marking Tech	2		FTC	Filled	Transfer		
					Traffic Signing/Marking Tech I	1		FTC	Filled	Transfer		
					Traffic Signing/Marking Tech II	2		FTC	Filled	Transfer		

**City of Moreno Valley
FY 2010-11 Approved Deficit Reduction Options (DRO)**

Dept	Business	Business	Description of Program/Function or Activity	STAFFING IMPACT					DROs			
				City	Contract	FTC	Filled/	Transfer	Total	General		
Rank	Dept	Unit	Unit	No.	No.	Temp	Vacant	Lay-off	Total	Fund		
12	Public Works	52310 / 52710	Land Development / LD - Insp Svcs.	Double the wait time for customer service requests for permits and other assistance required from Land Development due to a decrease of 50% of permit staff via the transfer of one (1) filled, full-time Permit Technician position to the Maintenance & Operations Division							68,039	68,039
17	Public Works	53210	Transp. Dev. Svcs.	Increase transportation related plan check review and development inquiries turn-around such that a new 45-day turn-around time-line is regularly exceeded due to a decrease of 100% of professional engineering staff for the Transportation Development Section via the transfer of one (1) Senior Engineer to the Capital Projects Division. DRO No. 17 will change from a transfer to a position defunding if DRO No. 19 is implemented.							168,117	168,117
Public Works Department Total				16					\$1,973,907	\$1,802,107		
GRAND TOTAL CITY-WIDE				25	3				\$10,841,660	\$5,504,185		