
BUDGET OVERVIEW

THE BUDGET IN BRIEF

The annual budget assures the efficient, effective, and economic uses of the City's resources, as well as establishing that the highest priority objectives are accomplished. Through the budget, the City Council sets the direction for the City, allocates its resources, and establishes its priorities.



The annual budget serves from July 1 to June 30, and is a vehicle to accurately and openly communicate these priorities to the community, businesses, vendors, employees, and other public agencies. In addition, it establishes the foundation of effective financial planning. The budget provides resource planning, performance measures, and controls that permit the evaluation and adjustment of the City's performance.

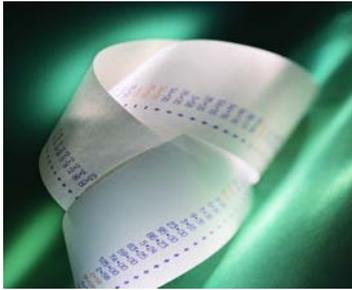
The City of Corona's budget is prepared and based on four expenditure categories; personnel, supplies and services, minor capital outlay, and capital improvement programs. The first three listed are considered operational in nature and are known as *recurring costs*. Capital Improvement Projects are asset acquisitions, facilities, systems, and infrastructure improvements, etc., typically over \$50,000, and/or those items "outside" of the normal operational budget, known as *one-time costs*.

The following are discussed in the Budget Overview:

- Basis of Accounting and Description of Fund Types
- Basis of Budget / Budgetary Accounting
- Budgetary Process
- Constitutional Spending Limits
- Transfers
- Cost Allocation
- Supplemental Funding / Decision Packages
- Errata/Revised Budget Items as Approved
- Five Year Capital Improvement Program
- Summary of Total Expenditures by Fund Type
- Fund Listing of Total Expenditures by Fund Type
- All Funds – Expenditures
- City Personnel
- General Fund
- General Fund – Revenues
- General Fund – Expenditures
- General Fund Shortfall
- General Fund Balance Policy
- Water Utility Fund
- Water Reclamation Utility Fund
- Electric Utility Fund
- Redevelopment / Successor Agency
- Affordable Housing
- Community Development Block Grant (CDBG)
- Investment Policy
- Debt Policy
- Debt Service
- Continuing Appropriations
- Economy
- Key Financial Issues Ahead
- Various Schedules

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BASIS OF ACCOUNTING AND DESCRIPTION OF FUND TYPES



Basis of accounting refers to the timing of revenue and expenditure recognition for budgeting and financial reporting. The City's financial statements and accounting records are maintained in accordance with Generally Accepted Accounting Principles of the United States, (GAAP) and outlined by the Governmental Accounting Standards Board (GASB). The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The City collects and records

revenues and expenditures within the following categories: Governmental Funds, Proprietary Funds, and Fiduciary Funds (Agency).

Governmental Funds include the General Fund, Special Revenue, Debt Service, and Capital Project funds. These funds are accounted for using the modified accrual basis where revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due; however, the City has adopted a 12 month recognition period for Sales Tax and Grant revenues. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues, and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary funds are accounted for using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned, while expenses are recognized in the period in which the liability is incurred. Proprietary funds include Enterprise and Internal Service Funds.

The City's Fiduciary funds represent Agency Funds, which are custodial in nature (assets equal liabilities) and are accounted for on the accrual basis of accounting.

BASIS OF BUDGET / BUDGETARY ACCOUNTING

A budget is a plan to match existing resources with the needs of the community. The budget resolutions provide for the adoption of the annual budget and requirement for making changes. The annual budget, once approved by the City Council, provides for the general operation of the City. It includes expenditures and the means to finance them.

The City of Corona follows the General Fund Expenditure Control Budget, or ECB, guidelines. This and all detailed budgetary revisions necessary throughout the fiscal year are outlined in the budget resolutions located in the Appendix section.

The Annual Budget meets the following criteria:

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1. **Balanced Budget** – The City shall maintain a balanced budget. The total of budgeted expenditures and transfers out shall not exceed the total of estimated revenues, plus incoming transfers and continuing appropriations, and use of any one-time funding or fund balance available. There are some fund specific variations, as noted on the *Schedule of Estimated Fund Balance Changes*. These exceptions are based on agreements, payables, and future grant revenues as noted on the schedule.
2. **Continuing Appropriations** – Capital project appropriations not spent by the end of the fiscal year are carried forward to the next fiscal year, unless the project has been completed or closed out. Grants are carried forward to the next fiscal year based on the terms and duration of the grant as approved by the City Council. All other operating appropriations lapse at fiscal year end.
3. **Appropriations Limit** – Appropriations in the Annual Budget comply with the City's appropriation limit as calculated in accordance with Article XIII-B of the Constitution of the State of California and Government Code section 7900.

BUDGETARY PROCESS

The Corona Municipal Code, Chapter 2.04.060 requires that the City Manager prepare and submit the Annual Budget to the City Council for approval. The budget process begins as a team effort in January of each year, starting with an annual strategic planning meeting. The Finance Department works in cooperation with all City departments to formulate revenue projections for the upcoming fiscal year. From this, the individual departments use the projected revenues to prioritize and recommend the next fiscal year's objectives. The City Manager's Office and the Finance Department review each budget proposal, revenue assumptions, and all current financial obligations, before preparing the proposed document for the City Council. The City Council reviews the Proposed Budget, through a series of committees and/or workshops, with the final adoption scheduled during the second City Council meeting in June.



- January ➤ Finance distributes budget materials to departments
- February ➤ Revenue estimates and year end expenditure estimates due to Finance
- March ➤ Operating and CIP budgets due to Finance
- March/April ➤ Fund balances and budget requests are reviewed by Finance and the City Manager's Office. All final adjustments made
- April/May ➤ Budget document prepared and printed
- June ➤ Presentation of the operating and CIP budgets at the Budget Workshop
➤ City Council adopts the operating and CIP budget

BUDGET OVERVIEW

Budget adjustments may be made throughout the fiscal year as authorized by the approved budget resolutions, located in the Appendix section.

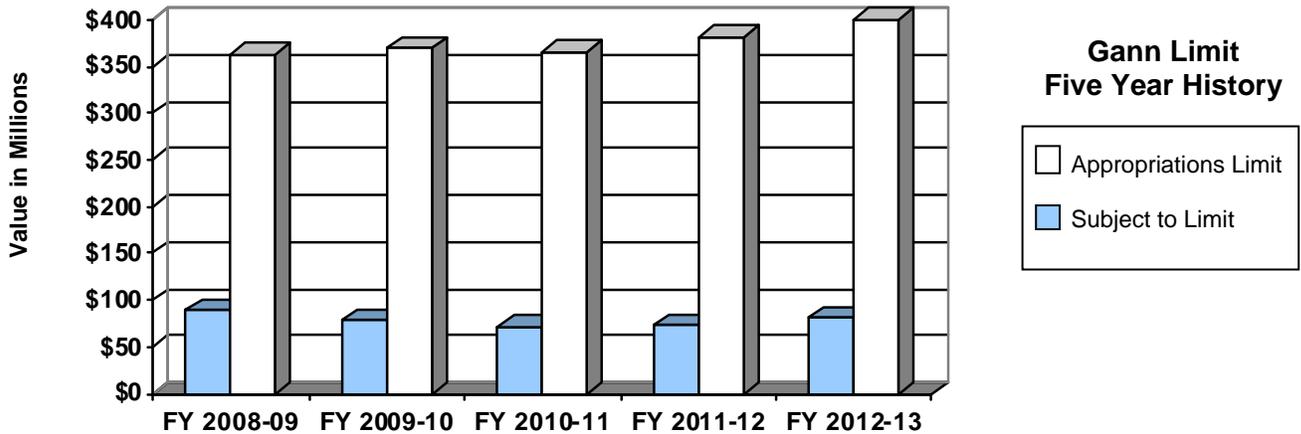
CONSTITUTIONAL SPENDING LIMITS

Article XIII-B of the Constitution of the State of California provides that the City's annual appropriations be subject to certain state limitations. This appropriation limit is referred to as the Gann Limitation. The City's limitation is calculated each year, and is established by resolution of the City Council as part of the adopted annual budget process.

The Gann spending limitation is calculated by taking the prior year's limitation and adjusting it by the growth factor in California per capita personal income and the change in the population of Riverside County, as determined by the California Department of Finance. The calculation is prepared using the City's revenue estimates, excluding various redevelopment and enterprise activities. Revenue is classified by proceeds of taxes and non-proceeds. Interest earnings are pro-rated based on proceeds of taxes. This amount is then compared to Gann spending limit.

The Article XIII-B limitation is not a restricting factor for the City of Corona due to the high population growth after the calculation requirements were established. Historically, the City's "subject to limit" amount has been less than 30% of the appropriations limit. This factor will continue to be monitored annually and budget adjustments will be recommended if necessary in future years.

CONSTITUTIONAL SPENDING LIMITS HISTORICAL INFORMATION AND GRAPH



Corona Appropriations Limit (Spending Limit) - Historical Information

<u>Fiscal Year</u>	<u>Appropriations Limit</u>	<u>Subject to Limit</u>	<u>Difference</u>
2008-09	\$362,213,366	\$88,630,013	\$273,583,353
2009-10	\$369,712,578	\$78,392,411	\$291,320,167
2010-11	\$365,349,413	\$71,199,463	\$294,149,950
2011-12	\$381,296,027	\$72,717,813	\$308,578,214
2012-13	\$399,590,967	\$80,407,582	\$319,183,385

BUDGET OVERVIEW

TRANSFERS

Interfund transfers for the City of Corona occur for a variety of reasons. For those activities recommended in the annual budget, the two most predominant are:

1. Transferring money to reimburse for services that occur in one fund, while the revenue is collected in a different fund.
2. To establish a fund for specific Internal Service Fund activity.

The *Schedule of Estimated Transfers* is located in the Budget Overview section.

COST ALLOCATION

A Cost Allocation Plan, or CAP, is a basic informational tool for financial and budgetary decision making situations. The CAP is used to identify indirect costs incurred by the City in administering and providing support services to special projects, funds, and contracts. The City of Corona uses the CAP to determine the level of support to reimburse the General Fund for the indirect costs incurred in other funds.

The computation is a means for determining fairly and conveniently, using sound administrative principles, what proportion of indirect cost each project or activity should bear. It is a ratio of total indirect expenses to a direct cost base. This cost allocation methodology assumes that all indirect costs are incurred proportionately to the direct cost base of the activity. These indirect costs are called overhead or General and Administrative expenses.

The costs associated with departments or programs that primarily provide service to the public are defined as direct costs. Examples of direct costs include police services, fire services, and parks and community services. The costs of departments or programs that primarily provide services to other departments within the City are considered to be indirect costs. Examples of indirect costs include finance, human resources, and information technology.

The City of Corona references the Circular published by the Federal Government's Office of Management and Budget, or OMB, A-87 Cost Allocation Plan. This Circular establishes the principles and standards for determining costs applicable to Federal grants, contracts, and other agreements performed by State, Local and Indian Tribal governments.

The difference between the A-87 Cost Allocation Plan and the full Cost Allocation Plan used by the City of Corona is that legislative costs are not allowable under the A-87 plan.

The Cost Allocation Plan is listed under *The Schedule of Estimated Interfund Charges*, located in the Budget Overview section.

BUDGET OVERVIEW

SUPPLEMENTAL FUNDING / DECISION PACKAGES

For Fiscal Year 2012-13, there are not any supplemental budget adjustments approved for funding. If there were any, a list of the decision packages as approved for funding would appear in the Budget Overview section.

ERRATA / REVISED BUDGET ITEMS AS APPROVED

There were additional items not included in the proposed budget document, but approved during the budget adoption process. The errata/revised budget expenditure items approved for Fiscal Year 2012-13 total an increase of \$3,221,650. The General Fund expenditures increased \$2,073,470. Revenue projections increased \$1,275,437. There was no change to the General Fund revenue projections. There were also changes to the estimated transfers for funds. The General Fund Transfers In amount increased \$1,841,095. All amounts have been incorporated into the adopted budget document figures.

A list of the approved revised budget items, titled *Summary of Revised Budget Items*, appears in the Budget Overview Section.

FIVE YEAR CAPITAL IMPROVEMENT PROGRAM



The Capital Improvement Program, or CIP, is prepared as a separate document and is a five year planning instrument used to identify and coordinate the financing and timing of public improvements. The first year of this five-year program is the capital budget that appears in the annual budget document. Projects slated for subsequent years in the program are for planning purposes only and do not receive expenditure authority until they are allocated funding in a future fiscal year.

The goals of the Capital Improvement Program are to plan for the City's long term capital improvement needs and associated capital financing requirements. The program provides the means for the City Council to determine capital priorities and continuity in carrying them out. By considering all the projects at a single time in the CIP document, a more comprehensive view can be taken of the community's capital needs and the City's response.

Capital improvements are major physical projects undertaken by the City that are generally not recurring on an annual basis. They typically include acquisition of right-of-way, the construction and modification of building and facilities, public infrastructure construction or modifications, the purchase of major equipment and vehicles, studies and plans associated with capital projects, and those projected funded with debt obligations. These items are typically over \$50,000 and are "outside" of the normal operational budget. The capital budgets for Fiscal Year 2012-13 are listed in the Capital Budget section.

BUDGET OVERVIEW

SUMMARY OF TOTAL EXPENDITURES BY FUND TYPE

The adopted Fiscal Year 2012-13 appropriations for all City funds are \$311,112,763. A brief overview of the budget, excluding transfers, is as follows:

<u>Governmental Operations:</u>	
General Funds (includes Separations, City Facilities)	\$ 110,790,827
Capital Improvement Projects	2,809,356
Debt Service	4,816,827
General Funds Subtotal:	118,417,010
Special Revenue Funds	12,631,679
Capital Improvement Projects	12,785,648
Debt Service	7,333,875
Special Revenue Subtotal:	32,751,202
Debt Service Funds	-
Debt Service	207,600
Debt Service Subtotal:	207,600
Capital Project Funds	1,228,539
Capital Improvement Projects	1,339,449
Capital Projects Subtotal:	2,567,988
<u>Proprietary Operations:</u>	
Water Funds	77,312,067
Water Reclamation Funds	35,783,200
Electric Funds	15,666,297
Utilities Subtotal:	128,761,564
Transit Funds	3,012,933
Transit Subtotal:	3,012,933
Airport Funds	287,226
Airport Subtotal:	287,226
Internal Service Funds, or ISF	10,166,759
Capital Improvement Projects	170,592
Internal Services Subtotal:	10,337,351
<u>Agency Funds:</u>	
Reference Other Budgets Section	14,769,889
Agency Subtotal:	14,769,889
GRAND TOTAL	\$ 311,112,763
<i>Figures do not include transfers.</i>	

BUDGET OVERVIEW

FUND LISTING OF TOTAL EXPENDITURES BY FUND TYPE

Expenditure budget funds with new appropriations in Fiscal Year 2012-13 have been segregated into fund types as shown below. The information represented below is shown in the *Summary of Total Expenditures by Fund Type* and the *Total Expenditures by Fund Type* graph.

GOVERNMENTAL

General Funds

- 110 General Fund
- 232 Civic Center Fund
- 260 Residential Refuse/Recycling Fund
- 634 IT/Communication Capital Outlay Fund
- 688 Separations Fund
- 689 City Facilities Fund

Special Revenue Funds

- 206 Library Facilities Fee Fund
- 207 Fire Wildland Mitigation Fund
- 208 Temescal Canyon Police Facilities Fund
- 209 Temescal Canyon Fire Facilities Fund
- 211 Street and Traffic Signals Fund
- 212 Drainage Fee Fund
- 213 Police Facilities Fund
- 214 Fire Facilities Fund
- 215 Public Meeting Facilities Fund
- 216 Aquatics Center Fund
- 217 Parks and Open Space Fund
- 218 Corona Mall Business Improvement District (BID) Fund
- 222 Gas Tax (2105-2106-Prop 42) Fund
- 224 Rideshare-Trip Reduction Fund
- 227 Measure A Fund
- 230 Low and Moderate Housing Fund
- 233 Obligation Payment Fund
- 246 CFD 2000-1 (Eagle Glen II) Fund
- 247 CFD/LMD 2002-2 Fund
- 248 CFD/LMD 97-1 Fund
- 249 CFD/LMD 2001-1 Fund
- 250 Asset Forfeiture Fund
- 251 CFD/LMD 2002-3 Fund
- 252 LMD 2003-1 Lighting Fund
- 261 SC Major Thoroughfares Fund
- 274 South Corona Landscaping Fund
- 288 Park Development Fund
- 289 Dwelling Development Tax Fund
- 353 Corona Revitalization Zone Fund
- 417 RDA Successor Agency Fund
- 422 Traffic Offender Fund
- 441 RDA Land Disposition Fund
- 446 LMD 84-1 Lighting Fund
- 448 LMD 84-2 Fund
- 475 Successor Agency Administration Fund

Debt Service Funds

- 349 AD 90-1 (Jasmine Ridge) Fund
- 376 CPFA 2001 Lease Rev. Ref. Bonds (PIRB) Fund
- 379 CPFA 2002 Revenue Lease Bond (City Hall) Fund
- 388 CPFA 2006 Revenue Lease Bond

Capital Projects Funds

- 245 County Service Area 152 (NPDES) Fund
- 431 CDBG Fund
- 432 HOME Investment Partnership Prog. Fund

PROPRIETARY

Enterprise Funds

- 275 Airport Fund
- 307 CPIC 97 Ref COPS Funds
- 372 CPFA 98 Revenue Bonds/Desalter Fund
- 380 2003 COPS Clearwater Cogen/Electric Fd.
- 385 2005 COPS Clearwater/Electric Fund
- 440 Water Reclamation Capacity Fund
- 507 Water Capacity Fund
- 567 Reclaimed Water System Fund
- 570 Water Utility Fund
- 572 Water Reclamation Utility Fund
- 577 Transit Services Fund
- 578 Electric Utility Fund

Internal Service Funds

- 680 Warehouse Services Fund
- 682 Fleet Operations Fund
- 683 Workers' Compensation Fund
- 687 Liability Risk Retention Fund

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AGENCY

Agency Funds

- 308 CPFA 99 Revenue Series A Fund
- 309 CPFA 99 Revenue Series B Fund
- 342 CFD 86-2 (Woodlake) Fund
- 358 CFD 89-1 A (LOBS DW) Fund
- 359 CFD 89-1 B (LOBS Improvement) Fund
- 365 AD 95-1 (Centex) Fund
- 366 AD 96-1, 96 A (Mtn Gate) Fund
- 368 AD 96-1, 97 A (Van Daele) Fund
- 369 AD 96-1, 97 B (WPH) Fund
- 370 Ref CFD 90-1 (South Corona) Fund
- 371 CFD 97-2 (Eagle Glen I) Fund
- 373 AD 96-1, 99A (Centex) Fund
- 374 CFD 2000-01 (Eagle Glen II) Fund
- 377 CFD 2001-2 (Cresta-Grande) Fund
- 378 CFD 2002-1 (Dos Lagos) Fund
- 381 CFD 2002-4 (Corona Crossings) Fund
- 382 CFD 2004-1 (Buchanan Street) Fund
- 383 CFD 2003-2 (Highlands Collection) Fund
- 387 CFD 2002-1 (Improvement Area) Fund

Descriptions of funds can be found in the Glossary within the Appendix Section.

BUDGET OVERVIEW

TOTAL EXPENDITURES BY FUND TYPE

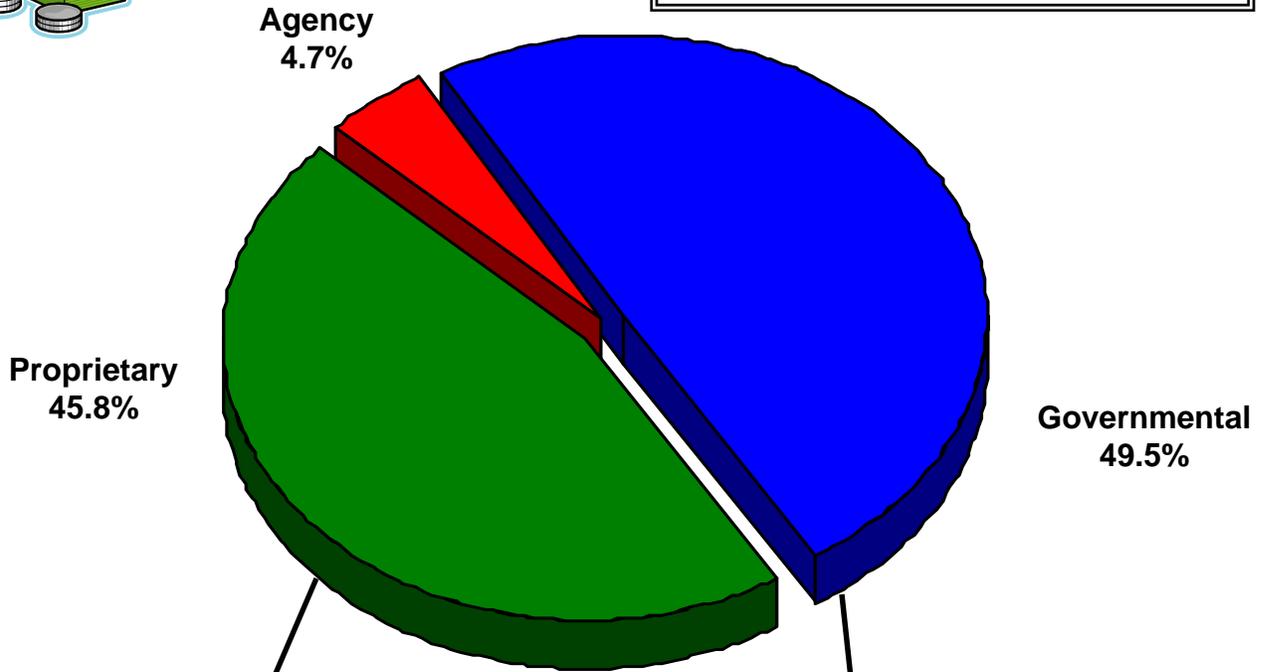
FY 2012-13 Total Expenditures

Excludes Transfers

\$311,112,763



■ Governmental	\$ 153,943,800
■ Proprietary	\$ 142,399,074
■ Agency	\$ 14,769,889



Proprietary Detail

Airport	0.2%	\$ 287,226
Transit	2.1%	\$ 3,012,933
Internal Service	7.3%	\$ 10,337,351
Utility Operations	90.4%	\$ 128,761,564

Governmental Detail

Debt Service Funds	0.1%	\$ 207,600
Capital Projects	1.7%	\$ 2,567,988
Special Revenue Funds	21.3%	\$ 32,751,202
General Funds	76.9%	\$ 118,417,010

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ALL FUNDS – EXPENDITURES

The total adopted funding for Fiscal Year 2012-13 is \$311,112,763, a 0.6% decrease from the adopted Fiscal Year 2011-12 amount of \$312,917,619.

ALL FUNDS EXPENDITURE TYPE	Adopted FY 2011-12	Adopted FY 2012-13	% Change
Personnel	\$111,767,887	\$106,318,838	-4.9%
Services/Supplies	134,472,462	136,159,083	1.3%
Debt Service	35,004,282	27,128,191	-22.5%
<u>Capital Projects</u>	<u>31,672,988</u>	<u>41,506,651</u>	<u>31.0%</u>
 TOTAL FUNDING USES	 <u>\$312,917,619</u>	 <u>\$311,112,763</u>	 <u>-0.6%</u>

Figures exclude transfers.

The personnel costs for Fiscal Year 2012-13 are \$106,318,838 compared to \$111,767,887 in Fiscal Year 2011-12, showing a 4.9%, or \$5.4 million decrease. This reduction is resulting from \$5.7 million for the Police and Fire budgets, a reduction of \$1.5 million for Redevelopment Agency/Administrative Services, and combined reduction of \$1.3 million for Finance, Community Development, Library, Parks and Community Services, and others. There are also a few increases included in the FY 2012-13 budget. The increases include \$0.9 million for General Government and combined \$0.4 million for the Department of Water and Power and Human Resources. With the budget adoption, an additional \$1.8 million was included in the Fire Department’s budget for constant staffing costs. This cost is expected to be offset with some of the Expenditure Control Budget (ECB) ownership of revenues designation removal. There were several major events that impacted the personnel budget presented for FY 2012-13:

- In October 2011, with the anticipated pending lawsuit of Redevelopment Agencies still outstanding, the City needed to reduce the Agency’s estimated budget at that time. As a result, a total of eight positions were eliminated from the City’s budget.
- In December 2011, the City implemented a supplemental early retirement incentive program, Public Agency Retirement System, or PARS. This program was approved and offered to eligible employees. The participants retired by December 31, 2011. With only a couple exceptions, the vacated positions were eliminated from the budget. Over a five year period, there is a cost to the City to fund the program. However, the approval was based on the budgetary savings from the elimination of the vacated positions. As a result, a net total of 49 positions were removed from the budget. All City departments were impacted with the exception of the elected City Council and Treasurer functions, and the Department of Water and Power.

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- In January 2012, there was a secondary reduction of public safety positions within the Fire and Police Departments which provide some reclassification of minimal staffing levels and eliminated a combined total of 18 positions from the budget.

The figures for Fiscal Year 2012-13 were prepared based on the current Memorandum of Understanding agreements for all bargaining units and current benefit rates including health and retirement contributions.

Non-personnel expenditures for services and supplies are \$136,159,083. Comparing the adopted Fiscal Year 2012-13 figure to the Fiscal Year 2011-12 adopted figure, there is a 1.3% increase (or \$1,686,621). With the budget adoption, an additional \$1.0 million was included in the Transit Services Fund. The additional funding was based on the City Council's approval of the Short Range Transit Plan for Fiscal Year 2012-13. Services and supplies represent 43.8% of the overall budget.

Debt services expenditures are \$27,128,191 in Fiscal Year 2012-13. There is a 22.5% decrease (or \$7,876,091) when compared to the adopted figure of \$35,004,282 for Fiscal Year 2011-12. The majority of the decrease is in the Corona Revitalization Zone (Fund 353) which is a direct result of the dissolution of Redevelopment Agencies.

The adopted budget for Fiscal Year 2012-13 includes \$41,506,651 for capital projects. Compared to the Fiscal Year 2011-12 funding of \$31,672,988 this is a 31% increase. The primary drivers of the changes are from a \$7.4 million increase in the Water category, a \$4.4 million increase in the Water Reclamation category, and a \$1.9 million increase in the Parks and Airport category. Also included are decreases of \$2.6 million in the Housing and Economic Programs category (formerly known as the Redevelopment category), and \$2.0 million in the Electric category. Funding details are in the Capital Projects section.

CITY PERSONNEL

The adopted budget for Fiscal Year 2012-13 has a total of 638 authorized full time positions. Following is a net comparison of the prior Fiscal Year 2011-12 approved staffing levels of full-time employees to the adopted Fiscal Year 2012-13 staffing levels, by department.

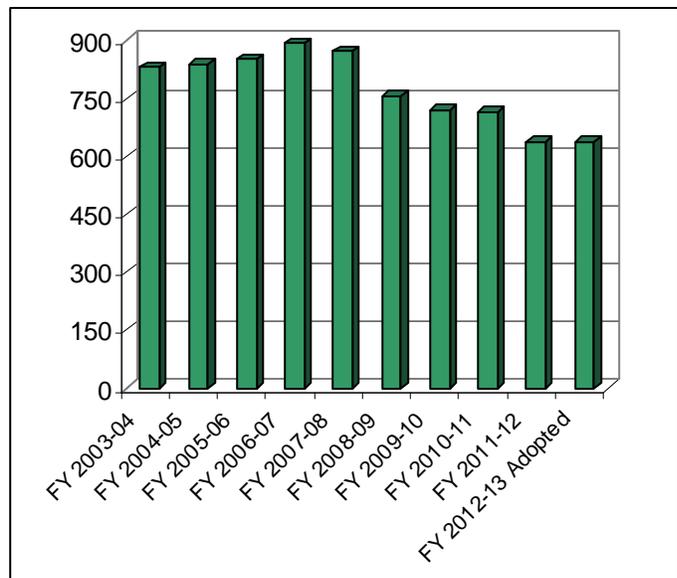
BUDGET OVERVIEW

ALL FUNDS - FULL TIME PERSONNEL

<u>DEPARTMENT</u>	<u>Adopted FY 2011-12</u>	<u>Authorized FY 2011-12</u>	<u>Adopted FY 2012-13</u>
City Council	5.0	5.0	5.0
Management Services	9.0	8.0	8.0
City Treasurer	1.0	1.0	1.0
Human Resources	10.0	8.5	9.5
Information Technology	14.0	13.0	13.0
Finance	32.0	27.0	27.0
Redevelopment	16.0	0.0	0.0
Administrative Services	0.0	5.5	5.5
Community Development	21.0	17.0	17.0
Fire	128.0	117.0	116.5
Police	248.0	212.0	212.5
Public Works	78.0	75.0	75.0
Library	17.0	15.0	15.0
Parks and Comm. Svcs.	28.0	22.0	22.0
<u>Water and Power</u>	<u>107.0</u>	<u>112.0</u>	<u>111.0</u>
TOTAL FULL TIME STAFF	714.0	638.0	638.0

Comparing the first column, Adopted Fiscal Year 2011-12, to the updated Authorized Fiscal Year 2011-12 total, there is a net reduction of 76 positions. In Fiscal Year 2011-12, the following major events occurred, as explained previously in the expenditure section:

- PARS related - 49 positions were removed from the budget. All City departments were impacted with the exception of City Council, Treasurer, and the Department of Water and Power.
- A combined total of 18 vacant positions were eliminated from the Police and Fire Departments, for additional public safety reductions.
- A net of eight positions were eliminated, related to the old Redevelopment Agency.



Over the last six years, the number of City employees has decreased due to the downturn in the economy. In Fiscal Year 2006-07, the City had its highest number of full time authorized positions at 893. The adopted Fiscal Year 2012-13 budget has been prepared with 638 full

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time positions. This has been a 28.6% decrease in staffing, or a reduction of 255 positions, from Fiscal Year 2006-07.

GENERAL FUND

The General Fund is the primary operating fund of the City where all revenues and expenditures are accounted for which are not required by law or contractual agreement that must be maintained in a specific fund. With the exception of subvention or grant revenues restricted for specific uses, General Fund resources can be utilized for any legitimate governmental purpose. It is the fund that provides a majority of the services associated with governmental activities such as Police, Fire, Parks and Community Services, Library, and planning/development services. It is available for the City Council to allocate City services, such as staffing, supplies, services, and capital outlay.

GENERAL FUND - REVENUES

The City of Corona receives revenue from a variety of sources. The principal revenue sources for the General Fund are Property Taxes and Sales and Use Taxes. The fiscal year forecast shows a decrease in the General Fund revenue base, primarily from the other revenues category. Based on recent activity and information from Riverside County and State Board of Equalization, there is an increase projected in property tax revenues and sales/use tax revenues for Fiscal Year 2012-13. The property tax delinquency rate is estimated to be 7%, slightly better than the 7.9% rate for Fiscal Year 2011-12.

One major component of the Other Revenues category is the Miscellaneous Rental/Lease Income. Included in this category are the Corona Utility Authority lease payment and facility rental amounts. The Fiscal Year 2012-13 lease payment schedule is listed under the Debt Service Corona Utility Authority in the Other Budgets section.

The key assumptions in the General Fund revenue forecast are:



- Overall Property Tax revenues are estimated to increase by 2.2% based on the county assessor preliminary assumptions for the region. The assessed valuation for Current Secured Property Taxes is estimated to increase by 2.0%. In Fiscal Year 2011-12, the City is experiencing a delinquency rate of approximately 6.0%, better than originally estimated at 7.9%. The delinquency rate forecasted for Fiscal Year 2012-13 is 7%, based on preliminary projections.
- Sales and Use Tax revenues are projected to increase by 4.9%, with minor growth in retail sales area.
- The decrease in Licenses, Fees and Permits revenues of 24.2% is based on the estimated occupancy fees to be collected and building related permits.

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- Investment Earnings are anticipated to be lower in FY 2012-13 based on the current portfolio and interest rates.
- Intergovernmental Revenues are expected to decrease 22.1% primarily due to a payment received from the County of Riverside for El Cerrito Park and one-time grant payments and reimbursements received in Fiscal Year 2011-12.
- The Current Services category is estimated to decrease by 11.2% in Fiscal Year 2012-13. The reduction is due to anticipated activity in plan check and planning application fees.
- Other Revenue is anticipated to decrease by 15.7% primarily due to the scheduled reduction of payments for the CUA lease “catch up” provision. Additionally, there is a loss of rental income from the dissolution of Redevelopment Agency.
- ECB Revenue is estimated closer to the approved base levels.
- Designated Revenue is lower due to one-time revenues received in Fiscal Year 2011-12.
- Incoming Transfers are increased reduced by 71.9%. The amount includes reductions from two non-recurring transfers that occurred in Fiscal Year 2011-12 from the Dwelling Development Tax Fund and the Fire Apparatus/Equipment Capital Outlay Fund to the General Fund. The Fiscal Year 2012-13 amount also includes a transfer of \$1.8 million from the Fleet Operations Fund to the General Fund.
- Approximately 555 dwelling units will be constructed.
- State subventions will be based on a population of 154,520 (Department of Finance).

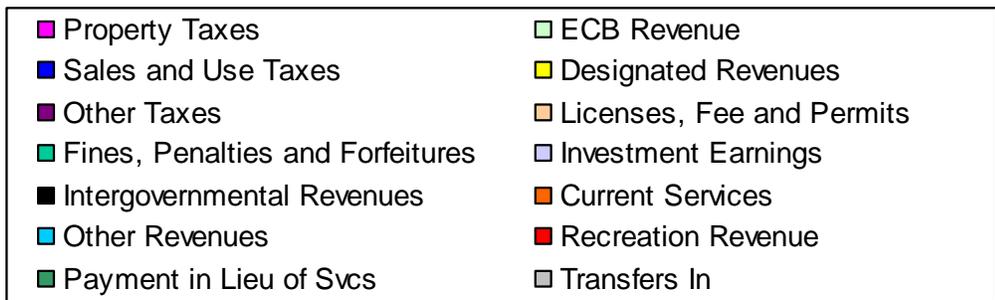
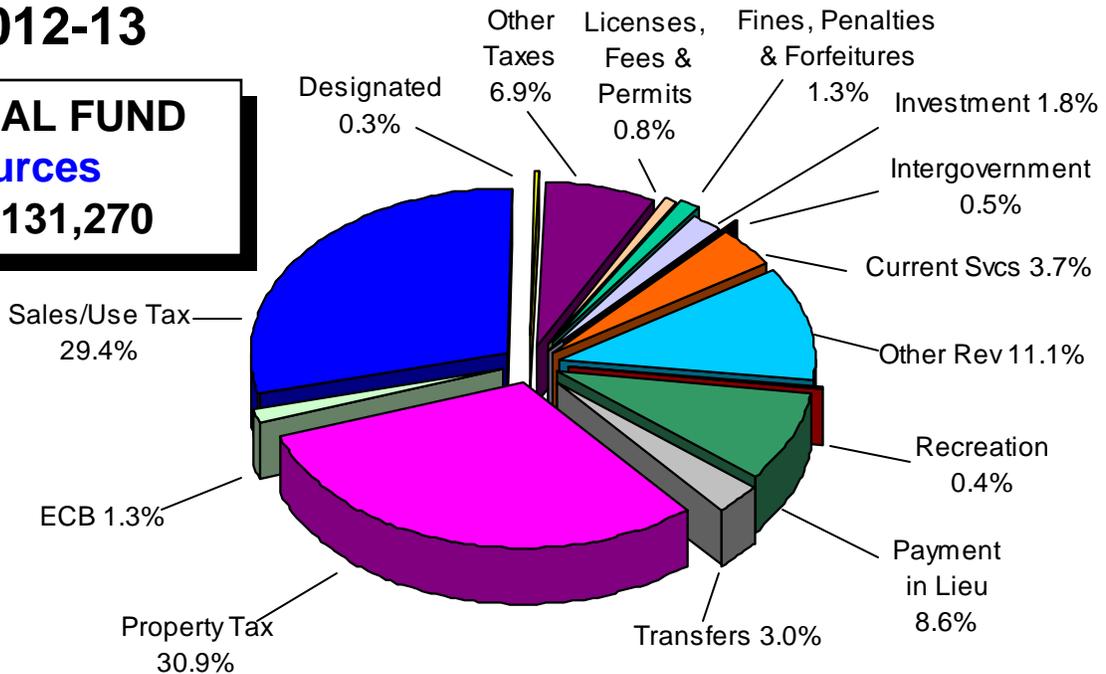
The following chart is a summary of General Fund revenues projected for Fiscal Year 2011-12, compared to the estimated figures for Fiscal Year 2012-13.

GENERAL FUND REVENUE SOURCE	Projected FY 2011-12	Estimated FY 2012-13	% Change
Property Taxes	\$ 33,597,903	\$ 34,334,733	2.2%
Sale and Use Taxes	31,100,000	32,625,000	4.9%
Other Taxes	7,599,176	7,686,664	1.2%
Licenses, Fees, and Permits	1,120,376	849,150	-24.2%
Fines and Penalties	1,535,693	1,509,600	-1.7%
Investment Earnings	2,293,223	2,042,157	-10.9%
Intergovernmental Revenues	760,734	592,483	-22.1%
Current Services	4,702,155	4,177,365	-11.2%
Other Revenues	14,604,527	12,309,014	-15.7%
Recreation Revenues	476,042	477,500	0.3%
Payments in Lieu of Services	9,582,090	9,525,260	-0.6%
Expenditure Control Budget (ECB) Revenues	1,551,816	1,395,569	-10.1%
Designated Revenues	<u>1,042,145</u>	<u>296,000</u>	<u>-71.6%</u>
Subtotal	109,965,880	107,820,495	-2.0%
Transfers In	<u>1,926,202</u>	<u>3,310,775</u>	<u>71.9%</u>
TOTAL FUNDING SOURCES	<u><u>\$ 111,892,082</u></u>	<u><u>\$ 111,131,270</u></u>	<u><u>-0.7%</u></u>

BUDGET OVERVIEW

FY 2012-13

**GENERAL FUND
Sources
\$ 111,131,270**



<u>Revenue</u>	
Property Taxes	\$ 34,334,733
Sales and Use Taxes	32,625,000
Other Taxes	7,686,664
Licenses, Fees and Permits	849,150
Fines, Penalties and Forfeitures	1,509,600
Investment Earnings	2,042,157
Intergovernmental Revenues	592,483
Current Services	4,177,365
Other Revenues	12,309,014
Recreation Revenue	477,500
Expenditure Control Budget Revenue	1,395,569
Designated Revenues	296,000
Payment in Lieu of Services	9,525,260
Total Revenue	107,820,495
Transfers In	3,310,775
Total "Sources"	\$ 111,131,270

BUDGET OVERVIEW

GENERAL FUND - EXPENDITURES

Overall the total adopted funding uses for the General Fund will decrease by 3.8% (or \$4.4 million) from the adopted budget of \$116,081,170 in Fiscal Year 2011-12 to \$111,707,421 in Fiscal Year 2012-13. The following is a comparison by expenditure type.

GENERAL FUND EXPENDITURE TYPE	Adopted FY 2011-12	Adopted FY 2012-13	% Change
Personnel	\$85,586,960	\$82,809,549	-3.2%
Services/Supplies	19,467,767	19,581,492	0.6%
Debt Service	4,809,121	4,816,827	0.2%
<u>Capital Projects</u>	<u>1,981,500</u>	<u>1,842,678</u>	<u>-7.0%</u>
TOTAL EXPENDITURES	111,845,348	109,050,546	-2.5%
Transfers Out	<u>4,235,822</u>	<u>2,656,875</u>	<u>-37.3%</u>
TOTAL FUNDING USES	<u>\$116,081,170</u>	<u>\$111,707,421</u>	<u>-3.8%</u>

Most of the \$4.4 million in General Fund savings can be contributed to \$4.1 million in savings within the Police Department. This savings resulted from the supplemental retirement program and public safety reductions as noted previously. The Fire Department participated in the same savings activities, however with the budget adoption an additional amount was approved to address constant staffing needs. Additionally, there were accounting changes related to the dissolution of Redevelopment Agencies, and position moving from the Department of Water and Power to Human Resources. There is offsetting revenue to be received in the General Fund to cover the cost of the position. With the budget adoption, an additional \$1.8 million was included in the Fire Department's budget for constant staffing costs.

The figures for Fiscal Year 2012-13 were prepared based on the current Memorandum of Understanding agreements for all bargaining units and current benefit rates including health and retirement contributions.

Capital Projects are decreasing from \$1,981,500 in Fiscal Year 2011-12 to \$1,842,678 for Fiscal Year 2012-13. The majority of the net decrease of \$138,822 is related to a reduction in the Community Events – City Sponsored capital project and an increase in the Downs Oil Owner Participation Agreement.

Transfers Out shows a net decrease of \$1.6 million for Fiscal Year 2012-13, resulting primarily from a net reduction in the Sherborn Owner Participation Agreement, the City facility needs, and the Refuse/Recycling Program needs.

BUDGET OVERVIEW

The following is a comparison of the General Fund's adopted Fiscal Year 2011-12 budget to the adopted Fiscal Year 2012-13 budget by function and type.

<u>GENERAL FUND FUNCTION</u>	<u>Adopted FY 2011-12</u>	<u>Adopted FY 2012-13</u>	<u>% Change</u>
General Operations	\$11,923,341	\$12,805,824	7.4%
Public Safety	64,992,979	61,246,089	-5.8%
Public Works	9,060,532	9,007,404	-0.6%
Library	2,210,959	2,076,383	-6.1%
Parks and Community Services	6,961,429	6,652,301	-4.4%
General Government	9,905,487	10,603,040	7.0%
Debt Service	4,809,121	4,816,827	0.2%
<u>Capital Projects</u>	<u>1,981,500</u>	<u>1,842,678</u>	<u>-7.0%</u>
TOTAL EXPENDITURES	111,845,348	109,050,546	-2.5%
Transfers Out	<u>4,235,822</u>	<u>2,656,875</u>	<u>-37.3%</u>
TOTAL FUNDING USES	<u><u>\$116,081,170</u></u>	<u><u>\$111,707,421</u></u>	<u><u>-3.8%</u></u>

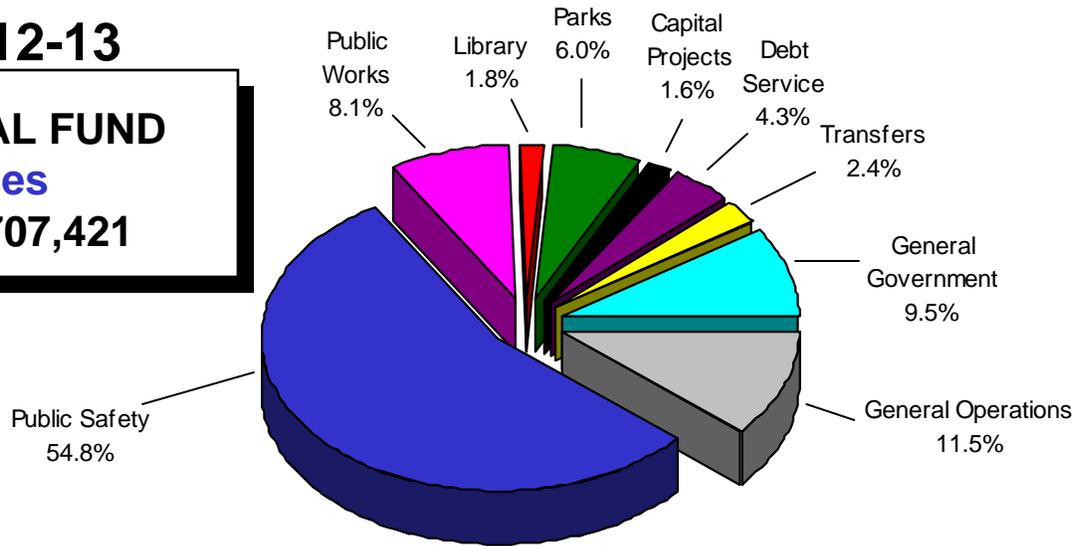
The General Fund expenditure summary by department is another representation of the budget. All reasons are noted previously. General Operations include the budgets for the Elected Officials, Management Services, Human Resources, Information Technology, Finance, Administrative Services, and Community Development.

The City is recognizing and funding its obligation under Governmental Accounting Standard Board (GASB) Statement No. 45, which establishes standards of accounting and financial reporting for Other Post Employment Benefits (OPEB). This budget is reported in General Government for the General Fund and in certain other funds as appropriate.

BUDGET OVERVIEW

FY 2012-13

**GENERAL FUND
Uses
\$ 111,707,421**



General Operations	Public Safety	Public Works
Library	Parks	Capital Projects
Debt Service	Transfers	General Government

Expenditures

General Operations

City Council	\$ 154,904
Management Services	1,667,672
City Treasurer	15,556
Human Resources	2,089,575
Information Technology	1,880,783
Finance	3,455,370
Administrative Services	462,033
Community Development	3,079,931
Total General Operations	12,805,824

Public Safety

Fire	22,022,349
Police	39,223,740
Total Public Safety	61,246,089

Other

Public Works	9,007,404
Library	2,076,383
Parks and Community Services	6,652,301
Capital Projects	1,842,678
Debt Service	4,816,827
General Government	10,603,040
Total Other	34,998,633

Total Expenditures

Transfers Out	2,656,875
Total "Uses"	\$ 111,707,421

BUDGET OVERVIEW

GENERAL FUND SHORTFALL

The City will have a balanced General Fund budget for Fiscal Year 2012-13. Comparing the General Fund Sources at \$111.1 million to the General Fund Uses of \$111.7 million there is a \$0.6 million difference that will be offset with the use of one-time available fund balance. The funds have been set aside in prior fiscal years in anticipation of shortfalls in the new year. The available funds are outside of the \$14,300,000 Emergency Contingency Committed Fund Balance. The City continues to monitor revenues and expenditures on a regular basis and assess concerns as they arise. Management actively participates in discussions with the various labor groups in an effort to reduce costs.

GENERAL FUND BALANCE POLICY

This Fund Balance Policy for the General Fund establishes the procedures for reporting unrestricted fund balance in the financial statements. Certain commitments and assignments of fund balance will help ensure that there will be adequate financial resources to protect the City against unforeseen circumstances and events such as revenue shortfalls and unanticipated expenditures. The policy also authorizes and directs the Finance Director to prepare financial reports which accurately categorize fund balance as per Governmental Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions.

There are five separate components of fund balance, each of which identifies the extent to which the City is bound to honor constraints on the specific purposes for which amounts can be spent.

1. Nonspendable fund balance (*inherently nonspendable*)
2. Restricted fund balance (*externally enforceable limitations on use*)
3. Committed fund balance (*self-imposed limitations on use*)
4. Assigned fund balance (*limitation resulting from intended use*)
5. Unassigned fund balance (*residual net resources*)

The General Fund Balance Policy is approved by the City Council and adopted by resolution. The policy is included in the Appendix section of the budget document.

WATER UTILITY FUND

The Water Utility Fund is operated as a "*Business Type*" activity, without subsidy from other funds. The fund is expected to serve 42,000 customers with approximately 40,000 acre feet of water in Fiscal Year 2012-13. The reclaimed water system will provide 4,300 acre feet of water to parks, schools, institutional and commercial customers. The working capital for the Water Utility includes estimated fund balances, net transfers, Other Post Employment Benefits (OPEB), loans payable/receivable, operating expenditures, and capital improvement projects. The working capital details are located in the *Schedule of Estimated Working Capital Changes* located in the Budget Overview section.

BUDGET OVERVIEW

WATER RECLAMATION UTILITY FUND

The Water Reclamation Utility Fund is also operated as a “*Business Type*” activity. The City's reclamation system is expected to treat about 13.25 million gallons of sewage per day in Fiscal Year 2012-13. The working capital for the Water Reclamation Utility includes estimated fund balances, net transfers, Other Post Employment Benefits (OPEB), loans payable/receivable, operating expenditures, and capital improvement projects. The working capital details are located in the *Schedule of Estimated Working Capital Changes* located in the Budget Overview section.

ELECTRIC UTILITY FUND

The City's Electric Utility Fund is a “*Business Type*” activity and will provide approximately 145,000 megawatt-hours of electricity to approximately 1,800 accounts. The working capital for the Electric Utility includes estimated fund balances, net transfers, Other Post Employment Benefits (OPEB), loans payable/receivable, operating expenditures, and capital improvement projects. The working capital details are located in the *Schedule of Estimated Working Capital Changes* located in the Budget Overview section.

REDEVELOPMENT / SUCCESSOR AGENCY

As part of the Fiscal Year 2011-12 State of California budget bill, companion bills Assembly Bill 1X 26 and Assembly Bill 1X 27 were enacted, dissolving redevelopment agencies throughout the State. Legal action was filed with the Supreme Court, on behalf of cities, counties and redevelopment agencies, challenging the constitutionality of the decision. On December 29, 2011, the Supreme Court issued its opinion on the legal action, upholding AB 1X 26 and AB 1X 27 and dissolving all redevelopment agencies in the State, effective February 1, 2012. On January 11, 2012, the City Council approved Resolution 2012-004, affirming the position of “Successor Agency” with the responsibility of winding down the Redevelopment Agency's affairs. The activities of the City, as successor agency, will be overseen by an oversight board comprised primarily of representatives of other affected taxing agencies, until such time as the debts of the Agency are paid off, all Agency assets liquidated and all property taxes are redirected to local taxing agencies.

AFFORDABLE HOUSING

The Corona Housing Authority, created in February 2011, is a component unit of the City of Corona with the City Council services as the Board of Directors. The Housing Authority is responsible for administering all low and moderate income housing functions and assets previously handled by the Redevelopment Agency. The budget for affordable housing activities in FY 2012-13 is \$1,891,964. This includes \$264,430 in operations, \$694,669 in debt service, and \$932,865 in capital improvement projects. Included in this category are the Home Investment Partnership Grant, or HOME, funds.

BUDGET OVERVIEW

COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)

The City of Corona receives federal funding for the Community Development Block Grant, or CDBG. CDBG funds may be used for eligible projects and allocated to benefit low and moderate income persons and/or to fund programs and projects to alleviate lighting conditions within CDBG eligible areas. In Fiscal Year 2012-13, funding for CDBG totals \$1,271,088. The allocation includes \$196,504 for administration/operations and \$1,074,584 for capital projects and CDBG public service activities.

INVESTMENT POLICY

The City formally adopts its Investment Policy on an annual basis. It provides guidelines for the prudent investment of the City's temporary inactive cash and outlines the policies for maximizing the efficiency of the City's cash management. The Investment Policy is in conformance with the California Government Code Sections 53600 et seq. The City Treasurer is delegated investment authority on a year-to-year basis. Within the constraints set forth in the policy, the City Treasurer has the authority to direct investment strategy and approve investment transactions for the City's investment portfolio. The criteria for selecting investments and the order of priority are safety, liquidity and yield.

The Investment Policy is approved by the City Council and adopted by resolution. The policy is available on the City's website at <http://www.discovercorona.com/City-Departments/Finance.aspx>.

DEBT POLICY

The debt policy is adopted as a means of standardizing the issuance and management of debt. The primary objective is to establish conditions for the use of debt, to minimize the City's Debt Service requirements and cost of issuance, to retain the highest practical credit rating, to maintain full and complete financial disclosure and reporting, and to maintain financial flexibility for the City. The policies apply to all debt issued by the City and its component units. The policy is an important tool to ensure the use of the City's resources to meet its commitments, to meet the needs of the citizens of Corona and to maintain sound financial management practices.

The Debt Policy is approved by the City Council and adopted by resolution. The policy is available on the City's website at <http://www.discovercorona.com/City-Departments/Finance.aspx>.

DEBT SERVICE

Debt Service is the payment of principal and interest on bonds and other debt instruments according to a predetermined schedule. All Debt Service budgets are listed in the Other Budgets section.

BUDGET OVERVIEW

CONTINUING APPROPRIATIONS

The *Schedule of Estimated Continuing Appropriations by Fund* as submitted in the budget document is an estimate at the time of printing. After year-end fund balance analyses are completed, a supplemental capital projects and operational budget document will be prepared to report finalized figures. Continuing appropriations may include both capital projects and operational funds and will be authorized as appropriations for the said fiscal year. The *Schedule of Estimated Continuing Appropriations* listed in the Capital Projects section.

ECONOMY

The economy continues to present challenges in the projections for the future. With a weak job market, expiration of the Federal stimulus and unemployment benefits, increases in gasoline and commodity prices it is difficult to estimate how growth will occur. Most domestic economic data is reporting a slow growth environment. This is also true for the unemployment rate, as it continues to remain high with the labor market improving at a slow but steady pace. Corona continues to mirror the national and state trends as well, by projecting revenues increasing gradually for our sales and property tax related revenue streams.

KEY FINANCIAL ISSUES AHEAD

During budget preparation, revenue and expenditure projections for all funds undergo a considerable review process, not only for the new fiscal year, but for future years' impacts as well. City departments prepare five year operational and capital improvement needs that are above their target budgets. This five year analysis allows the City to evaluate these upcoming needs. The following are some issues that can potentially impact the City and the decisions that are made:

- ✓ Continued budget deficit at the State level may impact future budget years
- ✓ Reductions in Library grant funding
- ✓ State and local economic conditions resulting in negative, or zero, revenue growth in key areas
- ✓ Legislative changes
- ✓ Federal funding reductions in Community Development Block Grant funds
- ✓ Federal health care impacts
- ✓ Ongoing rising costs of health care and retirement benefits
- ✓ Fiscal Year 2012-13 impact of investment market decline on employer contribution rates for retirement benefits
- ✓ Proposed pension reform
- ✓ Rising costs of utilities and gasoline
- ✓ Unfunded liabilities



BUDGET OVERVIEW

- ✓ Maintaining adequate fund balance reserves
- ✓ Maintaining various City infrastructure
- ✓ Maintaining parks, recreational, social and library facilities
- ✓ Maintaining City owned property and facilities

The City will remain proactive in anticipation of these and all related issues and how they will impact the budget. For more information about the City of Corona, visit us on the web at www.discovercorona.com.

BUDGET OVERVIEW

VARIOUS SCHEDULES

Included in this section of the budget is summary information regarding the City of Corona's Adopted Budget for Fiscal Year 2012-13. These schedules identify the various budget items previously mentioned in the Budget Overview, and provide an easy reference to the Annual Budget. The list below identifies the budget information contained in this section.

Schedules - All Funds

- *Schedule of Estimated Fund Balance Changes and Schedule of Combined Changes in Working Capital* - a listing of budgetary available fund balances and their estimated year end balances for June 30, 2013.
- *Summary of Revenue by Fund Type* - a matrix of the total Fiscal Year 2012-13 Annual Budget - identifying revenue by fund and function.
- *Summary of Expenditures by Fund Type* - a matrix of the total Fiscal Year 2012-13 Annual Budget - identifying expenditures by fund and function.
- *Schedule of Estimated Transfers* - a listing of all expected Fiscal Year 2012-13 transfers, and the dollars associated with each transfer.
- *Schedule of Estimated Interfund Charges* - a listing of all expected Fiscal Year 2012-13 Interfund Charges and the dollars associated with each charge.
- *Vehicle Replacement Schedule* – a listing of approved vehicles to be replaced during Fiscal Year 2012-13.

SCHEDULE OF ESTIMATED FUND BALANCE CHANGES

Fund No.	Description	Available Fund Bal. 06/30/12	Spendable Projected Revenues	Incoming Transfers / Other
110	General Fund	\$ 576,151	\$ 107,820,495	\$ 3,310,775
206	Library Facilities Fee Fund	4,285	43,810	
207	Fire Wild Land Mitigation Fund	21,650	1,210	
208	Temescal Canyon Police Fac. Fund	(619,500)	100	
209	Temescal Canyon Fire Fac. Fund	(930,430)	100	
211	Street and Traffic Signals Fund	2,256,090	475,970	
212	Drainage Fee Fund	1,009,370	112,350	
213	Police Facilities Fund	149,070	55,650	
214	Fire Facilities Fund	499,190	76,200	
215	Public Meeting Facilities Fund	218,535	32,720	
216	Aquatics Center Fund	48,660	17,240	
217	Parks and Open Space Fund	2,623,285	1,171,210	
218	Corona Mall Bus. Impr. Dist. Fund	43,955	134,625	
222	Gas Tax (2105-2106-Prop 42) Fund	230,095	2,947,050	12,440
224	Rideshare-Trip Reduction Fund	169,000	179,705	19,250
225	Gas Tax (2107) Fund	-	1,064,325	
227	Measure A Fund	1,310,235	2,937,965	
230	Low and Moderate Housing Fund	134,465		1,463,204
231	CAL COPS Grant Fund	(90,115)	217,480	
232	Civic Center Fund	-	74,680	157,230
233	Obligation Payment Fund	11,074,320	14,488,770	
243	Public Works Capital Grants Fund	(4,714,235)	2,153,325	
244	SB 821 Transportation Grant Fund	165	109,500	
245	Co. Svc. Area 152 (NPDES) Fund	-	1,118,605	13,575
246	CFD 2000-1 (Eagle Glen II) Fund	632,220	44,525	
247	CFD 2002-2 LMD Fund	222,200	88,075	1,690
248	CFD 97-1 Landscape Fund	357,465	354,890	1,630
249	CFD 2001-1 Landscape Fund	1,067,480	1,583,225	11,510
250	Asset Forfeiture Fund	539,565	15,980	
251	CFD/LMD 2002-3 Landscape Fund	216,120	59,700	565
252	LMD 2003-1 Lighting Fund	480,915	249,115	7,335
260	Residential Refuse/Recyc. Fund	-	6,889,954	681,382
261	So Corona Major Thoroughfares Fund	604,190	40,670	
274	So Corona Landscaping Fund	683,675	34,610	

SCHEDULE OF ESTIMATED FUND BALANCE CHANGES

Outgoing Transfers / Other	Total Available	Operating Expend.	CIP Expend.	Fund Bal. 06/30/13	Fund No.
\$ 2,656,875	\$ 109,050,546	\$ 107,207,868	\$ 1,842,678	\$ -	A 110
	48,095	96		47,999	206
	22,860	299	8,000	14,561	207
100	(619,500)	25		(619,525)	B 208
100	(930,430)	37		(930,467)	B 209
	2,732,060	16,029	955,000	1,761,031	211
	1,121,720	3,822	53,000	1,064,898	212
	204,720	5,558	175,000	24,162	213
	575,390	4,038	275,500	295,852	214
	251,255	97		251,158	215
	65,900	22		65,878	216
	3,794,495	5,953	1,345,000	2,443,542	217
	178,580	2,579	131,700	44,301	218
	3,189,585	1,210,603	1,350,000	628,982	222
	367,955	241,918	50,200	75,837	224
1,064,325	-			-	225
	4,248,200	31,918	3,200,000	1,016,282	227
	1,597,669	929,669	668,000	-	230
	127,365			127,365	231
	231,910	231,910		-	C 232
11,557,244	14,005,846			14,005,846	233
	(2,560,910)			(2,560,910)	E 243
	109,665			109,665	244
	1,132,180	1,002,605		129,575	245
	676,745	17,857		658,888	246
	311,965	79,212		232,753	247
	713,985	394,930		319,055	248
	2,662,215	1,332,500	1,304,000	25,715	249
	555,545	260,579		294,966	250
	276,385	64,105		212,280	251
	737,365	257,869		479,496	252
	7,571,336	7,567,876		3,460	C 260
	644,860	728		644,132	261
	718,285	429		717,856	274

SCHEDULE OF ESTIMATED FUND BALANCE CHANGES

Fund No.	Description	Available Fund Bal. 06/30/12	Spendable Projected Revenues	Incoming Transfers / Other
288	Park Development Fund	(12,164,730)		
289	Dwelling Development Tax Fund	623,100	546,825	42,013
291	Corona Housing Authority Fund	8,160,920	576,975	
353	Corona Revitalization Zone Fund	(270,780)		6,903,128
411	US Dept. of Justice Grant Fund	(444,145)	453,390	
415	Library Other Grants Fund	(2,865)	12,915	
417	RDA Successor Agency Fund	4,208,920		1,846,248
422	Traffic Offender Fund	500,595	263,495	
431	CDBG Fund	-	1,271,088	
432	HOME Investment Partnership Prog. Fd.	434,390	302,295	
441	RDA Land Disposition Fund	2,002,380	448,155	
445	Bicycle Transportation Account Fund	4,625		
446	LMD 84-1 Lighting Fund	-	2,132,000	443,949
448	LMD 84-2 Landscape Fund	4,341,662	4,197,695	13,735
475	Successor Agency Administration Fund	(113,200)		1,384,664
478	TUMF - RCTC Fund	(11,929,750)	4,000,000	
479	TUMF - WRCOG Fund	(2,050,160)	1,513,530	
480	Reimbursement Grants Fund	255,175	714,305	
633	Fire Apparatus Capital Outlay Fund	612,985		
634	IT/Communication Capital Outlay Fund	571,975		906,676
680	Warehouse Services Fund	-	811,610	8,165
682	Fleet Operations Fund	9,769,830	6,442,590	
683	Workers' Compensation Fund	3,941,130	3,450,000	
687	Liability Risk Retention Fund	2,183,370	1,800,000	
688	Separations Fund	497,595		600,000
689	City Facilities Fund	252,180		60,000

A - Assigned Fund Balance from prior year savings available.

B - Temescal Canyon Public Safety Facility Payable / Amount owed to General Fund.

C - Future provisions to offset program (via Transfers) from General Fund.

D - Park Bond Payable / Amount owed to General Fund.

SCHEDULE OF ESTIMATED FUND BALANCE CHANGES

Outgoing Transfers / Other	Total Available	Operating Expend.	CIP Expend.	Fund Bal. 06/30/13	Fund No.
	(12,164,730)		1,004,000	(13,168,730) D	288
	1,211,938	345		1,211,593 G	289
	8,737,895			8,737,895	291
	6,632,348	6,632,348		-	353
	9,245			9,245 E	411
	10,050			10,050 E	415
	6,055,168		1,806,248	4,248,920	417
	764,090	508,476		255,614	422
	1,271,088	196,504	1,074,584	-	431
	736,685	29,430	264,865	442,390	432
	2,450,535	503,679		1,946,856	441
	4,625			4,625	445
	2,575,949	2,546,809		29,140 C	446
42,013	8,511,079	3,641,561	460,000	4,409,518 G	448
	1,271,464	1,271,464		-	475
	(7,929,750)			(7,929,750) E	478
	(536,630)			(536,630) F	479
	969,480			969,480 E	480
				-	
	612,985			612,985	633
	1,478,651		906,678	571,973	634
405,155	414,620	406,455		8,165	680
2,576,072	13,636,348	4,319,385	165,592	9,151,371	682
	7,391,130	3,853,352		3,537,778	683
	3,983,370	1,587,567	5,000	2,390,803	687
	1,097,595	600,000		497,595	688
	312,180		60,000	252,180	689

E - Revenue / Reimbursement Offset Expected in Outyears - Revenue recognized when expensed.

F - Includes E and TUMF WRCOG aligns to regional February 2012 TIP.

G - Includes Loan Repayment between DDT Fund and LMD Fund.

**SCHEDULE OF ESTIMATED
WORKING CAPITAL CHANGES**

Fund No.	Fund Description	Working Capital 06/30/12	Spendable Projected Revenues	Incoming Transfers	Outgoing Transfers
<u>Department of Water and Power</u>					
440	Water Reclamation Capacity Fund	\$ 8,379,620	\$ 1,262,575		\$ 310,965
507	Water Capacity Fund	2,890,167	3,634,120		2,607,676
567	Reclaimed Water System Fund	1,589,783	3,551,150	4,821,321	
570	Water Utility Fund	27,728,550	52,187,735	269,110	2,670,295
572	Water Reclamation Utility Fund	15,744,121	29,807,480	468,110	
578	Electric Utility Fund	9,619,282	18,972,575	22,335	40,000
	Total DWP Funds	<u>\$ 65,951,523</u>	<u>\$ 109,415,635</u>	<u>\$ 5,580,876</u>	<u>\$ 5,628,936</u>
	Total Water Funds	\$ 32,208,500	\$ 59,373,005	\$ 5,090,431	\$ 5,277,971
	Total Water Reclamation Funds	24,123,741	31,070,055	468,110	310,965
	Total Electric Funds	9,619,282	18,972,575	22,335	40,000
	Total DWP Funds	<u>\$ 65,951,523</u>	<u>\$ 109,415,635</u>	<u>\$ 5,580,876</u>	<u>\$ 5,628,936</u>
275	Airport Fund	(13,025)	269,195		
577	Transit Services Fund	(6,360)	3,414,773		

H - Airport Payable / Estimated deficit to be reviewed at fiscal year end.

**SCHEDULE OF ESTIMATED
WORKING CAPITAL CHANGES**

Principal Payments On Debt	Total Available	Operating Expend.	CIP Expend.	Working Capital 06/30/13	Fund No.
\$ (1,669,059)	\$ 7,662,171	\$ 394,043	\$ 300,000	\$ 6,968,128	440
(440,580)	3,476,031	522,825	1,275,000	1,678,206	507
(1,811,526)	8,150,728	2,596,598	5,550,000	4,130	567
(795,889)	76,719,211	57,516,038	9,851,606	9,351,567	570
(402,369)	45,617,342	27,664,157	7,425,000	10,528,185	572
(463,732)	28,110,460	15,666,297		12,444,163	578
\$ (5,583,155)	\$ 169,735,943	\$ 104,359,958	\$ 24,401,606	\$ 40,974,379	
\$ (3,047,995)	\$ 88,345,970	\$ 60,635,461	\$ 16,676,606	\$ 11,033,903	
(2,071,428)	53,279,513	28,058,200	7,725,000	17,496,313	
(463,732)	28,110,460	15,666,297	-	12,444,163	
\$ (5,583,155)	\$ 169,735,943	\$ 104,359,958	\$ 24,401,606	\$ 40,974,379	
(15,000)	241,170	287,226		(46,056) H	275
	3,408,413	3,012,933		395,480	577

SUMMARY OF REVENUE BY FUND TYPE

<u>Fund Number / Description</u>	<u>Actual Revenues FY2010-11</u>	<u>Budgeted Revenues FY 2011-12</u>	<u>Projected Revenues FY 2011-12</u>	<u>Estimated Budget FY 2012-13</u>
General Funds				
110 General Fund				
Property Tax	\$ 33,892,315	\$ 34,179,147	\$ 33,597,903	\$ 34,334,733
Sales and Use Tax	28,505,050	27,875,000	31,100,000	32,625,000
Other Taxes	7,396,099	7,520,177	7,599,176	7,686,664
Licenses, Fees & Permits	918,093	751,586	1,120,376	849,150
Fines, Penalties & Forfeitures	1,932,884.94	1,842,500	1,535,693	1,509,600
Investment Earnings	2,423,456.26	2,634,412	2,293,223	2,042,157
Intergovernmental Revenues	1,819,361.19	591,869	760,734	592,483
Current Services	4,973,284	4,596,077	4,702,155	4,177,365
Other Revenues	13,643,004	14,408,763	14,604,527	12,309,014
Recreation revenues	562,634	477,500	476,042	477,500
Payment in Lieu of Services	9,597,413	9,820,574	9,582,090	9,525,260
ECB Owned Revenue	1,781,498	1,399,938	1,551,816	1,395,569
Designated Revenue	536,616	245,000	1,042,145	296,000
110 Subtotal General Fund	107,981,707	106,342,543	109,965,880	107,820,495
232 Civic Center Fund	77,827	55,423	72,835	74,680
260 Residential Refuse/Recycling Fund	6,578,855	6,773,150	6,613,080	6,889,954
634 IT/Communication Capital Outlay Fund	9,992	-	-	-
Total General Funds	114,648,381	113,171,116	116,651,795	114,785,129

Special Revenue Funds

206 Library Facilities Fee Fund	16,971	47,521	102,415	43,810
207 Fire Wild Land Mitigation Fund	20,381	2,466	1,250	1,210
208 Temescal Canyon Police Facilities Fund	-	27,431	5,020	100
209 Temescal Canyon Fire Facilities Fund	-	39,611	28,450	100
211 Street and Traffic Signals Fund	286,375	335,825	963,440	475,970
212 Drainage Fee Fund	43,363	98,381	166,785	112,350
213 Police Facilities Fund	25,423	61,848	96,175	55,650
214 Fire Facilities Fund	57,175	86,833	131,685	76,200
215 Public Meeting Facilities Fund	12,234	36,171	65,560	32,720
216 Aquatics Center Fund	5,244	18,679	37,830	17,240
217 Parks and Open Space Fund	148,135	97,390	2,396,470	1,171,210
218 Corona Mall Business Improvement District Fd	130,877	128,264	132,620	134,625
222 Gas Tax (2105-2106-Prop 42) Fund	2,735,679	2,981,427	2,963,985	2,947,050
224 Rideshare-Trip Reduction Fund	172,319	182,779	184,790	179,705
225 Gas Tax 2107 Fund	1,045,649	1,065,403	1,055,245	1,064,325
227 Measure A Fund	3,154,476	2,894,601	3,034,210	2,937,965
230 Low/Moderate Housing Fund	5,353,029	5,465,272	2,525,210	-
231 CAL COPS Grants Fund	183,794	148,455	192,205	217,480
233 Obligation Payment Fund	-	-	-	14,488,770
242 Traffic Congestion Relief Fund	(40,767)	-	-	-
246 CFD 2000-1 (Eagle Glen II) Fund	42,688	40,205	44,150	44,525
247 CFD 2002-2 LMD Fund	89,381	88,774	87,620	88,075
248 CFD 97-1 Landscape Fund	394,073	354,550	357,335	354,890
249 CFD 2001-1 Landscape Fund	1,829,390	1,355,578	1,578,130	1,583,225
250 Asset Forfeiture Fund	165,301	19,030	56,200	15,980
251 CFD/LMD 2002-3 Landscape Fund	61,675	60,495	61,050	59,700

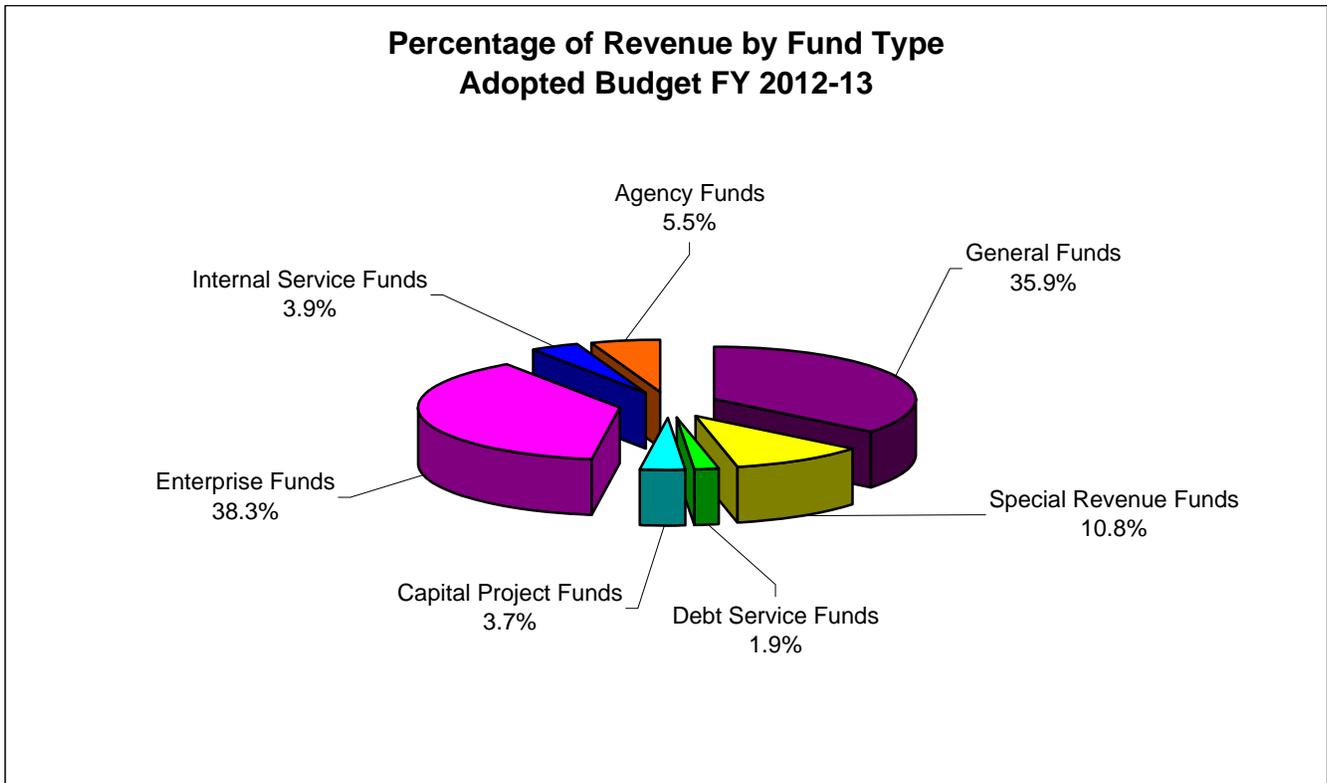
SUMMARY OF REVENUE BY FUND TYPE

<u>Fund Number / Description</u>	Actual Revenues FY 2010-11	Budgeted Revenues FY 2011-12	Projected Revenues FY 2011-12	Estimated Budget FY 2012-13
<u>Special Revenue Funds, Continued</u>				
252 LMD 2003-1 Lighting Fund	283,531	219,171	248,460	249,115
261 South Corona Major Thoroughfares Fund	32,300	72,454	36,340	40,670
274 South Corona Landscaping Fund	72,873	61,537	36,490	34,610
289 Dwelling Development Tax Fund	98,148	190,435	454,435	546,825
353 Corona Revitalization Zone Fund	18,157,002	20,155,109	9,922,975	-
411 US Department of Justice Grant Fund	209,723	788,131	507,280	453,390
417 RDA Successor Agency Fund	106,091	220,851	133,570	-
422 Traffic Offender Fund	274,893	280,822	262,330	263,495
441 RDA Land Disposition Fund	644,220	463,550	464,880	448,155
442 Adult and Family Literacy Grant Fund	31,913	-	-	-
446 LMD84-1 Lighting Fund	2,273,009	2,032,775	2,331,335	2,132,000
448 LMD 84-2 Landscape Fund	4,501,238	4,196,995	4,217,410	4,197,695
475 Successor Agency Administration Fund	10,025	-	11,460	-
Total Special Revenue Funds	42,627,831	44,318,819	34,894,795	34,468,830
<u>Debt Service Funds</u>				
349 AD 90-1 (Jasmine Ridge) Fund	230,511	218,962	299,565	198,325
350 95 GO Library Fund	11,891	-	-	-
357 Temescal Canyon Redev. Project Area Fund	2,329,861	-	-	-
361 AD 89-1 (Railroad) Fund	145,575	1,167	-	-
376 2001 Lease Revenue Ref (PIRB) Bonds Fund	998,835	997,613	997,615	994,000
379 2002 Lease Revenue Bonds (City Hall) Fund	2,414,275	2,411,477	2,411,510	2,410,495
388 2006 Lease Revenue Bonds Fund	2,391,602	2,386,886	2,386,760	2,395,330
Total Debt Service Funds	8,522,550	6,016,105	6,095,450	5,998,150
<u>Capital Project Funds</u>				
243 Public Works Capital Grants Fund	2,475,346	3,964,867	4,059,130	2,153,325
244 SB 821 Transportation Grant Fund	-	34,325	67,185	109,500
245 County Service Area 152 (NPDES) Fund	852,072	967,301	863,785	1,118,605
291 Corona Housing Authority Fund	-	-	321,650	576,975
415 Library Other Grants Fund	5,039	23	47,905	12,915
431 CDBG Fund	990,023	1,265,521	1,100,150	1,271,088
432 Home Investment Partnership Program Fund	1,018,547	427,446	895,335	302,295
445 Bicycle Transportation Account Fund	33	45,050	182,350	-
477 Corporation Yard Expansion Fund	525	-	-	-
478 TUMF - RCTC Fund	2,084,862	5,000,000	1,250,000	4,000,000
479 TUMF - WRCOG Fund	272,575	1,100,000	2,560,790	1,513,530
480 Reimbursement Grants Fund	2,122,150	2,839,993	4,281,660	714,305
Total Capital Project Funds	9,821,172	15,644,526	15,629,940	11,772,538
<u>Enterprise Funds</u>				
275 Airport Fund	298,137	260,533	254,180	269,195
307 CPIC 97 Ref COPS Fund	547,307	546,563	546,650	549,220
372 98 Revenue Bonds/Desalter Fund	2,285,456	2,282,800	2,280,260	2,279,525
380 2003 COPS (Clearwater Cogen/Rec Water) Fd	4,636,454	4,740,986	4,728,560	4,729,615

SUMMARY OF REVENUE BY FUND TYPE

<u>Fund Number / Description</u>	Actual Revenues FY 2010-11	Budgeted Revenues FY 2011-12	Projected Revenues FY 2011-12	Estimated Budget FY 2012-13
<u>Enterprise Funds, Continued</u>				
385 2005 COPS (Clearwater/Elec Distrib) Fund	1,821,174	1,828,518	1,821,940	1,819,370
440 Water Reclamation Capacity Fund	511,785	894,730	1,036,525	1,262,575
474 Water Reclamation Capital Replacement Fund	268,599	175,870	167,180	-
507 Water Capacity Fund	1,164,019	3,785,731	1,970,500	3,634,120
517 Water Capital Replacement Fund	1,053,171	146,470	177,350	-
567 Reclaimed Water System Fund	2,451,013	3,009,344	2,394,570	3,551,150
570 Water Utility Fund	48,133,032	54,918,646	48,981,020	52,187,735
572 Water Reclamation Utility Fund	27,969,365	28,994,473	29,093,525	29,807,480
577 Transit Services Fund	1,900,887	2,674,664	2,693,380	3,414,773
578 Electric Utility Fund	20,959,507	18,910,964	20,296,655	18,972,575
Total Enterprise Funds	113,999,906	123,170,292	116,442,295	122,477,333
<u>Internal Service Funds</u>				
632 Equipment Pool Capital Outlay Fund	108,439	25,000	100,000	-
680 Warehouse Services Fund	935,678	845,509	843,730	811,610
682 Fleet Operations Fund	3,463,418	6,177,743	6,149,450	6,442,590
683 Workers Compensation Fund	3,090,022	4,477,788	3,277,500	3,450,000
687 Liability Risk Retention Fund	1,800,013	1,800,000	1,818,800	1,800,000
Total Internal Service Funds	9,397,570	13,326,040	12,189,480	12,504,200
<u>Agency Funds</u>				
308 CPFA 99 Revenue Series A Fund	2,729,910	2,725,598	2,725,880	2,726,205
309 CPFA 99 Revenue Series B Fund	50,882	50,879	50,890	50,880
342 CFD 86-2 (Woodlake) Fund	1,760,629	1,700,044	1,696,710	1,690,980
358 CFD 89-1A (LOBS DW) Fund	1,574,092	1,501,869	1,479,845	1,481,405
359 CFD 89-1B (LOBS Improvement) Fund	1,194,050	1,131,836	1,145,475	1,146,400
365 AD 95-1 (Centex) Fund	87,851	84,889	84,400	85,270
366 AD 96-1, 96 A (MTN Gate) Fund	137,819	137,399	133,485	134,660
368 AD 96-1, 97 A (Van Daele) Fund	65,654	63,616	62,020	62,975
369 AD 96-1, 97 B (WPH) Fund	146,053	138,277	135,625	136,040
370 Ref CFD 90-1 (South Corona) Fund	4,473,523	4,324,197	4,113,640	4,131,510
371 CFD 97-2 (Eagle Glen I) Fund	1,505,208	1,473,856	1,445,950	1,445,115
373 AD 96-1, 99A (Centex) Fund	227,854	218,203	209,160	209,500
374 CFD 2000-1 (Eagle Glen II) Fund	647,685	634,746	624,885	613,920
377 CFD 2001-2 (Cresta-Grande) Fund	344,817	312,236	297,255	296,935
378 CFD 2002-1 (Dos Lagos) Fund	1,484,089	1,175,951	1,278,940	1,171,190
381 CFD 2002-4 (Corona Crossings) Fund	705,302	712,628	702,500	702,385
382 CFD 2004-1 (Buchanan Street) Fund	309,175	299,417	287,250	288,800
383 CFD 2003-2 (Highland Collection) Fund	682,687	627,979	603,570	601,825
387 CFD 2002-1 (Improvement Area) Fund	502,001	510,466	560,285	561,160
450 CFD 2002-1 (Dos Lagos) Fund	7	-	-	-
Total Agency Funds	18,629,288	17,824,086	17,637,765	17,537,155
	\$ 317,646,700	\$ 333,470,984	\$ 319,541,520	\$ 319,543,335

SUMMARY OF REVENUE BY FUND TYPE



SUMMARY OF EXPENDITURES BY FUND TYPE

<u>Fund Number / Description</u>	<u>Actual Expenditures FY 2009-10 *</u>	<u>Actual Expenditures FY 2010-11 *</u>	<u>Adopted Budget FY 2011-12 *</u>	<u>Adopted Budget FY 2012-13 *</u>
General Funds				
110 General Fund				
City Council	\$ 124,181	\$ 137,939	\$ 151,535	\$ 154,904
Management Services	1,354,224	1,273,892	1,227,344	1,667,672
Treasurer	17,135	13,841	15,468	15,556
Debt Service	4,660,315	4,684,898	4,809,121	4,816,827
Human Resources	1,587,415	1,622,519	1,983,618	2,089,575
General Government	7,565,521	8,932,221	9,905,487	10,603,040
Information Technology	1,985,961	1,867,352	1,903,581	1,880,783
Finance	3,683,303	3,440,914	3,502,442	3,455,370
Administrative Services	-	-	-	462,033
Community Development	3,142,892	3,098,858	3,139,353	3,079,931
Fire	22,882,494	23,054,509	21,795,237	22,022,349
Police	42,949,863	38,874,011	43,197,742	39,223,740
Public Works	8,625,233	7,907,412	9,060,532	9,007,404
Library	2,781,551	2,530,919	2,210,959	2,076,383
Parks and Community Services	7,202,603	6,801,416	6,961,429	6,652,301
Capital Projects	1,905,340	1,819,396	1,981,500	1,842,678
110 Subtotal General Fund	110,468,031	106,060,097	111,845,348	109,050,546
232 Civic Center Fund	192,532	182,141	231,911	231,910
260 Residential Refuse/Recycling Fund	7,021,536	7,166,551	7,521,225	7,567,876
634 IT/Communication Capital Outlay Fund	672,437	828,771	923,490	906,678
688 Separations Fund	479,207	429,244	600,000	600,000
689 City Facilities Fund	84,295	120,914	196,000	60,000
Total General Funds	118,918,038	114,787,718	121,317,974	118,417,010
Special Revenue Funds				
206 Library Facilities Fee Fund	8,139	9,000	27	96
207 Fire Wild Land Mitigation Fund	13,901	2,138	11,716	8,299
208 Temescal Canyon Police Facilities Fund	161	7	8	25
209 Temescal Canyon Fire Facilities Fund	161	7	12	37
211 Street and Traffic Signals Fund	153,756	38,479	614,568	971,029
212 Drainage Fee Fund	151,701	153,533	139,769	56,822
213 Police Facilities Fund	43,743	129,181	227,485	180,558
214 Fire Facilities Fund	3,717	14,220	150,218	279,538
215 Public Meeting Facilities Fund	30,112	6,047	80	97
216 Aquatics Center Fund	356	26	5	22
217 Parks and Open Space Fund	859,893	645,520	216,077	1,350,953
218 Corona Mall Business Improvement District Fund	81,563	74,431	125,000	134,279
222 Gas Tax (2105-2106-Prop 42) Fund	1,539,395	1,600,396	3,244,627	2,560,603
224 Rideshare -Trip Reduction Fund	60,961	267,196	256,545	292,118
227 Measure A Fund	3,249,803	4,117,626	2,330,385	3,231,918
230 Low/Moderate Housing Fund	3,950,574	3,789,925	4,442,821	1,597,669
231 CAL COPS Grants Fund	191,287	180,883	-	-
242 Traffic Congestion Relief Fund	2,691,990	-	-	-
246 CFD 2000-1 (Eagle Glen II) Fund	5,611	6,214	17,819	17,857

* Includes Capital Projects. Excludes Transfers.

SUMMARY OF EXPENDITURES BY FUND TYPE

<u>Fund Number / Description</u>	<u>Actual Expenditures FY 2009-10 *</u>	<u>Actual Expenditures FY 2010-11 *</u>	<u>Adopted Budget FY 2011-12 *</u>	<u>Adopted Budget FY 2012-13 *</u>
<u>Special Revenue Funds, Continued</u>				
247 CFD 2002-2 LMD Fund	45,419	66,899	75,256	79,212
248 CFD 97-1 Landscape Fund	350,123	348,488	366,806	394,930
249 CFD 2001-1 Landscape Fund	1,398,575	1,482,875	1,771,306	2,636,500
250 Asset Forfeiture Fund	106,560	50,471	160,578	260,579
251 CFD/LMD 2002-3 Landscape Fund	56,895	51,162	59,345	64,105
252 LMD 2003-1 Lighting Fund	223,457	223,695	247,025	257,869
261 South Corona Major Thoroughfares Fund	755,788	683,321	3,737	728
274 South Corona Landscaping Fund	289,566	13,995	446	429
288 Park Development Fund	1,000,122	1,001,215	1,007,613	1,004,000
289 Dwelling Development Tax Fund	40,638	1,732	489	345
353 Corona Revitalization Zone Fund	23,691,375	13,612,290	14,318,867	6,632,348
411 US Department of Justice Grant Fund	77,990	214,052	-	-
417 RDA Successor Agency Fund	2,465,391	2,556,597	2,183,061	1,806,248
422 Traffic Offender Fund	274,921	185,325	327,782	508,476
441 RDA Land Disposition Fund	98,521	137,100	182,250	503,679
442 Adult and Family Literacy Grant Fund	34,577	31,913	-	-
446 LMD 84-1 Lighting Fund	2,344,593	2,305,645	2,503,334	2,546,809
448 LMD 84-2 Landscape Fund	4,075,072	3,881,723	3,806,847	4,101,561
475 Successor Agency Administration Fund	3,449,436	3,650,108	4,260,552	1,271,464
Total Special Revenue Funds	53,815,843	41,533,435	43,052,456	32,751,202
<u>Debt Service Funds</u>				
349 AD 90-1 (Jasmine Ridge) Fund	326,055	284,633	208,800	207,600
350 95 GO Library Fund	1,000,759	-	-	-
357 Temescal Canyon Redev. Project Area Fund	4,093,054	2,396,941	-	-
361 AD 89-1 (Railroad) Fund	304,605	256,503	243,640	-
Total Debt Service Funds	5,724,473	2,938,077	452,440	207,600
<u>Capital Project Funds</u>				
243 Public Works Capital Grants Fund	4,197,193	3,147,583	-	-
245 County Service Area 152 (NPDES) Fund	690,632	837,435	967,301	1,002,605
415 Library Other Grants Fund	7,321	5,039	-	-
431 CDBG Fund				
Redevelopment	125,362	147,701	195,607	-
Administrative Services	-	-	-	196,504
Capital Projects	1,265,373	842,323	1,069,914	1,074,584
432 Home Investment Partnership Program Fund	530,230	1,018,549	427,446	294,295
476 Temescal Canyon Project Area Admin. Fund	480,028	87,437	-	-
477 Corporation Yard Expansion Fund	5,006,880	207,602	-	-
478 TUMF - RCTC Fund	134,943	2,084,862	-	-
479 TUMF - WRCOG Fund	368,857	272,575	-	-
480 Reimbursement Grants Fund	2,280,213	2,121,649	-	-
Total Capital Project Funds	15,087,032	10,772,755	2,660,268	2,567,988

* Includes Capital Projects. Excludes Transfers.

SUMMARY OF EXPENDITURES BY FUND TYPE

<u>Fund Number / Description</u>	<u>Actual Expenditures FY 2009-10 *</u>	<u>Actual Expenditures FY 2010-11 *</u>	<u>Adopted Budget FY 2011-12 *</u>	<u>Adopted Budget FY 2012-13 *</u>
<u>Enterprise Funds</u>				
275 Airport Fund	316,270	328,661	274,983	287,226
440 Water Reclamation Capacity Fund	963,762	919,012	558,999	694,043
474 Water Reclamation Capital Replacement Fund	259,159	184,892	3,254,539	-
487 98 Revenue Bonds/Desalter Fund	60,376	60,376	-	-
507 Water Capacity Fund	1,095,806	1,176,220	581,580	1,797,825
517 Water Capital Replacement Fund	1,295,807	1,202,617	7,514,979	-
567 Reclaimed Water System Fund	2,587,957	2,762,011	4,679,130	8,146,598
570 Water Utility Fund				
Water and Power	44,518,888	42,713,749	54,337,852	57,516,038
Capital Projects	(478,590)	(34,543)	-	9,851,606
572 Water Reclamation Utility Fund				
Police	125,198	-	-	-
Water and Power	25,638,004	24,635,444	27,204,171	27,664,157
Capital Projects	1,323	(21,456)	-	7,425,000
577 Transit Services Fund	2,309,725	2,082,978	2,674,664	3,012,933
578 Electric Utility Fund				
Water and Power	21,936,411	17,638,404	17,459,875	15,666,297
Capital Projects	14,819	109	2,017,015	-
Total Enterprise Funds	100,644,915	93,648,474	120,557,787	132,061,723
<u>Internal Service Funds</u>				
632 Equipment Pool Capital Outlay Fund	531,734	662,051	948,349	-
680 Warehouse Services Fund	404,379	385,145	419,187	406,455
682 Fleet Operations Fund	2,940,496	3,056,969	4,250,405	4,484,977
683 Workers' Compensation Fund	5,081,678	3,837,853	2,787,959	3,853,352
687 Liability Risk Retention Fund	1,563,689	1,161,473	1,580,000	1,592,567
Total Internal Service Funds	10,521,976	9,103,491	9,985,900	10,337,351
<u>Agency Funds</u>				
342 CFD 86-2 (Woodlake) Fund	1,932,135	1,804,089	1,814,250	1,810,125
358 CFD 89-1 A (LOBS DW) Fund	1,708,134	1,589,701	1,578,378	1,581,042
359 CFD 89-1 B (LOBS Improvement) Fund	1,333,374	1,208,048	1,212,530	1,210,475
365 AD 95-1 (Centex) Fund	85,282	83,530	82,423	79,973
366 AD 96-1, 96 A (MTN Gate) Fund	140,923	136,112	140,685	141,365
368 AD 96-1, 97 A (Van Daele) Fund	67,262	64,772	64,408	67,785
369 AD 96-1, 97 B (WPH) Fund	142,104	137,720	140,225	141,255
370 Ref CFD 90-1 (South Corona) Fund	4,635,407	4,616,791	3,893,002	3,783,428
371 CFD 97-2 (Eagle Glen I) Fund	1,510,952	1,507,427	1,502,442	1,500,895
373 AD 96-1, 99 A (Centex) Fund	247,326	212,866	214,540	212,500
374 CFD 2000-1 (Eagle Glen II) Fund	622,774	767,802	622,580	613,512
377 CFD 2001-2 (Cresta-Grande) Fund	305,614	306,940	305,185	306,193
378 CFD 2002-1 (Dos Lagos) Fund	1,793,020	1,383,523	1,135,425	1,151,625
381 CFD 2002-4 (Corona Crossings) Fund	702,680	697,166	699,200	695,479
382 CFD 2004-1 (Buchanan Street) Fund	280,750	354,952	275,583	275,454

* Includes Capital Projects. Excludes Transfers.

SUMMARY OF EXPENDITURES BY FUND TYPE

<u>Fund Number / Description</u>	<u>Actual Expenditures FY 2009-10 *</u>	<u>Actual Expenditures FY 2010-11 *</u>	<u>Adopted Budget FY 2011-12 *</u>	<u>Adopted Budget FY 2012-13 *</u>
<u>Agency Funds, Continued</u>				
383 CFD 2003-2 (Highlands Collection) Fund	798,637	2,788,075	638,588	628,864
387 CFD 2002-1 (Improvement Area) Fund	2,363,432	685,699	571,350	569,919
449 CFD 2006-1 (Orchard Glen) Fund	13,737	-	-	-
450 CFD 2002-1 (Dos Lagos) Fund	1,068	56,703	-	-
451 CFD Sierra Bella Project Fund	22,410	-	-	-
452 CFD 2002-1 (Improvement Area) Fund	5,549	-	-	-
497 CFD 2003-2 (Highlands Collection) Fund	800,133	-	-	-
Total Agency Funds	19,512,703	18,401,916	14,890,794	14,769,889
Total All Funds	324,224,980	291,185,866	312,917,619	311,112,763
<u>Duplicate Debt Service/Agency Items (accounted for in multiple funds):</u>				
307 CPIC 97 Ref COPS Fund	551,750	547,305	546,563	549,220
308 CPFA 99 Revenue Series A Fund	1,956,379	1,955,333	1,950,720	1,952,348
309 CPFA 99 Revenue Series B Fund	997,939	774,165	774,878	773,859
372 98 Revenue Bonds/Desalter Fund	2,280,808	2,280,876	2,278,260	2,277,525
376 2001 Lease Revenue Ref (PIRB) Bonds Fund	997,738	998,835	997,613	994,000
379 2002 Lease Revenue Bonds (City Hall) Fund	2,418,361	2,414,319	2,411,477	2,410,495
380 2003 COPS (Clearwater Cogen/Rec Water) Fund	4,716,650	4,715,125	4,719,400	4,720,613
385 2005 COPS (Clearwater/Elec Distrib) Fund	1,817,560	1,819,560	1,820,173	1,819,373
388 2006 Lease Revenue Bonds Fund	2,395,044	2,391,457	2,386,644	2,395,332
Total Duplicate Debt Service Items	18,132,229	17,896,975	17,885,728	17,892,765
Total All Funds, Including Duplicate Debt Service Items, For Appropriation Purposes	\$342,357,209	\$309,082,841	\$330,803,347	\$329,005,528

* Includes Capital Projects. Excludes Transfers.

SCHEDULE OF ESTIMATED TRANSFERS

<u>FROM FUND</u>	<u>TO FUND</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
208 T.C. Police Facilities Fund	110 General Fund	Repymt T.C. Public Safety	\$ 100
209 T.C. Fire Facilities Fund	110 General Fund	Repymt T.C. Public Safety	100
225 Gas Tax (2107) Fund	110 General Fund	Gas Tax (2107) Revenue	1,064,325
680 Warehouse Services Fund	110 General Fund	CAP Overage	405,155
682 Fleet Operations Fund	110 General Fund	Prior Motor Pool Collections	1,841,095
General Fund Transfers In			3,310,775
110 General Fund	232 Civic Center Fund	Operational Support	157,230
110 General Fund	260 Residential Refuse/Recyc. Fund	Refuse and Recycling Prgm	677,922
110 General Fund	446 LMD 84-1 Lighting Fund	Operational Support	414,809
110 General Fund	634 IT / Communication Capital Fund	IT Communication Needs	746,914
110 General Fund	688 Separations Fund	Separations Benefit	600,000
110 General Fund	689 City Facilities Fund	City Facility Needs	60,000
General Fund Transfers Out			2,656,875
Net General Fund Total			\$ 653,900
233 Obligation Payment Fund	230 Low and Moderate Housing Fund	Obligation Needs	1,463,204
233 Obligation Payment Fund	353 Corona Revitalization Zone Fund	Obligation Needs	6,903,128
233 Obligation Payment Fund	417 Community Redevelopment Fund	Obligation Needs	1,806,248
233 Obligation Payment Fund	475 Corona Revitalization Zone Admin Fd	Obligation Needs	1,384,664
440 Water Reclamation Capacity Fd	572 Water Reclamation Utility Fund	Current Year Debt Service	310,965
507 Water Capacity Fund	372 98 Water Revenue Bonds Fund	Reserve Requirements	193,343
507 Water Capacity Fund	567 Reclaimed Water System Fund	Current Year Debt Service	2,414,333
570 Water Utility Fund	372 98 Water Revenue Bonds Fund	Reserve Requirements	267,437
570 Water Utility Fund	567 Reclaimed Water System Fund	Capital Replc Projects	2,402,858
578 Electric Utility Fund	417 RDA Successor Agency Fund	Electric Agreement	40,000
682 Fleet Operations Fund	222 Gas Tax Fund	Prior Motor Pool Collections	12,440
682 Fleet Operations Fund	224 Rideshare-Trip Reduction Fund	Prior Motor Pool Collections	19,250
682 Fleet Operations Fund	245 County Service Area 152 Fund	Prior Motor Pool Collections	13,575
682 Fleet Operations Fund	247 CFD 2002-2 LMD Fund	Prior Motor Pool Collections	1,690
682 Fleet Operations Fund	248 CFD 97-1 Landscape Fund	Prior Motor Pool Collections	1,630
682 Fleet Operations Fund	249 CFD 2001-1 Landscape Fund	Prior Motor Pool Collections	11,510
682 Fleet Operations Fund	251 CFD/LMD 2002-3 Landscape Fund	Prior Motor Pool Collections	565
682 Fleet Operations Fund	252 LMD 2003-1 Lighting Fund	Prior Motor Pool Collections	7,335
682 Fleet Operations Fund	260 Residential Refuse/Recyc. Fund	Prior Motor Pool Collections	3,460
682 Fleet Operations Fund	446 LMD 84-1 Lighting Fund	Prior Motor Pool Collections	29,140
682 Fleet Operations Fund	448 LMD 84-2 Landscape Fund	Prior Motor Pool Collections	13,735
682 Fleet Operations Fund	567 Reclaimed Water System Fund	Prior Motor Pool Collections	4,130

SCHEDULE OF ESTIMATED TRANSFERS

<u>FROM FUND</u>	<u>TO FUND</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
682 Fleet Operations Fund	570 Water Utility Fund	Prior Motor Pool Collections	269,110
682 Fleet Operations Fund	572 Water Reclamation Utility Fund	Prior Motor Pool Collections	157,145
682 Fleet Operations Fund	578 Electric Utility Fund	Prior Motor Pool Collections	22,335
682 Fleet Operations Fund	634 IT / Communication Capital Fund	MDC Reserve	159,762
682 Fleet Operations Fund	680 Warehouse Services Fund	Prior Motor Pool Collections	8,165
	Other Funds Total		<u><u>\$ 17,921,157</u></u>

Additional authorized transfers may include amounts as determined by the Finance Director (or his/her designee) needed to maintain the required Transit 'Farebox Ratio', to comply with bond covenants, to reconcile Transportation Uniform Mitigation Fee (TUMF) agreements and payments, and amounts remaining unclaimed in funds for three years or more in accordance with Government Code Sections 50050-50056.

SCHEDULE OF ESTIMATED INTERFUND CHARGES

The Cost Allocation Plan, or CAP, is the allocation of Indirect or Overhead Costs:

<u>FROM FUND</u>	<u>TO FUND</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
222 Gas Tax (2105-2106-Prop 42) Fund	110 General Fund	CAP Administrative Services Charge	\$ 244,569
227 Measure A Fund	110 General Fund	CAP Administrative Services Charge	31,918
232 Civic Center Fund	110 General Fund	CAP Administrative Services Charge	9,641
245 Co. Svc. Area 152 (NPDES) Fund	110 General Fund	CAP Administrative Services Charge	211,201
246 CFD 2000-1 (Eagle Glen II) Fund	110 General Fund	CAP Administrative Services Charge	999
247 CFD 2002-2 LMD Fund	110 General Fund	CAP Administrative Services Charge	17,887
248 CFD 97-1 Landscape Fund	110 General Fund	CAP Administrative Services Charge	52,247
249 CFD 2001-1 Landscape Fund	110 General Fund	CAP Administrative Services Charge	298,516
251 CFD/LMD 2002-3 Landscape Fund	110 General Fund	CAP Administrative Services Charge	12,972
252 LMD 2003-1 Lighting Fund	110 General Fund	CAP Administrative Services Charge	49,584
260 Residential Refuse/Recycling Fund	110 General Fund	CAP Administrative Services Charge	70,502
275 Airport Fund	110 General Fund	CAP Administrative Services Charge	62,503
440 Water Reclamation Capacity Fund	110 General Fund	CAP Administrative Services Charge	6,729
446 LMD 84-1 Lighting Fund	110 General Fund	CAP Administrative Services Charge	290,605
448 LMD 84-2 Landscape Fund	110 General Fund	CAP Administrative Services Charge	473,668
477 Corporation Yard Expansion Fund	110 General Fund	CAP Administrative Services Charge	2,553
507 Water Capacity Fund	110 General Fund	CAP Administrative Services Charge	5,741
567 Reclaimed Water System Fund	110 General Fund	CAP Administrative Services Charge	120,609
570 Water Utility Fund	110 General Fund	CAP Administrative Services Charge	3,160,904
572 Water Reclamation Utility Fund	110 General Fund	CAP Administrative Services Charge	1,502,809
572 Water Reclamation Utility Fund	245 CSA 152 Fund	CAP Administrative Services Charge	121,690
577 Transit Services Fund	110 General Fund	CAP Administrative Services Charge	35,000
578 Electric Utility Fund	110 General Fund	CAP Administrative Services Charge	197,272
578 Electric Utility Fund	245 CSA 152 Fund	CAP Administrative Services Charge	439,532
682 Fleet Operations Fund	110 General Fund	CAP Administrative Services Charge	23,882
683 Workers' Compensation Fund	110 General Fund	CAP Administrative Services Charge	483,352
687 Liability Risk Retention Fund	110 General Fund	CAP Administrative Services Charge	119
Various Funds	110 General Fund	CAP Administrative Services Charge	37,478
General Administrative Services Charge Subtotal			<u>7,964,482</u>

The Warehouse Charge is the allocation of the City's Warehouse Activity Costs:

<u>FROM FUND</u>	<u>TO FUND</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
110 General Fund	680 Warehouse Fund	WHS Administrative Services Charge	267,075
222 Gas Tax (2105-2106-Prop 42) Fund	680 Warehouse Fund	WHS Administrative Services Charge	241
245 Co. Svc. Area 152 (NPDES) Fund	680 Warehouse Fund	WHS Administrative Services Charge	964
249 CFD 2001-1 Landscape Fund	680 Warehouse Fund	WHS Administrative Services Charge	362
252 LMD 2003-1 Lighting Fund	680 Warehouse Fund	WHS Administrative Services Charge	724
275 Airport Fund	680 Warehouse Fund	WHS Administrative Services Charge	1,567
446 LMD 84-1 Lighting Fund	680 Warehouse Fund	WHS Administrative Services Charge	362

SCHEDULE OF ESTIMATED INTERFUND CHARGES

Warehouse Charges, Continued

<u>FROM FUND</u>	<u>TO FUND</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
448 LMD 84-2 Landscape Fund	680 Warehouse Fund	WHS Administrative Services Charge	11,089
567 Reclaimed Water System Fund	680 Warehouse Fund	WHS Administrative Services Charge	6,749
570 Water Utility Fund	680 Warehouse Fund	WHS Administrative Services Charge	346,753
572 Water Reclamation Utility Fund	680 Warehouse Fund	WHS Administrative Services Charge	168,495
578 Electric Utility Fund	680 Warehouse Fund	WHS Administrative Services Charge	6,267
682 Fleet Operations Fund	680 Warehouse Fund	WHS Administrative Services Charge	964
		Warehouse Administrative Services Charge Subtotal	<u>811,612</u>
Revenue Franchise Fee Charge			
578 Electric Utility Fund	110 General Fund	2% Revenue Franchise Fee Charge	320,000
		Revenue Franchise Fee Charge Subtotal	<u>320,000</u>
CIP Labor Abatement			
Various Funds	110 General Fund	CIP Labor Abatement	225,000
		CIP Labor Abatement Subtotal	<u>225,000</u>
		Grand Total Interfund Charges Estimated	<u><u>\$ 9,321,094</u></u>



VEHICLE REPLACEMENT SCHEDULE

<u>Department</u>	<u>Description</u>	<u>Quantity</u>	<u>Estimated Total Replacement Cost</u>
Police			
	Sedan	1	\$ 34,525
	Police Total	1	34,525
Department of Water and Power			
	1/4 Ton Pick-up Truck	1	28,500
	1/2 Ton Pick-up Truck	1	29,992
	3/4 Ton Pick-up Truck	1	32,375
	Light Trailer/Generator	2	19,200
	Trailer	1	21,000
	Department of Water and Power Total	6	131,067
	TOTAL VEHICLE REPLACEMENT	7	\$ 165,592

Each fiscal year, vehicles are evaluated by Fleet Services within the Public Works Department based on the following criteria: age, mileage, dependability, safety, and maintenance costs. Based on the criteria, the vehicle replacement schedule is prepared by Public Works and submitted to the City Manager for approval. The Public Works Director, with the City Manager's approval, is authorized to substitute the above vehicles for similar vehicles with a lower replacement cost.

SUMMARY OF REVISED BUDGET ITEMS
After "proposed" document was printed - Submitted June 20, 2012
Increase / (Decrease or Savings)

<u>City/Agency</u>	<u>Total</u>
<u>EXPENDITURES</u>	
<u>City</u> <u>General Fund 110</u>	
Fire Department - Operational Expense	\$ 1,773,470
Downs Oil Agreement - Capital Project	300,000
Subtotal	2,073,470
<u>City</u> <u>Residential Refuse and Recycling Fund 260</u>	
Operational Expense	91,804
Subtotal	91,804
<u>City</u> <u>Transit Services Fund 577</u>	
Operational Expense	1,056,376
Subtotal	1,056,376
Total Expenditures	\$ 3,221,650
<u>REVENUES</u>	
<u>City</u> <u>General Fund 110</u>	
Remove all Fire ECB Ownership of Revenue Designation	\$ -
Subtotal	-
<u>City</u> <u>County Service Area 152 Fund 245</u>	
Rate Increases	116,000
Subtotal	116,000
<u>City</u> <u>Residential Refuse and Recycling Fund 260</u>	
CPI Rate Increases	91,804
Subtotal	91,804
<u>City</u> <u>Transit Services Fund 577</u>	
S RTP and Transit Rate Changes	1,067,633
Subtotal	1,067,633
Total Revenues	\$ 1,275,437
<u>TRANSFERS</u>	
<u>City</u> <u>From Fleet Operational Fund 683</u>	
Reimburse for Prior Collected Motor Pool	\$ (2,416,310)
<u>City</u> <u>To General Fund 110</u>	1,841,095
<u>City</u> <u>To Gas Tax (2105 & 2106) Fund 222</u>	12,440
<u>City</u> <u>To Rideshare-Trip Reduction Fund 224</u>	19,250
<u>City</u> <u>To County Service Area 152 Fund 245</u>	13,575
<u>City</u> <u>To CFD 2002-2 LMD E 6th/Comp Fund 247</u>	1,690
<u>City</u> <u>To CFD 97-1 Landscape Maint Fund 248</u>	1,630
<u>City</u> <u>To CFD 2001-1 Landscape Maint Fund 249</u>	11,510

SUMMARY OF REVISED BUDGET ITEMS
After "proposed" document was printed - Submitted June 20, 2012
Increase / (Decrease or Savings)

<u>City/Agency</u>	<u>Total</u>
<u>City</u> <u>To CFD/LMD 2002-3 Fund 251</u>	565
<u>City</u> <u>To LMD 2003-1 Lighting Fund 252</u>	7,335
<u>City</u> <u>To Residential Refuse / Recycle Fund 260</u>	3,460
<u>City</u> <u>To LMD 84-1 Street Light District Fund 446</u>	29,140
<u>City</u> <u>To Landscape Maint District Fund 448</u>	13,735
<u>CUA</u> <u>To Recycled Water System Fund 567</u>	4,130
<u>CUA</u> <u>To Water Utility Fund 570</u>	269,110
<u>CUA</u> <u>To Water Reclamation Utility Fund 572</u>	157,145
<u>City</u> <u>To Electric Utility Fund 578</u>	22,335
<u>City</u> <u>To Warehouse Services Fund 680</u>	8,165
<i>Subtotal</i>	2,416,310
<i>Total Net Transfers</i>	\$ -

CHA No Items

CPFA No Items

CPIC No Items

