

**City of Moreno Valley
Assumptions for Five-Year Financial Plan Summaries**

Following are the key assumptions used in the Five-Year Financial Plan Summaries. Given the volatile state of the economy, it is recognized that these assumptions have a relatively high margin of error and will be subject to annual review and revision. As part of the City's budget process, these Five-Year Financial Plan Summaries are updated annually.

Revenue Assumptions:

- 1 Current economic conditions have severely and negatively impacted FY 2009-10 revenue projections.
- 2 Revenues are expected to remain at current levels throughout FY 2010-11.
- 3 Although the economic recovery is expected to begin by the fourth quarter of calendar year 2009, it will be a slow recovery. Slight increases (2% to 3%) are expected in Sales Tax, Utility User's Tax, Business/Gross Receipts Tax and Franchise Fees in FY 2011-12 and FY 2012-13.
- 4 Other revenues, such as Property Tax, Gas Tax, Motor Vehicle Fees, and Permits/Licenses are expected to remain flat during this slow recovery period.

Expenditure Assumptions:

- 1 Personnel services will remain flat throughout the five-year period. Compensation increases, including resumption of a five-day work week at City facilities, will be determined by Council policy and labor negotiations but are not reflected in the projections. Increases in pension costs due to CalPERS investment losses will be offset by staffing reductions or other expenditure reductions.
- 2 Contractual services reflect nominal projected increases in the public safety contracts. Actual increases will be determined based on Council-approved service levels and Memoranda of Understanding between the County and respective labor groups.
- 3 Other expenditure categories will remain flat, except for Debt Service, which is based on actual payment schedules.

City of Moreno Valley
Five-Year Financial Plan Summary
General Fund

	2009-10	2010-11	2011-12	2012-13	2013-14
Source of Funds					
Revenues:					
Property Taxes	\$ 25,800,001	\$ 25,800,001	\$ 25,800,001	\$ 25,800,001	\$ 25,800,001
Gas Taxes	-	-	-	-	-
Sales Taxes	9,735,000	9,735,000	9,929,700	10,227,591	10,534,419
Business Gross Receipt Taxes	906,500	906,500	906,500	924,630	952,369
Utility Users Taxes	14,970,000	14,970,000	15,269,400	15,574,788	15,886,284
Other Taxes	950,000	950,000	969,000	998,070	1,028,012
Franchise Fees & Franchise In Lieu Fees	4,400,000	4,400,000	4,488,000	4,577,760	4,669,315
Parcel Fees	-	-	-	-	-
Development Fees	-	-	-	-	-
Motor Vehicle Fees	400,000	400,000	400,000	400,000	400,000
Other Fees	5,833,894	5,833,894	5,833,894	5,833,894	5,833,894
Fees for Service	-	-	-	-	-
Permits & Licenses	1,350,214	1,350,214	1,350,214	1,350,214	1,350,214
Fines & Forfeitures	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Administrative Charges	2,968,896	2,968,896	2,968,896	2,968,896	2,968,896
Interest Income	4,300,000	4,300,000	4,429,000	4,650,450	4,743,459
Bond Proceeds	-	-	-	-	-
Miscellaneous Revenues	1,589,545	1,589,545	1,589,545	1,589,545	1,589,545
Grants/Intergovernmental Revenues	-	-	-	-	-
Transfers	634,298	634,298	634,298	634,298	634,298
Total Revenues	<u>74,838,348</u>	<u>74,838,348</u>	<u>75,568,448</u>	<u>76,530,137</u>	<u>77,390,706</u>
Contingency Reserve & Development Services Reserve	6,608,465	-	-	-	-
Anticipated Prior Year Savings	2,000,000	-	-	-	-
Total Source of Funds	<u>83,446,813</u>	<u>74,838,348</u>	<u>75,568,448</u>	<u>76,530,137</u>	<u>77,390,706</u>
Use of Funds					
Program Expenditures:					
Operating					
Personnel Services	16,350,986	16,350,986	16,350,986	16,350,986	16,350,986
Contractual Services	56,145,231	57,886,951	58,984,235	60,391,877	61,555,985
Materials & Supplies	897,813	897,813	897,813	897,813	897,813
Debt Service	254,169	250,716	249,847	248,351	251,085
Fixed Charges	7,372,241	7,372,241	7,372,241	7,372,241	7,372,241
Transfers Out	2,412,671	2,416,124	2,416,993	2,418,489	2,415,755
Operating Expenditures	<u>83,433,111</u>	<u>85,174,831</u>	<u>86,272,115</u>	<u>87,679,757</u>	<u>88,843,865</u>
Capital	-	-	-	-	-
Fixed Assets	13,702	13,702	13,702	13,702	13,702
Capital Expenditures	<u>13,702</u>	<u>13,702</u>	<u>13,702</u>	<u>13,702</u>	<u>13,702</u>
Total Program Expenditures	83,446,813	85,188,533	86,285,817	87,693,459	88,857,567
Increase in Reserve for Contingencies	-	-	-	-	-
Other Projects	-	-	-	-	-
Total Use of Funds	<u>83,446,813</u>	<u>85,188,533</u>	<u>86,285,817</u>	<u>87,693,459</u>	<u>88,857,567</u>
Net Changes to Fund Balance	<u>0</u>	<u>(10,350,185)</u>	<u>(10,717,369)</u>	<u>(11,163,322)</u>	<u>(11,466,861)</u>

City of Moreno Valley
Five-Year Financial Plan Summary
Gas Tax Fund

	2009-10	2010-11	2011-12	2012-13	2013-14
Source of Funds					
Revenues:					
Property Taxes	-	-	-	-	-
Gas Taxes	2,527,500	2,527,500	2,527,500	2,527,500	2,527,500
Sales Taxes	-	-	-	-	-
Business Gross Receipt Taxes	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Franchise Fees & Franchise In Lieu Fees	-	-	-	-	-
Parcel Fees	-	-	-	-	-
Development Fees	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-
Other Fees	-	-	-	-	-
Fees for Service	-	-	-	-	-
Permits & Licenses	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-
Administrative Charges	-	-	-	-	-
Interest Income	15,675	15,675	16,145	16,952	17,291
Bond Proceeds	-	-	-	-	-
Miscellaneous Revenues	2,000	2,000	2,000	2,000	2,000
Grants/Intergovernmental Revenues	-	-	-	-	-
Transfers	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total Revenues	<u>3,545,175</u>	<u>3,545,175</u>	<u>3,545,645</u>	<u>3,546,452</u>	<u>3,546,791</u>
Contingency Reserve & Development Services Reserve	-	-	-	-	-
Anticipated Prior Year Savings	-	-	-	-	-
Total Source of Funds	<u><u>3,545,175</u></u>	<u><u>3,545,175</u></u>	<u><u>3,545,645</u></u>	<u><u>3,546,452</u></u>	<u><u>3,546,791</u></u>
Use of Funds					
Program Expenditures:					
Operating					
Personnel Services	2,746,609	2,746,609	2,746,609	3,021,270	3,021,270
Contractual Services	228,000	228,000	228,000	228,000	228,000
Materials & Supplies	583,135	583,135	583,135	583,135	583,135
Debt Service	-	-	-	-	-
Fixed Charges	(68,939)	(68,939)	(68,939)	(68,939)	(68,939)
Transfers Out	-	-	-	-	-
Operating Expenditures	<u>3,488,805</u>	<u>3,488,805</u>	<u>3,488,805</u>	<u>3,763,466</u>	<u>3,763,466</u>
Capital					
Fixed Assets	-	-	-	-	-
Capital Expenditures	-	-	-	-	-
Total Program Expenditures	<u>3,488,805</u>	<u>3,488,805</u>	<u>3,488,805</u>	<u>3,763,466</u>	<u>3,763,466</u>
Increase in Reserve for Contingencies	-	-	-	-	-
Other Projects	-	-	-	-	-
Total Use of Funds	<u><u>3,488,805</u></u>	<u><u>3,488,805</u></u>	<u><u>3,488,805</u></u>	<u><u>3,763,466</u></u>	<u><u>3,763,466</u></u>
Net Changes to Fund Balance	<u><u>56,370</u></u>	<u><u>56,370</u></u>	<u><u>56,840</u></u>	<u><u>(217,014)</u></u>	<u><u>(216,675)</u></u>

City of Moreno Valley
Five-Year Financial Plan Summary
Community Services District - Zone A Parks

	2009-10	2010-11	2011-12	2012-13	2013-14
Source of Funds					
Revenues:					
Property Taxes	\$ 2,209,563	\$ 2,209,563	\$ 2,209,563	\$ 2,209,563	\$ 2,209,563
Gas Taxes	-	-	-	-	-
Sales Taxes	-	-	-	-	-
Business Gross Receipt Taxes	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Franchise Fees & Franchise In Lieu Fees	-	-	-	-	-
Parcel Fees	5,112,796	5,112,796	5,112,796	5,163,924	5,215,563
Development Fees	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-
Other Fees	873,313	873,313	873,313	873,313	873,313
Fees for Service	-	-	-	-	-
Permits & Licenses	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-
Administrative Charges	-	-	-	-	-
Interest Income	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Miscellaneous Revenues	457,914	457,914	457,914	457,914	457,914
Grants/Intergovernmental Revenues	-	-	-	-	-
Transfers	377,459	377,459	377,459	377,459	377,459
Total Revenues	<u>9,031,045</u>	<u>9,031,045</u>	<u>9,031,045</u>	<u>9,082,173</u>	<u>9,133,812</u>
Contingency Reserve & Development Services Reserve	-	-	-	-	-
Anticipated Prior Year Savings	-	-	-	-	-
Total Source of Funds	<u><u>9,031,045</u></u>	<u><u>9,031,045</u></u>	<u><u>9,031,045</u></u>	<u><u>9,082,173</u></u>	<u><u>9,133,812</u></u>
Use of Funds					
Program Expenditures:					
Operating					
Personnel Services	4,431,514	4,431,514	4,431,514	4,874,665	4,874,665
Contractual Services	1,491,058	1,491,058	1,491,058	1,491,058	1,491,058
Materials & Supplies	396,834	396,834	396,834	396,834	396,834
Debt Service	-	-	-	-	-
Fixed Charges	2,132,486	2,132,486	2,132,486	2,132,486	2,132,486
Transfers Out	-	-	-	-	-
Operating Expenditures	<u>8,451,892</u>	<u>8,451,892</u>	<u>8,451,892</u>	<u>8,895,043</u>	<u>8,895,043</u>
Capital					
Fixed Assets	126,671	126,671	126,671	126,671	126,671
Capital Expenditures	<u>126,671</u>	<u>126,671</u>	<u>126,671</u>	<u>126,671</u>	<u>126,671</u>
Total Program Expenditures	8,578,563	8,578,563	8,578,563	9,021,714	9,021,714
Increase in Reserve for Contingencies	-	-	-	-	-
Other Projects	-	-	-	-	-
Total Use of Funds	<u><u>8,578,563</u></u>	<u><u>8,578,563</u></u>	<u><u>8,578,563</u></u>	<u><u>9,021,714</u></u>	<u><u>9,021,714</u></u>
Net Changes to Fund Balance	<u><u>452,482</u></u>	<u><u>452,482</u></u>	<u><u>452,482</u></u>	<u><u>60,459</u></u>	<u><u>112,098</u></u>

City of Moreno Valley
Five-Year Financial Plan Summary
Community Services District - Zone L Library

	2009-10	2010-11	2011-12	2012-13	2013-14
Source of Funds					
Revenues:					
Property Taxes	\$ 1,609,500	\$ 1,609,500	\$ 1,609,500	\$ 1,609,500	\$ 1,609,500
Gas Taxes	-	-	-	-	-
Sales Taxes	-	-	-	-	-
Business Gross Receipt Taxes	-	-	-	-	-
Utility Users Taxes	-	-	-	-	-
Other Taxes	-	-	-	-	-
Franchise Fees & Franchise In Lieu Fees	-	-	-	-	-
Parcel Fees	-	-	-	-	-
Development Fees	-	-	-	-	-
Motor Vehicle Fees	-	-	-	-	-
Other Fees	33,000	33,000	33,000	33,000	33,000
Fees for Service	-	-	-	-	-
Permits & Licenses	-	-	-	-	-
Fines & Forfeitures	-	-	-	-	-
Administrative Charges	-	-	-	-	-
Interest Income	-	-	-	-	-
Bond Proceeds	-	-	-	-	-
Miscellaneous Revenues	90,500	90,500	90,500	90,500	90,500
Grants/Intergovernmental Revenues	-	-	-	-	-
Transfers	424,915	424,915	424,915	424,915	424,915
Total Revenues	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>
Contingency Reserve & Development Services Reserve	-	-	-	-	-
Anticipated Prior Year Savings	-	-	-	-	-
Total Source of Funds	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>	<u>2,157,915</u>
Use of Funds					
Program Expenditures:					
Operating					
Personnel Services	1,328,136	1,328,136	1,328,136	1,460,950	1,460,950
Contractual Services	127,630	127,630	127,630	127,630	127,630
Materials & Supplies	182,334	182,334	182,334	182,334	182,334
Debt Service	-	-	-	-	-
Fixed Charges	484,119	484,119	484,119	484,119	484,119
Transfers Out	-	-	-	-	-
Operating Expenditures	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,255,033</u>	<u>2,255,033</u>
Capital	-	-	-	-	-
Fixed Assets	-	-	-	-	-
Capital Expenditures	-	-	-	-	-
Total Program Expenditures	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,255,033</u>	<u>2,255,033</u>
Increase in Reserve for Contingencies	-	-	-	-	-
Other Projects	-	-	-	-	-
Total Use of Funds	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,122,219</u>	<u>2,255,033</u>	<u>2,255,033</u>
Net Changes to Fund Balance	<u>35,696</u>	<u>35,696</u>	<u>35,696</u>	<u>(97,118)</u>	<u>(97,118)</u>

