



June 1, 2022

SUBJECT: Final LAFCO Budget for Fiscal Year 2022-23

To Distribution:

The LAFCO Commission approved the Proposed Budget for Fiscal Year (FY) 2022-23 on April 28, 2022, with one adjustment. On May 26, 2022, the Commission approved the Final Budget for FY 2022-23. The Final Budget, accompanying this letter, is being distributed to local agencies and related bodies pursuant to Government Code Section 56381.

The Final Budget represents a decrease of approximately 4.2 percent in appropriations over the current year budget, however, also includes a decrease in projected revenues of 4.2 percent. In order to fulfill our statutory duty of conducting our Municipal Service Review program and maintaining a balanced budget with no projected end of year surplus, the Final Budget calls for increasing the total Local Agency Share by approximately 13.9 percent for FY 2022-23. For more information on the Proposed and Final Budgets, please see the staff reports for each on our website at [www.lafco.org](http://www.lafco.org).

The Auditor-Controller, pursuant to Section 56381, will apportion the Local Agency Share to local agencies and request payment from each local agency sometime before July 1, 2022. The Auditor-Controller is also allowed to bill for the administrative costs incurred by that office in determining the apportionment and requesting payment.

If you have any questions regarding the LAFCO Budget or the budget process, please feel free to contact me. If you have questions about the collection process, please contact the Auditor-Controller at (951) 955-3800.

Sincerely,



Gary Thompson  
Executive Officer

Distribution: Board of Supervisors, c/o Clerk of the Board  
Cities of Riverside County, c/o City Clerks  
Independent Special Districts, c/o District Clerks  
Paul Angulo, Riverside County Auditor Controller  
Esteban Hernandez, Auditor-Controller's Office  
Evangalina Gregorio, Auditor-Controller's Office  
Jeff Van Wagenen, Riverside County Executive Officer

**Riverside LAFCO FY 2022/23 Adopted Budget**

		<b>FY 21-22 Adopted Budget</b>	<b>FY 21-22 Projected Year- End</b>	<b>FY 22-23 Adopted Budget</b>	<b>Pct. Difference from FY 21-22 Adopted Budget</b>
	<b>APPROPRIATIONS</b>				
<b>OBJ:</b>	<b>Description</b>				
510040	Regular Salaries	\$464,913	\$415,951	\$483,277	3.9%
510200	Payoff Permanent - Seasonal	\$0	\$0	\$0	0.0%
510440	Leave Buydown/Payout	\$4,914	\$3,758	\$5,112	4.0%
517000	Workers Comp	\$7,111	\$7,111	\$6,935	-2.5%
513000	Retirement-Misc.	\$142,050	\$127,089	\$156,456	10.1%
513020	Retirement-Misc Temp	\$685	\$681	\$685	0.0%
513120	Social Security	\$26,828	\$24,053	\$28,227	5.2%
513140	Medicare	\$6,741	\$6,031	\$7,008	4.0%
515040	Flex Benefit Plan	\$51,058	\$38,276	\$46,643	-8.6%
515100	Life Insurance	\$443	\$401	\$458	3.4%
515120	Long Term Disability	\$2,808	\$2,512	\$2,919	4.0%
515160	Optical Insurance	\$969	\$877	\$1,061	9.5%
515200	Retiree Health Ins	\$1,164	\$0	\$0	-100.0%
515260	Unemployment Insurance	\$1,018	\$911	\$1,121	10.1%
518010	Def Comp Ben Mgmt & Conf	\$6,300	\$5,450	\$6,500	3.2%
518020	Flexible Spending Account Fees	\$96	\$96	\$48	-50.0%
518180	Other Post Employment Benefits	\$3,543	\$4,189	\$4,189	18.2%
	<b>Total Appropriation 1</b>	<b>\$720,641</b>	<b>\$637,386</b>	<b>\$750,639</b>	<b>4.2%</b>
520330	Communication Svcs	\$3,362	\$4,970	\$4,075	21.2%
520930	Insurance- Liability/Property	\$15,249	\$11,426	\$13,893	-8.9%
521360	Maint-Computer Equip	\$12,690	\$12,140	\$12,690	0.0%
523100	Memberships	\$12,452	\$12,507	\$13,040	4.7%
523230	Misc Agency Exp	\$500	\$1,032	\$500	0.0%
523240	Non County Agency Exp	\$450	\$350	\$500	11.1%
523250	Refunds	\$0	\$520	\$0	0.0%
523620	Books/Publications	\$240	\$150	\$150	-37.5%
523680	Office Equip/Furn	\$150	\$50	\$150	0.0%
523700	Office Supplies	\$1,500	\$800	\$1,500	0.0%
523760	Postage/Mailings	\$3,936	\$4,963	\$4,808	22.2%
523840	Computer Equip-Software	\$4,312	\$3,814	\$4,315	0.1%
524560	ACO Payroll Services	\$851	\$734	\$832	-2.2%
524570	Auditing/Accounting	\$7,600	\$7,600	\$7,750	2.0%
524660	Consultants	\$83,000	\$89,500	\$0	-100.0%
524700	County Counsel Legal Services	\$35,000	\$27,024	\$35,000	0.0%
525020	Legal Svcs	\$0	\$0	\$0	0.0%
525120	Micrographic Svcs	\$728	\$3,715	\$728	0.0%
525140	Personnel Svcs	\$7,176	\$6,920	\$6,042	-15.8%
525340	Temp Help Svcs	\$100	\$8,521	\$100	0.0%
525600	Security	\$516	\$516	\$660	27.9%
525820	RCIT Pass-Thru Support	\$4,872	\$4,524	\$5,187	6.5%
526410	Legally Required Notices	\$10,798	\$5,254	\$9,244	-14.4%
526520	Rent/Lease-Copiers	\$2,954	\$2,813	\$3,014	2.0%
526700	Rent/Lease-Bldgs	\$47,805	\$47,838	\$49,246	3.0%
526720	Rent/Lease Storage	\$2,028	\$2,028	\$2,148	5.9%
527880	Training-Other	\$120	\$0	\$240	100.0%
528120	Commission Exp	\$13,075	\$9,795	\$13,195	0.9%
528140	Conf Reg Fees	\$3,695	\$525	\$5,240	41.8%
528900	Air Transportation	\$800	\$228	\$1,200	50.0%
528960	Lodging	\$7,220	\$352	\$6,490	-10.1%
528980	Meals	\$640	\$0	\$840	31.3%
529000	Misc Travel Exp	\$747	\$25	\$834	11.6%
529010	Parking Validation	\$200	\$200	\$400	100.0%
529040	Mileage	\$10,826	\$8,375	\$10,869	0.4%
529080	Rental Vehicles	\$0	\$0	\$875	8749900.0%
529540	Utilities	\$3,400	\$3,350	\$3,853	13.3%
	<b>Total Appropriation 2</b>	<b>\$298,992</b>	<b>\$282,559</b>	<b>\$219,608</b>	<b>-26.6%</b>

**Riverside LAFCO FY 2022/23 Adopted Budget**

		<b>FY 21-22 Adopted Budget</b>	<b>FY 21-22 Projected Year- End</b>	<b>FY 22-23 Adopted Budget</b>	<b>Pct. Difference from FY 21-22 Adopted Budget</b>
581000	<b>Appropriation for Contingency</b>	\$20,393	\$0	\$19,405	-4.8%
330110	<b>General Reserve (Unrestricted)</b>	\$0	\$0	\$0	0.0%
330100	<b>Capital Replacement/Comm. Fund Bal.</b>	\$0	\$0	\$0	0.0%
330158	<b>Reserve-CFB - Compensated Absences Liab.</b>	\$0	\$0	\$0	0.0%
380100	<b>Reserve- Unfunded Pension/OPEB Liab.</b>	\$150,000	\$150,000	\$150,000	0.0%
	<b>TOTAL APPROPRIATIONS/EXPENDITURES</b>	<b>\$1,190,026</b>	<b>\$1,069,945</b>	<b>\$1,139,652</b>	<b>-4.2%</b>
	<b>REVENUE:</b>				
740020	<b>Interest</b>	\$3,000	\$1,700	\$1,500	-50.0%
777520	<b>Fee Revenue</b>	\$130,940	\$75,462	\$73,950	-43.5%
	<b>Prior Year Fund Balance Carryover Excluding Reserves</b>	\$135,033	\$86,737	\$15,006	-88.9%
	<b>Trans from General Reserve</b>	\$0	\$0	\$0	0.0%
	<b>Trans from Capital Reserve</b>	\$0	\$0	\$0	0.0%
	<b>Trans from Comp Abs Reserve</b>	\$0	\$0	\$0	0.0%
	<b>Trans from Pension/OPEB Reserve</b>	\$0	\$0	\$0	0.0%
781560	<b>Local Agency Share</b>	\$921,052	\$921,052	\$1,049,196	13.9%
	<b>TOTAL REVENUES/TRANSFERS</b>	<b>\$1,190,025</b>	<b>\$1,084,951</b>	<b>\$1,139,652</b>	<b>-4.2%</b>
	<b>OPERATING SURPLUS/(DEFICIT)</b>	<b>-\$1</b>	<b>\$15,006</b>	<b>\$0</b>	<b>-100.0%</b>
	<b>RESERVE BALANCES:</b>				
330110	<b>General Reserve/Economic Uncertainty</b>	\$323,529	\$323,529	\$323,529	0.0%
330100	<b>Capital Replacement Reserve</b>	\$18,458	\$18,458	\$18,458	0.0%
330158	<b>Compensated Absences Liability Reserve</b>	\$31,114	\$31,114	\$31,114	0.0%
380110	<b>Unfunded Pension/OPEB Liability Reserve</b>	\$275,000	\$275,000	\$425,000	54.5%
	<b>TOTAL RESERVE BALANCE</b>	<b>\$648,101</b>	<b>\$648,101</b>	<b>\$798,101</b>	<b>23.1%</b>
	<b>Budget Notes-</b>				
	1) General Reserve is 25% of Operating Expenditures net of appropriations for Reserves and Contingency per Policy. Currently overfunded by 33%				
	2) Capital Replacement Reserve is currently fully funded per Policy.				
	3) Compensated Absence Reserve is fully funded per Policy				
	4) Unfunded Pension/OPEB Liability Reserve is funded annually based on the funding plan as adopted by the Commission.				
	5) Prior year fund balance carryover is applied as a revenue for budgetary purposes for utilization of operating expenditures and/or reserve allocations.				