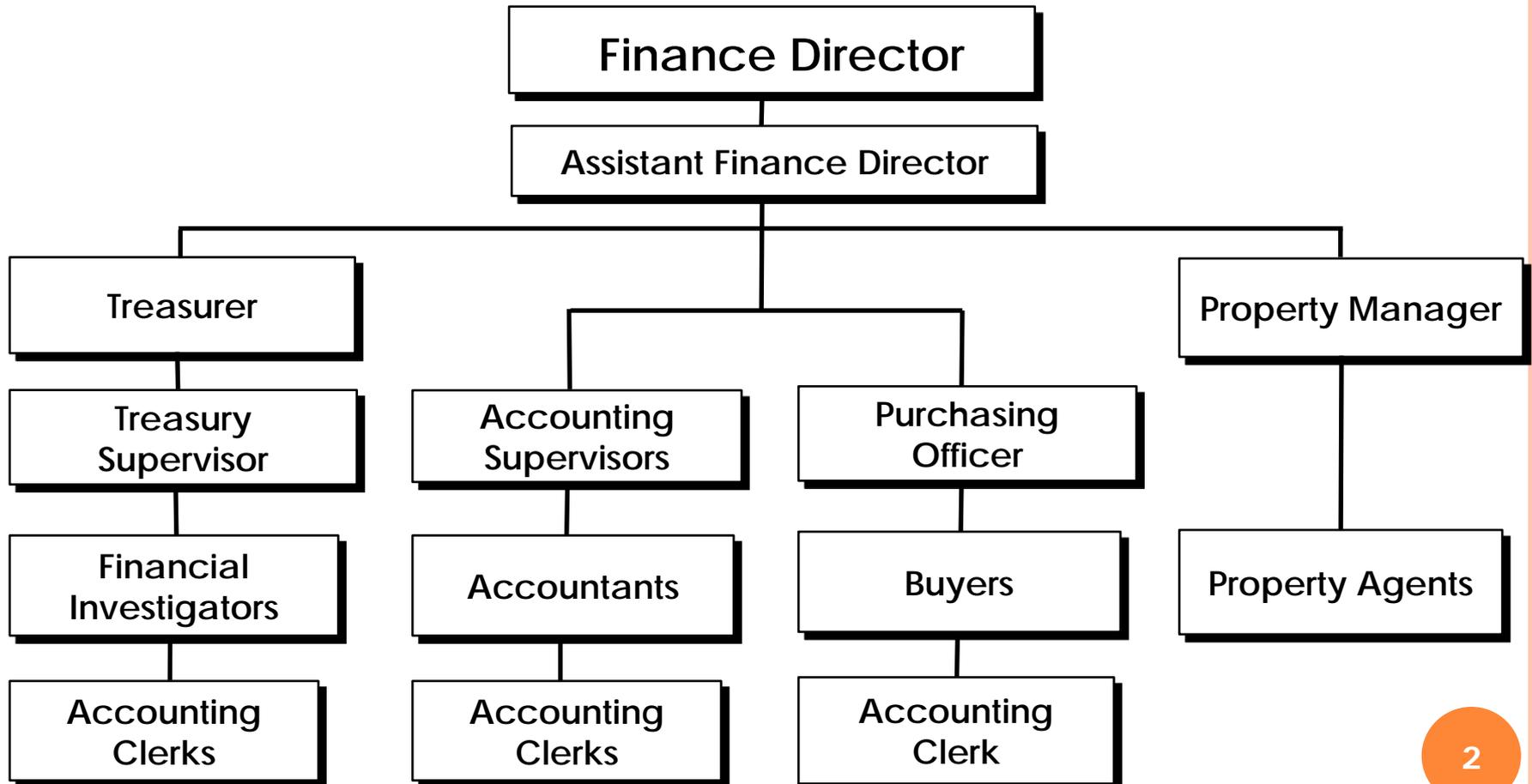


**CITY OF BAKERSFIELD
FINANCIAL SERVICES
DEPARTMENT**

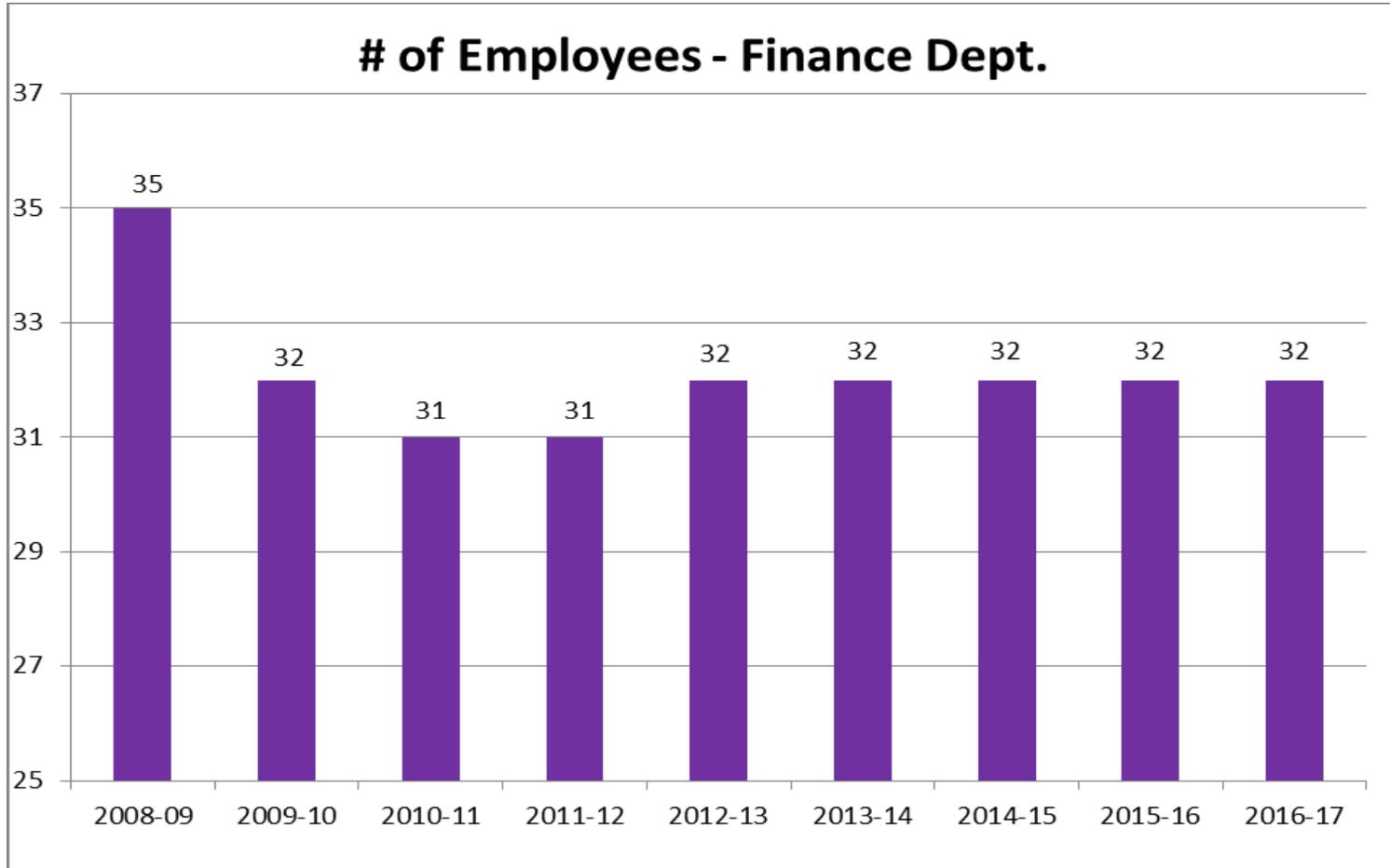
**Proposed Budget for
Fiscal Year 2016-17**

Financial Services

Department Organizational Chart



FINANCIAL SERVICES DEPARTMENT STAFFING LEVELS



FINANCIAL SERVICES DEPARTMENT ACCOMPLISHMENTS IN 2015-16

- Government Finance Officers Association (GFOA)
 - Certificate of Achievement for Excellence in Financial Reporting
 - Most recent award marked **34th Consecutive Year !**
- Refinanced Wastewater Revenue Bonds, taking advantage of lower interest rates, saving \$1 million per year; \$17 million over the remaining term of the bonds.
- Acquisition of over 60 residential and commercial properties for various transportation, water and parks projects throughout the City.
- Implemented electronic pay stub program for employees and pay card program for temporary employees; saving costs of paper, printing and improved efficiencies for City staff.

FINANCIAL SERVICES DEPARTMENT GOALS FOR FISCAL YEAR 2016-17

- Continue acquisition of properties needed for completion of City transportation, water and parks projects.
- Continue discussions with the Federal TIFIA Loan group regarding the future borrowing to construct the Centennial Corridor project.
- Continue updates and improvements to Accounting, Purchasing and Treasury web sites to provide more on-line opportunities for the community to obtain information and complete City transactions.

FINANCIAL SERVICES DEPARTMENTAL BUDGET

	Actual Costs 2014-15	Adopted Budget 2015-16	Proposed Budget 2016-17	Increase / (decrease) in Dollars	Increase / (decrease) as a %
<u>Expenditures</u>					
Personnel Services	\$ 2,941,336	\$ 3,126,394	\$ 3,143,057	\$ 16,663	0.53%
Operations	732,557	900,106	796,943	\$(101,329)	-11.28%
Capital Outlay	17,799	95,000	95,000	\$ -	0.00%
Department Total	\$ 3,691,692	\$ 4,119,666	\$ 4,035,000	\$ (84,666)	-2.06%
<u>Funding Sources</u>					
General Fund	\$ 2,804,548	\$ 3,003,129	\$ 2,912,500	\$ (88,795)	-2.96%
Capital Outlay Fund	105,879	-	-	\$ -	n/a
TDF Trip Local Match	394,120	411,912	407,767	\$ (4,145)	-1.01%
Wastewater Fund	-	-	16,434	\$ 16,434	n/a
Refuse Service Fund	-	-	49,299	\$ 49,299	n/a
Offstreet Parking	163,443	117,959	128,000	\$ 10,041	8.51%
Equip. Mgmt.	56,971	158,800	145,000	\$ (5,000)	-3.33%
Assessment Districts	51,912	153,500	91,000	\$ (62,500)	-40.72%
Successor Agency Admin	114,819	285,000	285,000	\$ -	0.00%
Funds Total	\$ 3,691,692	\$ 4,119,666	\$ 4,035,000	\$ (84,666)	-2.06%

CITY OF BAKERSFIELD

Citywide Discussion Items

- Cal PERS Retirement Costs
- Retiree Medical Subsidy Program

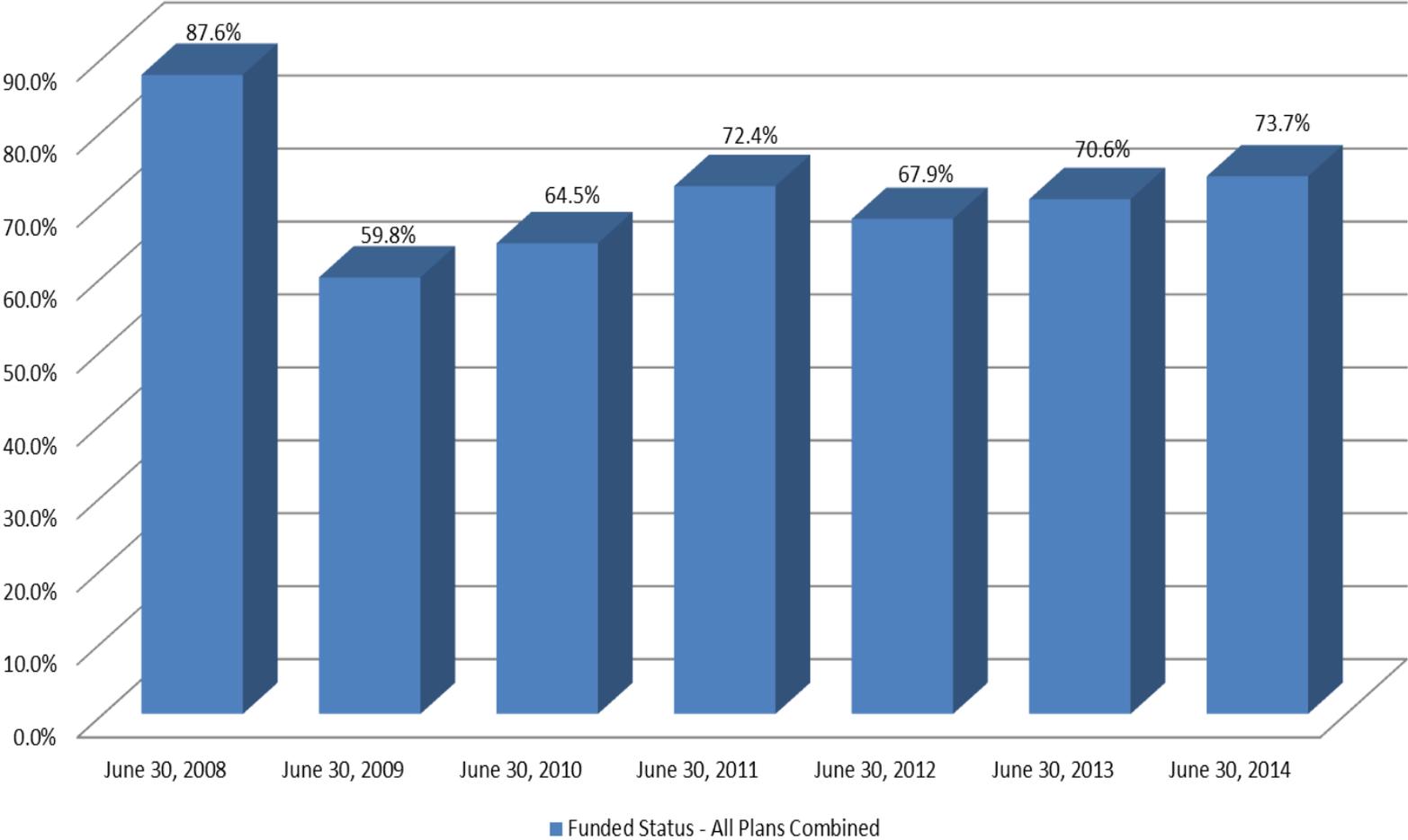
City of Bakersfield

PERS Actuarial Information

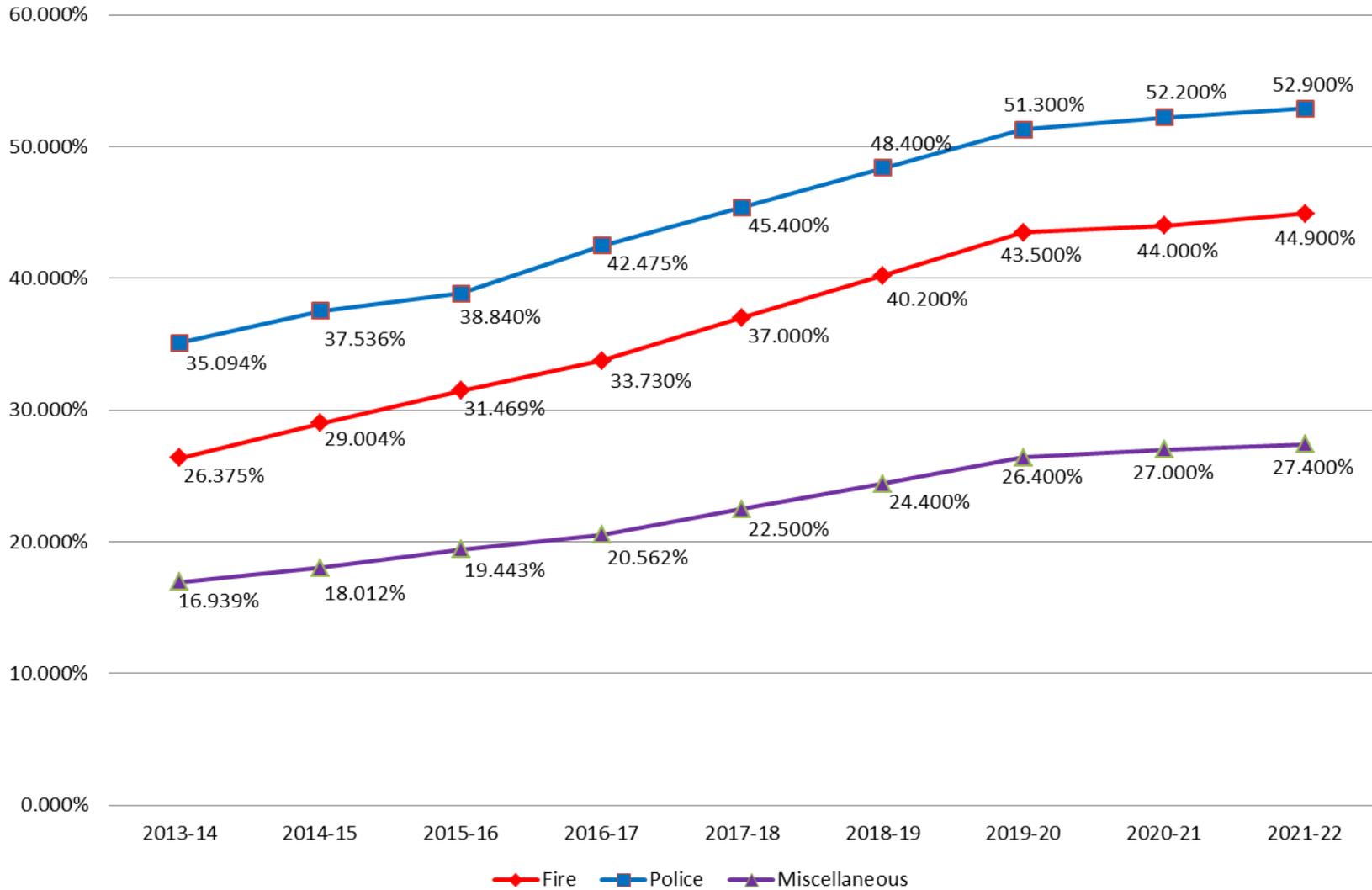
Regarding Unfunded Liabilities

Total City - All Plans - Asset Valuation Date	<u>6/30/2008</u>	<u>6/30/2009</u>	<u>6/30/2010</u>	<u>6/30/2011</u>	<u>6/30/2012</u>	<u>6/30/2013</u>	<u>6/30/2014</u>
Market Value of Assets (MVA)	\$ 648,283,678	\$ 486,877,807	\$ 547,893,535	\$ 654,479,177	\$ 642,235,153	\$ 714,121,338	\$ 823,492,358
Actuarial Accrued Liability (AAL)	<u>\$ 739,842,496</u>	<u>\$ 813,589,843</u>	<u>\$ 849,120,731</u>	<u>\$ 904,503,773</u>	<u>\$ 946,418,993</u>	<u>\$ 1,012,078,320</u>	<u>\$ 1,117,346,004</u>
MVA Unfunded Liability (MVA-AAL)	<u>\$ 91,558,818</u>	<u>\$ 326,712,036</u>	<u>\$ 301,227,196</u>	<u>\$ 250,024,596</u>	<u>\$ 304,183,840</u>	<u>\$ 297,956,982</u>	<u>\$ 293,853,646</u>
Funded Status MVA	<u>87.6%</u>	<u>59.8%</u>	<u>64.5%</u>	<u>72.4%</u>	<u>67.9%</u>	<u>70.6%</u>	<u>73.7%</u>

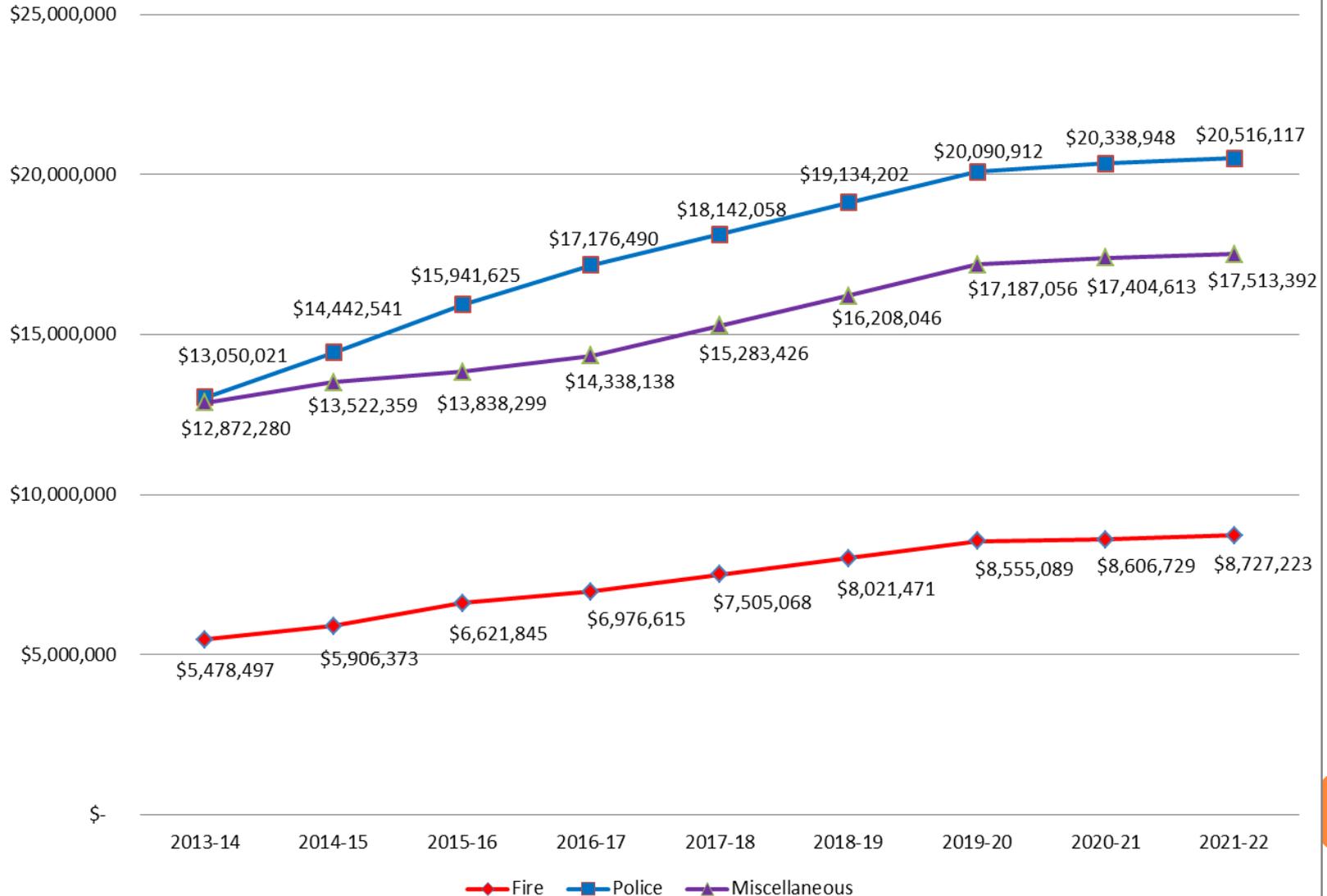
Cal PERS Funded Status - Bakersfield - All Plans Combined



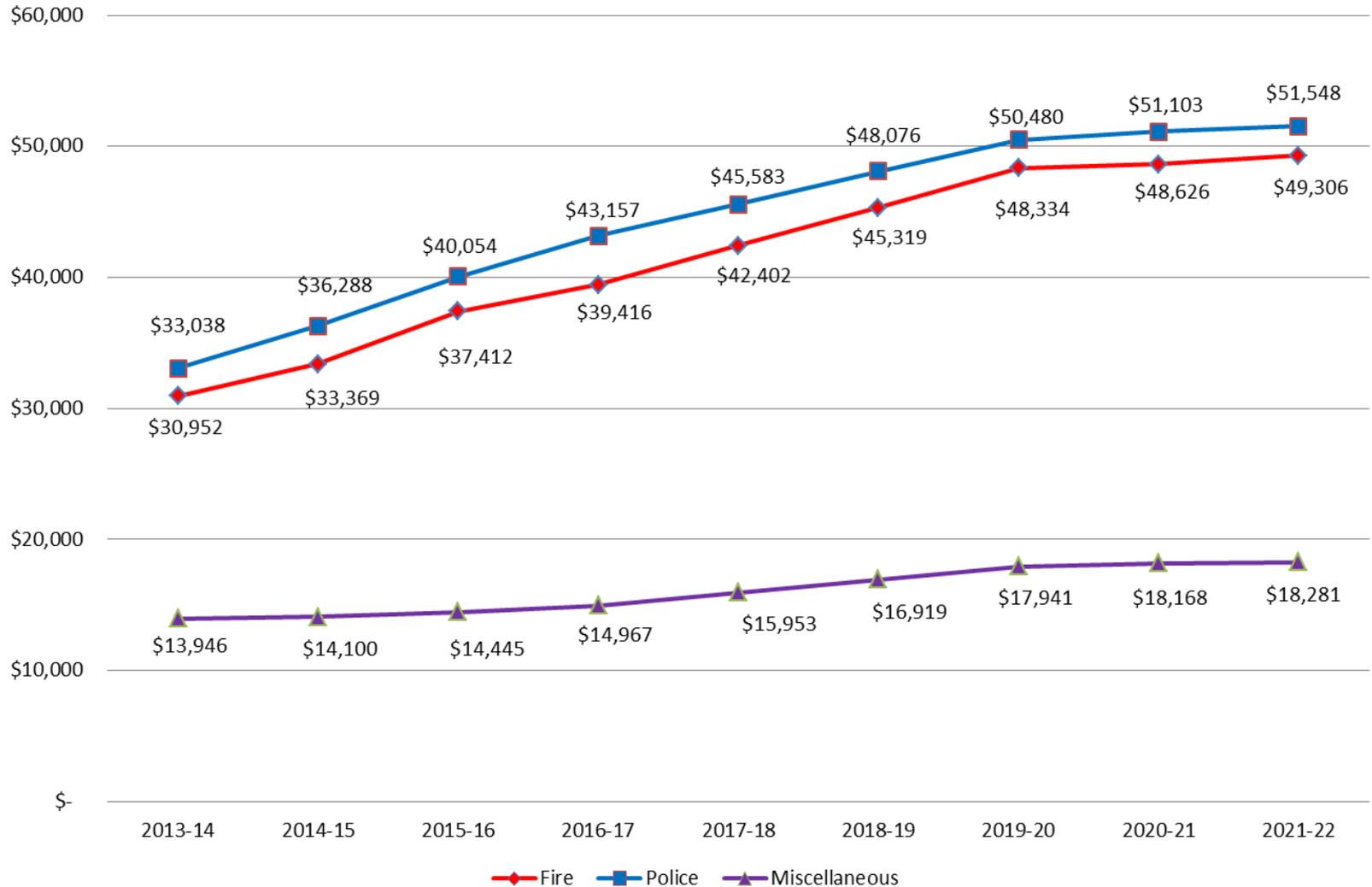
City of Bakersfield PERS Employer Rate Projections as a % of payroll



City of Bakersfield PERS Employer Cost Estimates



City of Bakersfield PERS Employer Cost Estimates Average Annual Cost per Employee

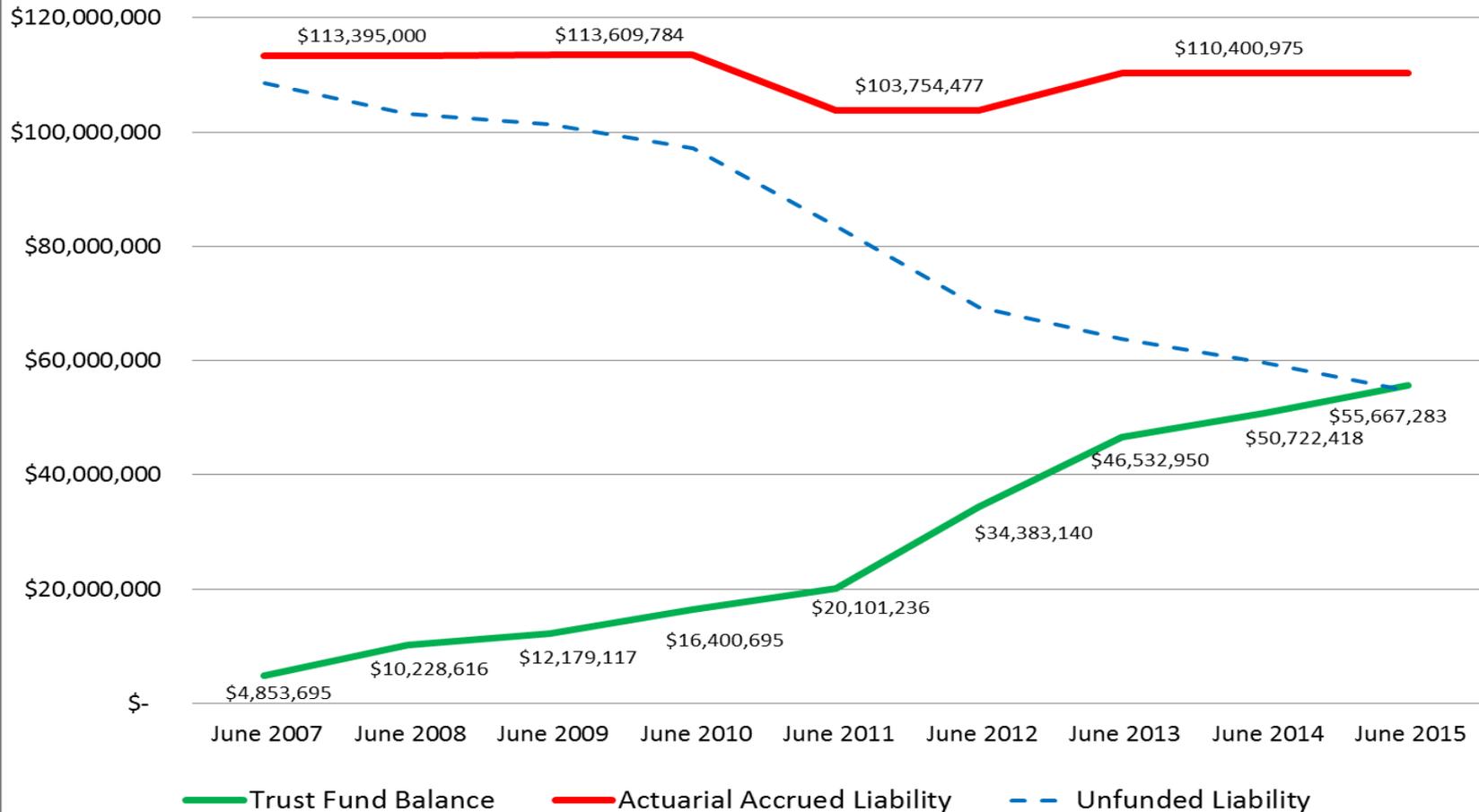


CITY OF BAKERSFIELD

- Retiree Medical Subsidy Program
 - City subsidizes medical premium costs for retirees
 - Based on years of service and type of plan
 - All receive 3% x Year of service of lowest single premium
 - Most also receive 42% subsidy of PPO premium
 - Program was closed to new employees in 2006
 - The 42% subsidy was closed to new employees:
 - In 1996 for misc. employees - 1998 for police / fire
 - There are 700 retirees currently receiving benefit
 - There are about 800 active employees that may be eligible for the subsidy benefit upon their retirement
 - Requires minimum 15 years of service to be eligible
 - Program carries a long term unfunded liability
 - Current funding status is about 50%

CITY OF BAKERSFIELD

OPEB Liability vs. Trust Fund Balance
 (The dotted line is the "unfunded" portion)



QUESTIONS ?