

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



FROM: Department of Facilities Management

SUBMITTAL DATE:
May 11, 2007

SUBJECT: Contingency Funding for Escalating Energy Costs

RECOMMENDED MOTION: That the Board of Supervisors direct the Auditor-Controller to amend the Department of Facilities Management's FY 2006/07 Energy Budget as set out on Attachment "A."

BACKGROUND: As in past fiscal years, the cost of utilities continues to increase as a result of utility rate adjustments as well as the growth in the number of facilities and provision of county services countywide. Although it is difficult to accurately predict utility costs from one fiscal year to the next, the Department has been closely monitoring the expenditures and projected the need for an adjustment for some time. The expenditure trends reflect a 16% increase in utility rates from the prior fiscal year. Based on an average monthly expenditure of approximately \$1,200,000, and taking into consideration typical increases in utility usage during hot-weather months, Facilities Management anticipates needing \$2,400,000 in contingency funding to cover utility costs for the remainder of the fiscal year.

FISCAL PROCEDURES APPROVED
ROBERT E. BYRD, Auditor-Controller
BY: *[Signature]* 5/15/07
Suzana Garcia, Deputy

[Signature]
for T.L. Miller
Robert Field, Director
Facilities Management

| | | | | |
|-----------------------|-------------------------------|--------------|-------------------------|-----------|
| FINANCIAL DATA | Current F.Y. Total Cost: | \$ 2,400,000 | In Current Year Budget: | No |
| | Current F.Y. Net County Cost: | \$2,400,000 | Budget Adjustment: | Yes |
| | Annual Net County Cost: | \$ 0 | For Fiscal Year: | 2006/2007 |

| | | |
|--|---|-------------------------------------|
| SOURCE OF FUNDS: Contingency Funds. | Positions To Be Deleted Per A-30 | <input type="checkbox"/> |
| | Requires 4/5 Vote | <input checked="" type="checkbox"/> |

C.E.O. RECOMMENDATION: APPROVE, as indicated in the Third Quarter Budget Report

County Executive Office Signature BY: *[Signature]*
Jennifer L. Sargent

- Policy
- Policy
- Consent
- Consent

Dept's Recomm.:
Per Exec. Ofc.:

ATTACHMENT A

Department of Facilities Management Contingency Funding for Escalating Energy Costs Fiscal Year 2006/07 Energy Budget

Increase Appropriations:

| | | |
|------------------------|-----------|-------------|
| 10000-720060000-529540 | Utilities | \$2,400,000 |
|------------------------|-----------|-------------|

Decrease Appropriations:

| | | |
|-------------------------|--------------------------------|-------------|
| 10000-1109000000-581000 | Appropriations for Contingency | \$2,400,000 |
|-------------------------|--------------------------------|-------------|