

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

207



FROM: Riverside County Information Technology

SUBMITTAL DATE:
June 15, 2011

SUBJECT: Riverside County Information Technology Refund of Unrestricted Net Assets

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve and direct the Auditor-Controller to release previously designated unrestricted net assets for future operations as reflected in the attached Table A for the purpose of rebating the funds to county departments and,
2. Approve and direct the Auditor-Controller to assign the revised unrestricted net assets for future operations as reflected in the attached Table B.

BACKGROUND: On January 25, 2011 (M.O. 3.30f) the Board of Supervisors approved the FY11/12 RCIT service rates and approved the designation of \$8,013,350 in funds for capital and enterprise projects. *(Continued on Page 2)*

Nathan J. Colodney

Nathan J. Colodney
Chief Information Officer

FINANCIAL DATA	Current F.Y. Total Cost:	\$ N/A	In Current Year Budget:	N/A
	Current F.Y. Net County Cost:	\$ N/A	Budget Adjustment:	N/A
	Annual Net County Cost:	\$ N/A	For Fiscal Year:	10/11
SOURCE OF FUNDS: RCIT Unrestricted Net Assets			Positions To Be Deleted Per A-30	<input type="checkbox"/>
			Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

BY: *Serena Chow*
Serena Chow

County Executive Office Signature

FISCAL PROCEDURES APPROVED

PAUL ANGULO, CPA, AUDITOR-CONTROLLER
BY: *Russell S. Dominski*
RUSSELL S. DOMINSKI 6-16-11

Departmental Concurrence

Dept't Recomm.: Consent Policy Policy

Per Exec. Ofc.: Consent Policy Policy

Prev. Agn. Ref.: | **District:** | **Agenda Number:**

3.95

Form 11: Riverside County Information Technology Refund of Unrestricted Net Assets

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BACKGROUND: (Continued)

Since the service rate submittal in January of this year I have been focusing on increasing efficiencies through information technology. There are opportunities to consolidate and potentially contract for certain information technology functions as well as utilize emerging technologies to reduce operational costs. As a result I am recommending the release of certain previously designated information technology capital funds and the return of these funds to departments and the issuance of new designations for the balance of capital projects/enterprise efforts that must go forward.

The attached Table A lists the previously requested designations that were to become effective 7/1/2011. Since the initial request for these designations, some projects have been completed and therefore no further designations are needed. Table B is a revised list of designations that are needed for capital projects that are not yet completed.

The completion of projects and the reduction in designations allows for a refund to county departments. For General Fund departments, the refund will become part of fund balance to assist in eliminating the FY 10-11 budget shortfall. I am also recommending a reduction of RCIT's 60-day working capital reserve to a 30-day working capital reserve to release additional cash to partially fund the PSEC project revised budget;.

In total, the reduction in designations and cash reserves will allow a \$4 million refund to departments for FY10/11 as per Attachment A. This effort has been coordinated through the Executive Office with their concurrence.

Requested Canceled Designations

Table A

Decrease in Unrestricted Net Assets	45500-7400100000-380100	Unrestricted Net Assets	\$8,013,350
Increase in Unrestricted Net Assets for Future Operations			
ITGC Designation	45500-7400100000-380200	Unrestricted Net Assts Fut Op	1,913,207
Data Center Designation	45500-7400100000-380200	Unrestricted Net Assts Fut Op	1,700,000
Call Center Designation	45500-7400100000-380200	Unrestricted Net Assts Fut Op	510,000
Blythe Communications Facility	45500-7400100000-380200	Unrestricted Net Assts Fut Op	926,000
North Mountain Relocation	45500-7400100000-380200	Unrestricted Net Assts Fut Op	285,000
Unforeseen Emergency Site Repairs	45500-7400100000-380200	Unrestricted Net Assts Fut Op	500,000
Emergency Grounding/Alessandro	45500-7400100000-380200	Unrestricted Net Assts Fut Op	250,000
Telephone Network Upgrade	45500-7400100000-380200	Unrestricted Net Assts Fut Op	929,143
SEIU Back Pay Settlement	45500-7400100000-380200	Unrestricted Net Assts Fut Op	1,000,000

New Designations

Table B

ITGC Designation	1,383,176	Approved by the Board on 02/09/10 MO 3.63. (\$2,278,176 was approved by the Board; \$895,000 anticipated in expenditures through June 2011)
Data Center Designation	500,000	Reserve for providing infrastructure for consolidated data services
Unforeseen Emergency Site Repairs	250,000	For radio/microwave site emergency repairs
Blythe RCIT Radio/Microwave Facility Infrastructure	57,570	Funds for repairs to a crushed storm drain and a new vault conduit at RCIT facilities in Blythe.
CAC Grounding	117,700	Grounding is required to comply with PSEC's standard for lightning protection and grounding for radio equipment.
SEIU Back Pay Settlement	537,490	Payments of \$212,510 have been made to date
PSEC Project	2,800,000	Funds allocated to support the PSEC project
Total	5,645,936	

**Attachment A
FY 10/11 RCIT REBATE**

Customer	Invoicing System	Telephone	Total	%	Rebate
Agriculture Commissioner	\$ 50,771	\$ 15,557	\$ 66,328	0.3%	\$ 13,146
Assessor	\$ 639,015	\$ 135,366	\$ 774,381	3.8%	\$ 153,478
Auditor/Controller	\$ 504,584	\$ 39,964	\$ 544,548	2.7%	\$ 107,926
BOS - Clerk of the Board	\$ 87,865	\$ 48,372	\$ 136,237	0.7%	\$ 27,001
CHA - Administration	\$ 496,402	\$ 649,727	\$ 1,146,128	5.7%	\$ 227,156
Clerk Recorder	\$ 73,369	\$ 50,532	\$ 123,901	0.6%	\$ 24,556
Community Action	\$ 116,922	\$ 29,148	\$ 146,070	0.7%	\$ 28,950
Cooperative Extension	\$ (1,087)	\$ 5,487	\$ 4,401	0.0%	\$ 872
County Counsel	\$ 138,800	\$ 28,578	\$ 167,378	0.8%	\$ 33,173
County Library	\$ (1,316)	\$ -	\$ (1,316)	0.0%	\$ (261)
Crest	\$ 26,306	\$ 7,736	\$ 34,042	0.2%	\$ 6,747
DCSS	\$ 263,164	\$ 175,936	\$ 439,100	2.2%	\$ 87,027
District Attorney	\$ 459,771	\$ 306,474	\$ 766,245	3.8%	\$ 151,865
DPSS	\$ 894,928	\$ 1,774,639	\$ 2,669,567	13.2%	\$ 529,093
EDA	\$ 348,677	\$ 194,235	\$ 542,912	2.7%	\$ 107,602
Executive Office	\$ 22,458	\$ 16,000	\$ 38,458	0.2%	\$ 7,622
Facilities Management	\$ 204,061	\$ 102,292	\$ 306,353	1.5%	\$ 60,717
Fire	\$ 467,708	\$ 204,947	\$ 672,655	3.3%	\$ 133,316
First 5	\$ 737	\$ -	\$ 737	0.0%	\$ 146
Flood	\$ 116,821	\$ 74,006	\$ 190,827	0.9%	\$ 37,821
Human Resources	\$ 229,370	\$ 192,478	\$ 421,848	2.1%	\$ 83,608
LAFCO	\$ 13,648	\$ -	\$ 13,648	0.1%	\$ 2,705
Law Library	\$ 8,910	\$ 3,051	\$ 11,961	0.1%	\$ 2,371
Mental Health	\$ 388,013	\$ 466,376	\$ 854,389	4.2%	\$ 169,335
OASIS	\$ (17,791)	\$ 22,305	\$ 4,515	0.0%	\$ 895
Office on Aging	\$ 32,720	\$ 37,628	\$ 70,348	0.3%	\$ 13,943
Probation	\$ 265,035	\$ 239,822	\$ 504,857	2.5%	\$ 100,060
PSEC	\$ 104,759	\$ 12,835	\$ 117,594	0.6%	\$ 23,306
Public Defender	\$ 101,455	\$ 128,162	\$ 229,618	1.1%	\$ 45,509
Purchasing	\$ 55,846	\$ 33,675	\$ 89,521	0.4%	\$ 17,743
RCA	\$ 32,314	\$ -	\$ 32,314	0.2%	\$ 6,404
RRCMC	\$ 715,462	\$ 874,079	\$ 1,589,541	7.9%	\$ 315,038
Records Management	\$ 9,289	\$ 4,530	\$ 13,819	0.1%	\$ 2,739
Regional Parks	\$ 20,923	\$ 28,179	\$ 49,101	0.2%	\$ 9,732
Registrar of Voters	\$ 46,300	\$ 58,093	\$ 104,393	0.5%	\$ 20,690
Sheriff	\$ 5,012,231	\$ 888,271	\$ 5,900,502	29.2%	\$ 1,169,445
TLMA - Admin	\$ 76,134	\$ 60,918	\$ 137,052	0.7%	\$ 27,163
TLMA - Building & Safety	\$ 18,867	\$ 26,741	\$ 45,608	0.2%	\$ 9,039
TLMA - Code Enforcement	\$ 69,431	\$ 27,731	\$ 97,162	0.5%	\$ 19,257
TLMA - Planning	\$ 20,878	\$ 29,700	\$ 50,578	0.3%	\$ 10,024
TLMA - Survey	\$ 13,958	\$ 7,514	\$ 21,472	0.1%	\$ 4,256
TLMA - Transportation	\$ 92,424	\$ 74,334	\$ 166,758	0.8%	\$ 33,051
Treasurer/Tax Collector	\$ 683,675	\$ 70,036	\$ 753,710	3.7%	\$ 149,381
Veterans Services	\$ 6,008	\$ 6,168	\$ 12,175	0.1%	\$ 2,413
Volunteer Services	\$ -	\$ -	\$ -	0.0%	\$ -
Waste Management	\$ 67,497	\$ 53,290	\$ 120,787	0.6%	\$ 23,939
Grand Total Estimate	\$ 12,977,312	\$ 7,204,910	\$ 20,182,222	100.0%	\$ 4,000,000