



**Assessor**

**FY 15/16 Budget Presentation**

Peter Aldana

Assessor-County Clerk-Recorder



## **Riverside County Assessor's Legal Mandate**

**To locate, inventory and value all taxable and exempt secured and unsecured property in Riverside County in accordance with the applicable constitutional, legislative and administrative provisions.**

**Cal. Const. art. XIII, § 1 Cal. Rev. & Tax. Code §401-409.**

# Assessor Budget

## FY 2015/16

<b>GENERAL FUND</b>	
Expenditures	25,664,639
Revenue	<u>(13,197,179)</u>
NCC TOTAL \$	12,467,460
Funding Source:	
NCC - Approved	(7,461,714)
Additional NCC Required \$	<u>5,005,746</u>

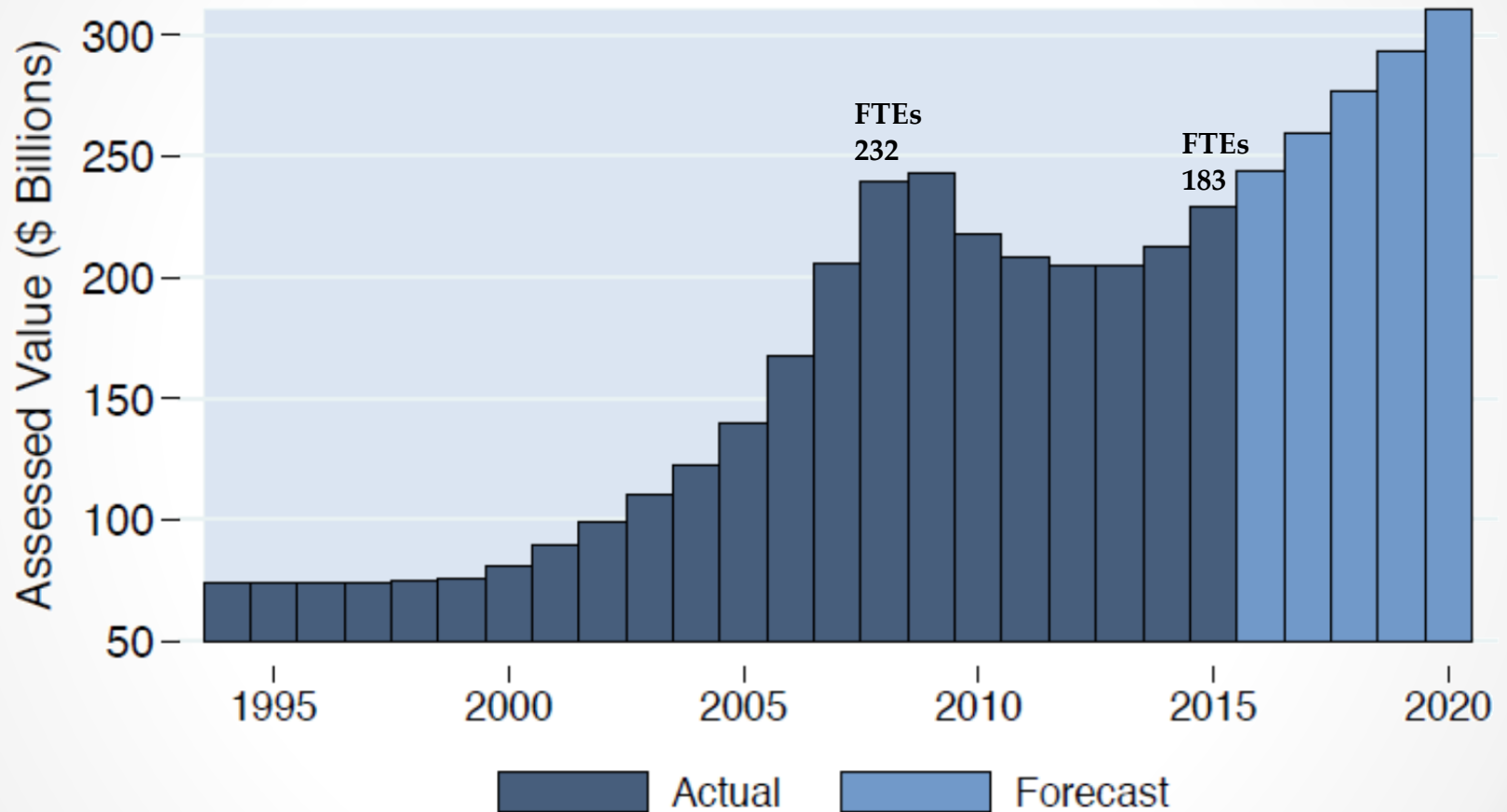
**Riverside County**  
**Projected Discretionary Revenue (in millions)**  
**Q3 Estimate, FY 2014-2015**

<b>Property Taxes</b>	<b>300.9</b>
<b>Motor Vehicle In Lieu</b>	<b>208.6</b>
<b>Realignment</b>	<b>35.0</b>
<b>Sales &amp; Use Taxes</b>	<b>33.5</b>
<b>Tax Loss Reserve</b>	<b>27.0</b>
<b>Fines and Penalties</b>	<b>23.3</b>
<b>Other (Prior Year &amp; Misc.)</b>	<b>19.2</b>
<b>Documentary Transfer Tax</b>	<b>12.4</b>
<b>Misc. Federal and State</b>	<b>11.7</b>
<b>Tobacco Tax</b>	<b>10.0</b>
<b>RDA Residual Assets</b>	<b>7.5</b>
<b>Franchise Fees</b>	<b>5.0</b>
<b>Interest Earnings</b>	<b>2.9</b>
<b>Total</b>	<b>\$ <u>697</u></b>

**\*\$510 million (73% of all County Discretionary Revenue) is impacted by Assessor valuations.**

# Assessed Valuation Forecast

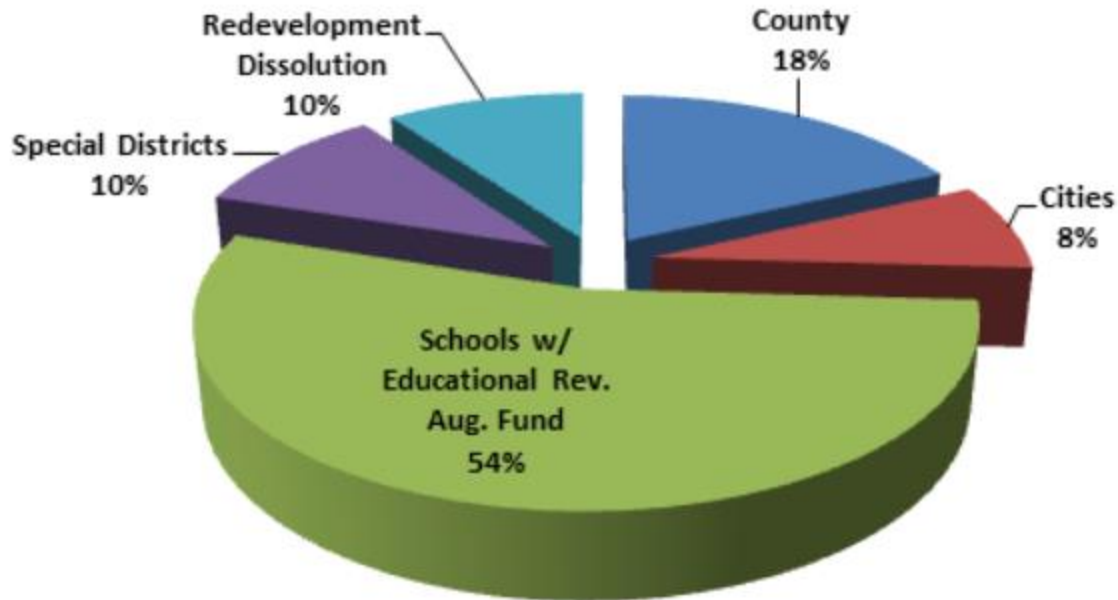
## Riverside County, FY 1993-94 to 2019-20



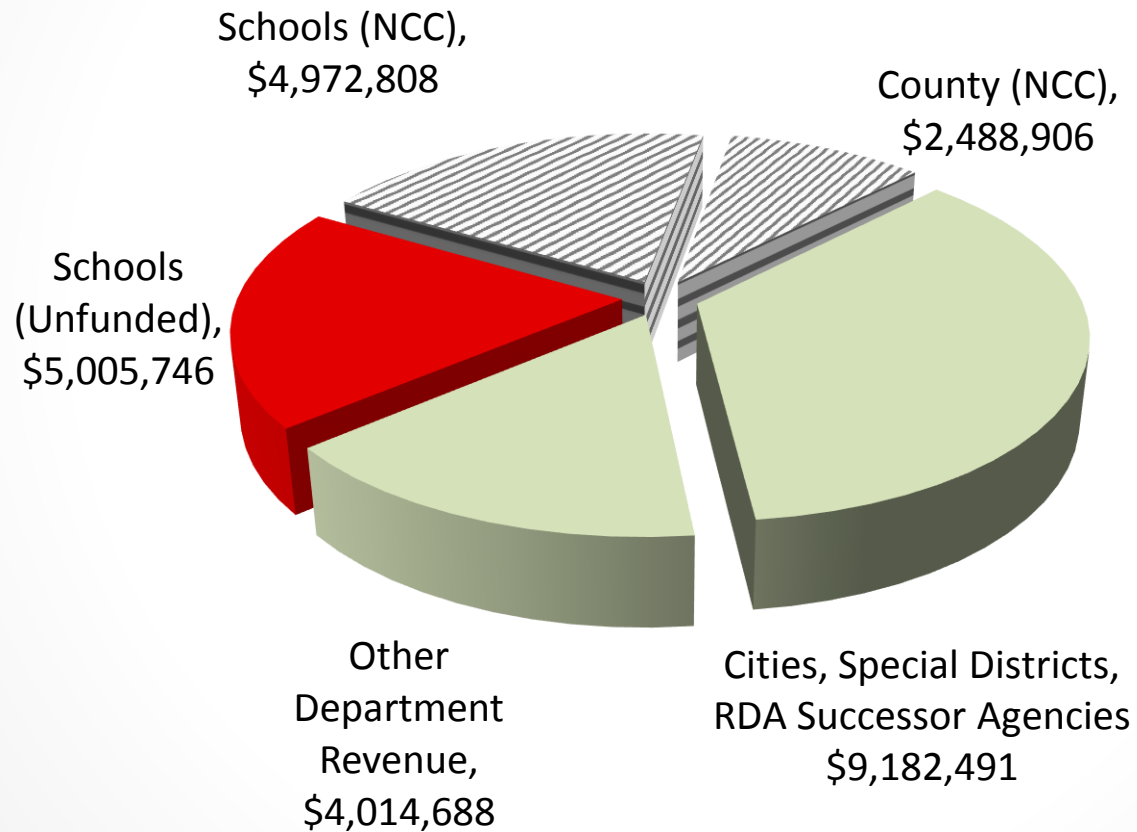
Source: Forecast by Beacon Economics

# County Of Riverside Property Tax Distribution

FY 2014-15 Estimated  
1% Property Tax Distribution



# Property Tax Administration FY 2015-16



## ASSESSOR BUDGET FY2006-07 - Submitted FY2015-16 (\$ - in millions)

	FY 06/07	FY 07/08	FY 08/09	FY 09/10	FY 10/11	FY 11/12	FY 12/13	FY 13/14	FY 14/15	FY 15/16 <sup>B</sup>
Dept Rev	\$ 17.6	\$ 17.9	\$ 16.6	\$ 13.7	\$ 11.7	\$ 13.5	\$ 11.0	\$ 12.9	\$ 12.7	\$13.1
Dept Exp	\$ 28.7	\$ 30.7	\$ 26.3	\$ 21.1 <sup>A</sup>	\$ 19.6 <sup>A</sup>	\$ 22.0	\$ 22.2	\$ 23.4	\$ 24.5	\$25.6
Net Cost	\$ 11.1	\$ 12.8	\$ 9.7	\$ 7.4	\$ 7.9	\$ 8.5	\$ 11.2	\$ 10.5	\$ 11.8	\$12.5
NCC	\$ 11.1	\$ 11.0	\$ 9.7	\$ 4.5	\$ 6.9	\$ 5.1	\$ 4.0	\$ 5.8	\$ 6.6	\$7.5
Reserves	\$ 0	\$ 1.8	\$ 0	\$ 2.9	\$ 1.0	\$ 3.4	\$ 7.2	\$ 4.7	\$ 5.2	\$0
Total Funded	\$ 11.1	\$ 12.8	\$ 9.7	\$ 7.4	\$ 7.9	\$ 8.5	\$ 11.2	\$10.5	\$ 11.8	\$7.5
Positions	282	247	251	223	203	203	205	205	205	149 <sup>C</sup>
Filled	229	232	202	184	179	174	188	181	183	127 <sup>C</sup>

\$5 million shortfall

<sup>A</sup> Approx. \$3.2 M of expenses were transferred to the Recorder division during these two years.

<sup>B</sup> Does not include SCAPAP Rev, Exp, and positions

<sup>C</sup> Adjusted to reflect removal of 56 positions.



## PERFORMANCE COMPARISON

### Southern California Counties & Northern California's Three Largest in Roll Units

County	PERFORMANCE METRICS											
	Roll Units (Secured and Unsecured) (Note 4)	Ratio of NCC to Expenditures		NCC per Employee		Ratio of Roll Units to Employees		Ratio of Workload to Employees			Cost Per Workload	
		Ratio	Rank	Ratio	Rank	Ratio	Rank	Total Workload	Workload Per Employee	Rank	Cost	Rank
Riverside	932,988	26.0%	1	\$ 35,661	1	5,071	1	439,776	2,390	1	\$ 57	2
Sacramento	508,959	54.3%	2	\$ 58,462	2	3,371	5	193,456	1,281	5	\$ 84	5
Los Angeles	2,772,590	63.5%	3	\$ 79,767	3	1,936	8	967,502	676	8	\$ 186	8
San Diego	1,064,048	64.7%	4	\$ 83,824	4	3,926	3	496,609	1,833	3	\$ 71	4
Alameda	482,401	66.5%	5	\$ 91,877	5	2,757	6	197,682	1,130	6	\$ 122	6
Santa Clara	542,649	92.0%	6	\$ 123,856	8	2,055	7	222,846	844	7	\$ 159	7
San Bernardino	816,704	96.5%	7	\$ 103,921	6	4,833	2	376,084	2,225	2	\$ 48	1
Orange	1,072,329	99.1%	8	\$ 113,638	7	3,404	4	546,384	1,735	4	\$ 66	3

Source: Data obtained from the Board of Equalization report on Budget, Workloads, and Assessment appeals for 2013/14 - as published on May 15, 2015.

## **Underfunded Assessor operations will....**

- Impair the Assessor's ability to close the Assessment Roll accurately and timely.
  - Taxable property may be under-valued in an appreciating market.
- Compromise property tax apportionments to the County, schools, cities and other benefiting jurisdictions.
  - General Fund budgets may be reduced due to diminished discretionary revenue.
- Cause non-mandated functions to be completed on a "best-effort" basis.
  - Property tax appeals may increase and may not be defended.
  - Quality and level of public services may suffer.
  - Offices may be closed to consolidate staff.
- Reduce the Assessor's ability to adequately audit "Business and Personal Property".



# Questions?

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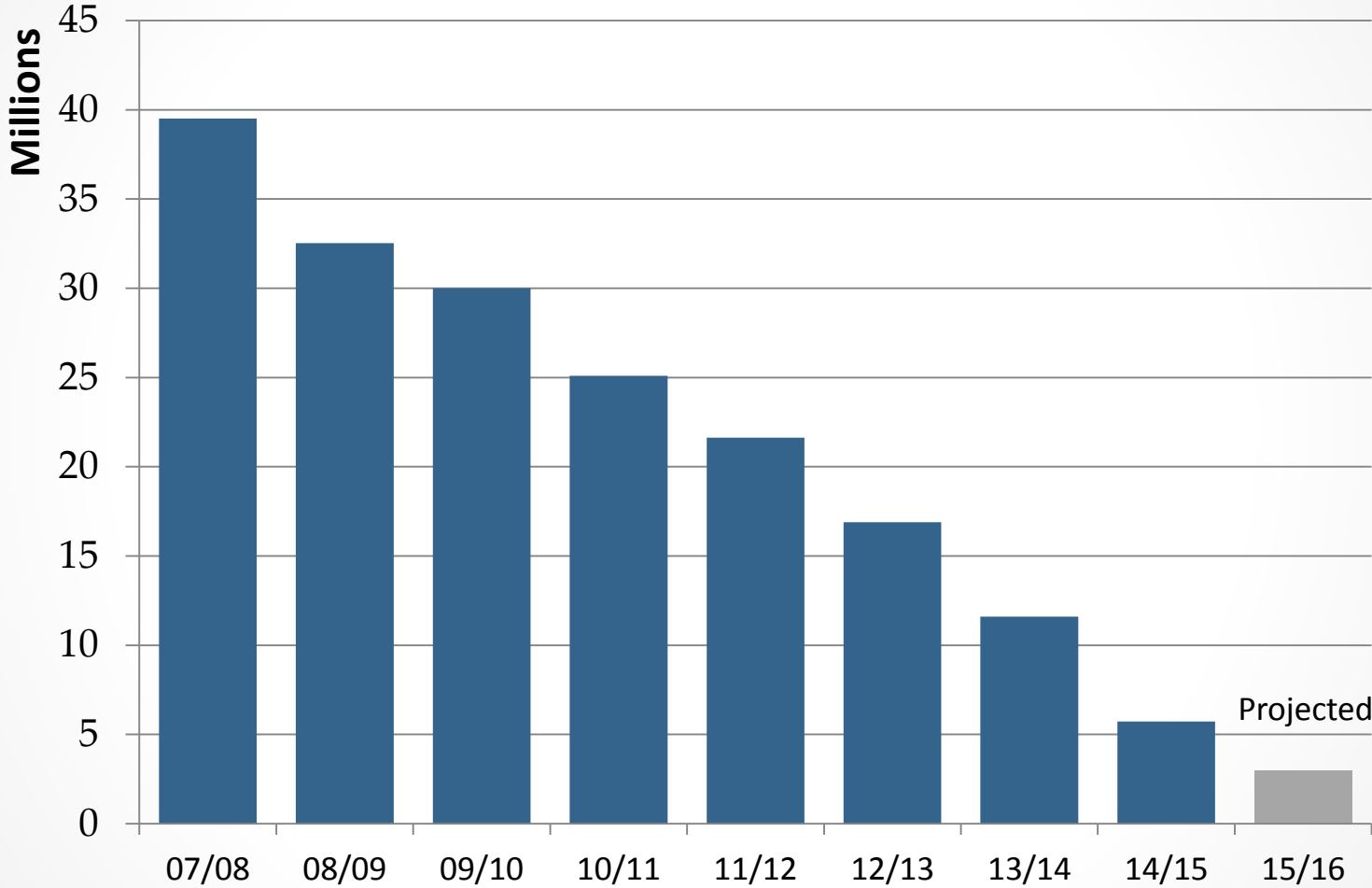




# Remaining Reserves

- **Vitals Fund**
  - H&S 103625(h): Defray admin costs that include modernization, technical support, and improvement of vital record operations.
- **Modernization Fund**
  - GC 27361(c): Funds to support, maintain, improve, and provide for modernized creation, retention, and retrieval of recorded documents.
- **Conversion Fund**
  - GC 27361.4(a): Defray the cost of converting document storage into micrographics.
- **Social Security Truncation Fund**
  - GC 27361(d): Fund to implement a social security number truncation program.
- **Electronic Recording Fund**
  - GC 27397: Funds to support electronic delivery system and related Attorney General costs.

# ACR Reserves



## Assessor Budget FY 2015/16

Budget as Presented	
Expenditures	25,664,639
SCAPAP [1]	6,500,000
Total Budget \$	32,164,639
Budget as presented \$	32,164,639

[1] Appropriations for SCAPAP are presented outside of General Fund, as the program is accounted for separately. Funds are earmarked for initiatives above budget baseline and are not allowed to supplant existing budget.