

CITY OF
LONG BEACH

Fiscal Year 2016 Proposed Budget

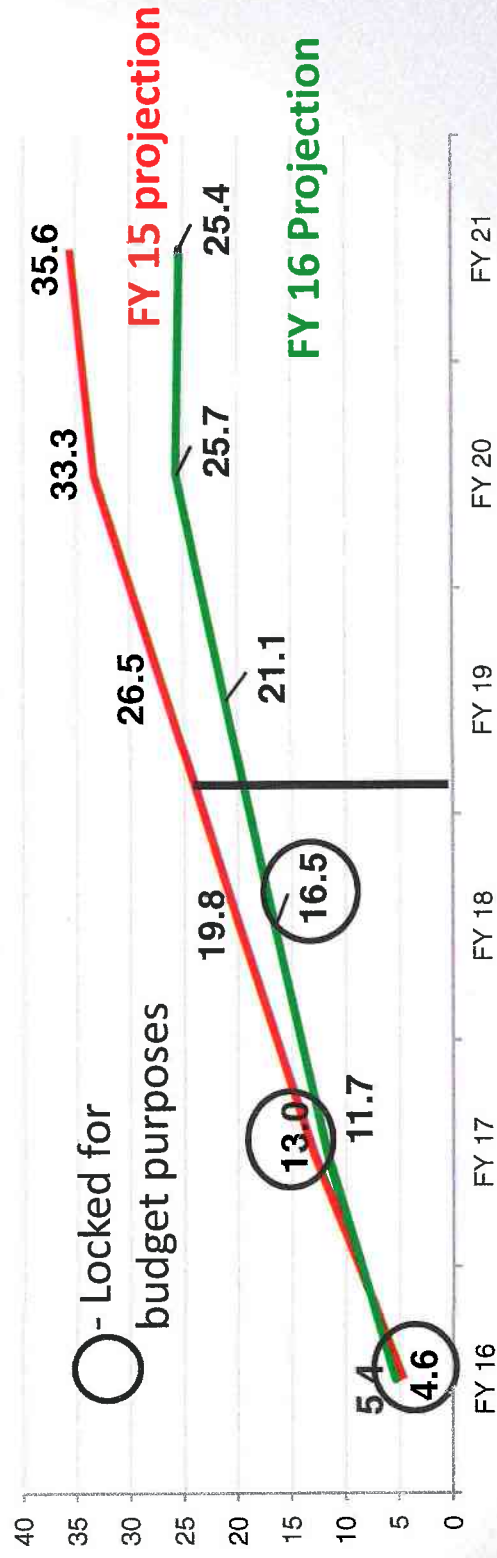
Budget Oversight Committee 08/11/15



Pension Costs – Uncertainties and Challenges

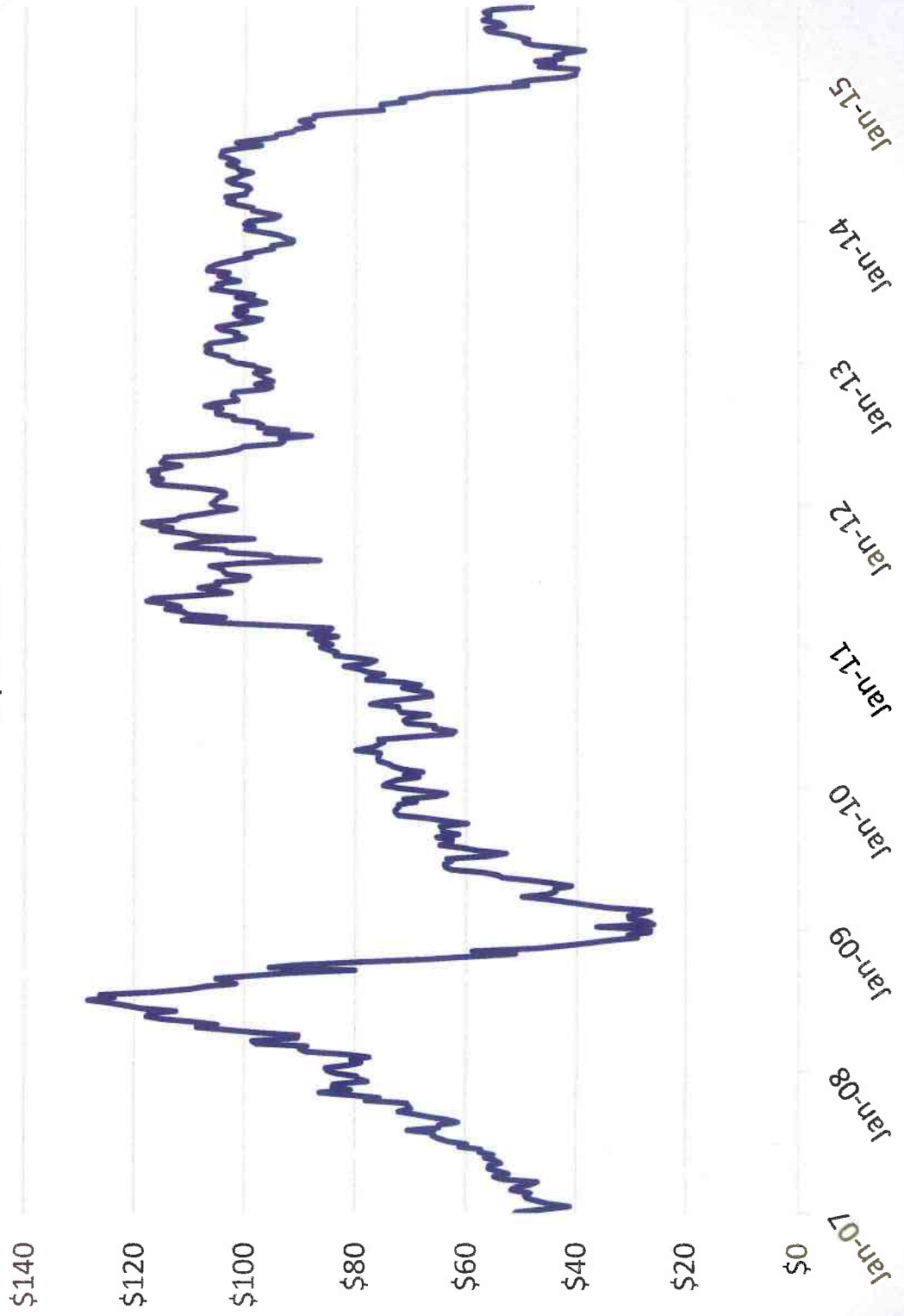
- Excellent investment earnings in FY 14 lowered projected costs
- Poor earnings in FY 15 will increase costs in the future
- Innovative City CalPERS Stabilization Fund smooths earnings impact and locks in rates for 3 years for budget planning stability

Projected Cumulative CalPERS Cost Change – General Fund
(in \$ millions)



History of Oil Prices

Wilmington Oil Price 2007-2015
\$ per barrel



FY 16 Budget

- The FY 16 Budget projects for oil's dramatic revenue decline
 - ✓ \$20 million reduction in Uplands revenue
 - ✓ \$30 million reduction in Tidelands revenue
 - ✓ Projecting oil at \$55 a barrel in FY 16, growing \$5 a barrel each year after that to \$65 a barrel in FY 18

Oil Revenue in \$ Millions

	FY 14 Actual	FY 15 Budget	FY 15 Projected	FY 16 Projected	FY 17 Projected	FY 18 Projected
Uplands	32.3	17.5	13.9	12	11	11
Tidelands	42.7	38.6	12.4	11	12	17

