REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: October 26, 2018

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Council District: All

To: Eric Garcetti, Mayor
Herb J. Wesson, Council President
Paul Krekorian, Chair, Budget and Finance Committee

From: Richard H. Llewellyn, Jr., City Administrative Officer

Reference: 2018-19 Budget

Subject: **FIRST FINANCIAL STATUS REPORT**

SUMMARY

This Office is transmitting the First Financial Status Report (FSR) for this fiscal year. This report summarizes the close-out of the 2017-18 budget and provides an update on the current-year budget—including projected department over-expenditures, trends in revenue, the Reserve Fund, and current issues of concern and the potential impact on the City. This report contains recommendations totaling approximately $147 million for appropriations, transfers, and other budgetary adjustments.

The City begins 2018-19 with a cautious outlook. The primary concern in this report is the relatively high level of projected year-end over-expenditures, with an estimated $98.85 million that will need to be offset. This excludes the potential for additional unbudgeted expenditures in the current fiscal year resulting from ongoing labor negotiations, and potential risks to revenue. While the current Reserve Fund level is at 5.76 percent, which is above the 5.00 percent policy threshold, it is lower than in recent years.[1] This will restrict the City's ability to rely on the Reserve Fund to manage the current year budget and address any unanticipated budget impacts without dipping below the 5.00 percent threshold.

Addressing the financial risks facing the City will require both fiscal prudence and budgetary restraint. Therefore, we recommend that City departments manage any projected year-end over-expenditures within existing resources and work to meet budgeted revenue targets. Further, should labor agreements be reached in the current fiscal year with employee bargaining groups, this Office recommends that City departments absorb any current year fiscal impacts, to the extent possible.

[1] Cumulative reserves, including the Budget Stabilization Fund and the Unappropriated Balance, Reserve for Mid-Year Adjustments account are at 7.79 percent.

This report presents these and other risks to the City budget that will need to be managed in the year ahead. Because the degree of risk is relatively higher than it has been in recent years, this Office recommends continued analysis, especially of the most significant driver of the projected overspending - Police Department sworn overtime. If, upon continued review, our ability to mitigate these risks within existing resources is insufficient, this Office will make recommendations for actions to strategically curtail spending in an effort to protect the Reserve Fund.

General Fund Revenue

Key Findings/Recommendations

- *Final 2017-18 General Fund receipts were $5.82 billion, $24.9 million below the revised budget and $6.9 million (0.1 percent) below the adopted budget. This deficit was primarily due to shortfalls in utility users taxes, documentary transfer taxes, departmental receipts, and grant reimbursements.*

- *Current year revenue through September is $843.9 million, or $25.3 million above planned receipts driven by property tax, departmental receipts, sales tax, and transient occupancy tax.*

- *With only three months of revenue data, representing 13.6 percent of General Fund receipts, it is too early to project year-end revenue. Current year property tax receipts only represent 4 percent of the property tax budget and the first remittance of secured receipts for the next property tax year will not occur until December 2018. Further, more than 90 percent of business tax receipts are received after January 1.*

- *Known revenue shortfalls and risks to revenue include:*

    - *Electricity users tax revenue is $9.5 million below plan, and parking fine revenue is $3.0 million below plan. These revenue sources have fallen short of adopted estimates in prior fiscal years.*

    - *Business tax revenue is $2.1 million behind plan, due to lower-than-adopted quarterly receipts from cannabis business activity.*

    - *Departmental revenue includes $13.0 million in billboard leasing and modernization receipts that require Mayor and Council action to implement.*

    - *Transient Occupancy Tax revenue includes $52.3 million in budgeted receipts from short-term rental activity, which may be reduced if the pending home-sharing policy restricts this activity.*

- *The Documentary Transfer Tax, which declined in 2017-18 from the prior year, faces downside risks with rising interest rates and decreasing affordability.*

2017-18 Revised Revenue

The 2017-18 Adopted Budget assumed approximately $5.83 billion in General Fund revenue. During consideration of the 2018-19 budget, this revenue projection was subsequently increased by $17.9 million (0.3 percent) to approximately $5.84 billion. As reported by the Controller's Preliminary Financial Report for 2017-18, actual revenues were $5.82 billion, reflecting larger-than-predicted shortfalls in departmental, grant and SPRF receipts and unrealized increases to sales tax and interest income.

The 2017-18 adopted budget, revised estimates, and actual receipts are summarized in Attachment 1A, with details on specific revenue surpluses and shortfalls.

2018-19 Adopted Revenue

The 2018-19 Adopted Budget is $6.19 billion representing revenue growth of $371.1 million (6.4 percent increase) from the prior year's actual revenue. To date, total 2018-19 revenue through September is $844.0 million, representing 13.6 percent of total adopted General Fund revenue.

Revenue is $25.3 million above planned receipts of $818.7 million due to higher receipts in property, sales, transient occupancy, and documentary transfer taxes, interest income, and departmental receipts. These surpluses are offset by a sizeable shortfall in electricity users tax, as well as lesser shortfalls in business taxes and parking fine revenues. The 2018-19 adopted budget planned revenue and actual receipts are summarized in Attachment 1B, with details on specific revenue surpluses and shortfalls discussed below and in Attachments 1C through 1K.

Property tax: Property tax revenue is $6.7 million ahead of plan. Higher secured receipts correspond to the final County tax period remittances that are recorded in July and August. Offsetting this surplus are lower receipts for redemptions and adjustments, the latter of which reflects the impact of the settlement agreement with the Los Angeles Community College District for CRA-related litigation. Current year receipts only represent 4 percent of the property tax budget and the first remittance of secured receipts for the next property tax year will not occur until December 2018. (Attachment 1C)

Departmental receipts: Revenue from licenses, permits, fees, and fines and related cost reimbursements through September is $175.5 million, which is approximately $25.6 million above plan. There are some downside weaknesses in this account, including $13 million in new billboard leasing and modernization revenue. Revenue may be further reduced due to related cost overpayments made by special funds in prior years. Most departmental revenue is received in the latter half of the year.

Sales tax: Receipts through September are $4.6 million is above plan. Some or all of this surplus may be attributed to the State's change in tax allocation methodology, first implemented for the May payment in 2017-18. The new methodology has increased the size of quarterly advance payments and accelerated the final cleanup payment by one month, resulting in sizeable deviations from the monthly revenue plan. (Attachment 1D)

Transient occupancy tax: Total revenue is up by $1.8 million, with surplus remittances from short-term rental websites ($2.3 million) offsetting the shortfall in hotel tax remittances ($500,000). According to industry data, growth in room rates have slowed while occupancy rates have declined, which could impact projected revenue. (Attachments 1E and 1F)

Documentary transfer tax: Receipts have improved from the previous year and are currently $1.7 million above plan. Revenue per deed has increased, while sales volume has dipped. Although price appreciation has slowed, increasing mortgage rates have led to decreasing affordability, putting this revenue at risk. (Attachment 1G)

Utility Users tax: Total revenue is $9.1 million below plan, primarily due to a shortfall in electricity users tax receipts. (Attachments 1H and 1I)

Business tax: Receipts are $2.1 million below plan, due to lower-than-adopted quarterly receipts from cannabis business activity. The adopted budget assumes $40.2 million in new and continuing receipts from medical and recreational cannabis activity. More than 90 percent of business tax receipts from other business activities are received after January 1, with the start of the annual next tax filing period. (Attachment 1J). It should be noted that $10 million of the total Cannabis related business tax was used to fund the Unappropriated Balance, Various Programs and Services-Contingent Revenue account, which is contingent on the receipt of this additional revenue.

Parking fines: This revenue has witnessed four years of consecutive declines since its peak of $161.1 million in fiscal year 2013-14. Parking fine receipts are currently $3.0 million below plan, which is 7.1 percent below prior year receipts through September. The Department of Transportation reports that it anticipates receipts will recover in the latter half of the year. (Attachment 1K)

Any deviations from planned revenue receipts are reported in FSRs along with deviations in the appropriations budget. Surpluses or deficits that are projected for year-end are typically addressed during the development of the following fiscal year's budget, at which time revenue estimates are revised. Revenue estimates, however, may be revised at mid-year if a significant shortfall that requires immediate budget action is projected, as was the case in 2010-11.

Expenditures

Key Findings/Recommendations

- *There are projected Citywide year-end over-expenditures of $98.85 million.*
- *The recommendations in this FSR address $7.65 million of this overspending leaving $91.20 million to be addressed. This Office has identified potential future actions that, if taken, could address an additional $43.56 million leaving $47.64 million with no identified solutions.*

This FSR is based on department expenditure data and revenue information through the end of August. With only two months of expenditure data, it is too early to provide a conclusive assessment of all potential surpluses and projected overspending through the year-end. Nevertheless, at this time we have identified approximately $98.85 million in projected overspending and unfunded items across various departments and funds. The magnitude of this expenditure variance is larger than what we have reported in recent years in the First FSR. Approximately half of this amount is attributed to a projected imbalance in the Police Department, largely due to anticipated overspending in sworn overtime. Further, as discussed later in this report, the $98.85 million estimate is based on a lower year-end sworn overtime expenditure projection than that reported by the Police Department. It also excludes any potential increases in employee costs resulting from current labor negotiations. The year-end expenditure imbalance is detailed in Table 1 to follow and is largely attributed to the following:

- Projected overspending of $51.20 million in the Police Department primarily due to sworn overtime expenditures and front-funding of approximately $9.9 million in Los Angeles County Metropolitan Transportation Authority-related expenses.
- Projected overspending of $21.70 million in various accounts within the Fire Department due to the delayed processing of prior year reappropriations and pending mutual aid reimbursements.
- Reversion of $10 million in prior year funding for the Ardon settlement.
- General Fund liabilities of approximately $3.96 million from the overpayment of related costs for Solid Waste Funds during 2016-17.

(See Table 1 on next page)

Table 1. First FSR Projected Overspending/Unfunded Expenditures (Millions)		
Department/ Initiative	**First FSR**	**Reason**
Police	$51.20*	Primarily from sworn overtime expenditures.
Fire	21.70	Overspending in the Salaries Sworn ($2.4 million), Overtime Sworn ($5.5 million), Constant Staffing ($2.2 million), Contractual Services ($3.4 million), and Field Equipment Expense ($5.6 million) accounts due in part to delayed processing of prior year reappropriations.
General Services	3.80	Custodial services funding being budgeted in the Unappropriated Balance and increased real estate services costs
Personnel	0.80	A pending increase to the reimbursement rate for forensic examinations conducted by the Sexual Assault Response Team Centers (C.F. 18-0728).
City Attorney	0.56	Based on current hiring plan that anticipates filling 59 of 60 vacancies by year-end.
PW-Bureau of Sanitation	0.47	Unbudgeted typhus response expenses and the reversion of prior year funding for additional homeless encampment cleanups.
Public Works-Street Services	0.24	Front-funding of Salaries Overtime pending special event reimbursements from special funds.
El Pueblo	0.17	Unbudgeted security costs associated with the Bridge Housing Program.
Animal Services	0.15	Projected overspending in the Salaries As-Needed and Overtime General accounts.
Employee Relations Board	0.02	Unbudgeted retirement payout and 120-day employee costs.
Non-Departmental		
Ardon Settlement	10.00	Primarily from reversion of prior year funding not encumbered at year-end.
Solid Waste Funds-Related Cost Overpayment	3.96	General Fund liabilities from the overpayment of related costs for Solid Waste Funds during 2016-17.
Proposition O unfunded positions	1.40	Ineligible Proposition O salary costs in the Bureau of Sanitation as eligible uses are now restricted to construction related tasks.
Realignment of Consolidated Plan Year	2.70	Alignment of Community Development Block Grant Consolidated Plan Year with the City's fiscal year (C.F. 18-0106).
Hollywood Hills Storm Drain	1.68	Unplanned storm drain repair project at 8835 Hollywood Hills Road.
Total Year-End Over-Expenditures	**$98.85**	

*LAPD estimate increases the variance by $12.28 million and citywide overspending to $111.27 million.

As noted in Table 2 below, the recommendations in this report are expected to reduce the year-end overspending from $98.85 million to $91.20 million. Further, potential future actions totaling $43.56 million may further reduce the year-end imbalance to $47.64 million.

Table 2. 2018-19 Budget Balancing Solutions (Millions)		
First FSR Over-Expenditures	**$ (98.85)**	
First FSR Recommendations		
Transfers from the Bureau of Street Services-Special Events, Department of Transportation-DASH Security, and Recognize Grant Reimbursements.	4.24	Transfers to Police various accounts.
Transfer from Unappropriated Balance (UB), Mutual Aid Overtime.	3.00	Transfer to Fire Sworn Overtime account.
Reappropriate funding for homeless encampment cleanup funds.	0.17	Transfer to the Bureau of Sanitation.
Reimburse special events.	0.24	Transfer to the Bureau of Street Services.
Subtotal	**$ (91.20)**	
Potential Future Actions		
Transfer from UB, Reserve for Mid-Year Adjustments.	20.00	Transfer for citywide budget balancing.
Appropriate reimbursements to Police (Bureau of Street Services Special Events, Rams Football, and University of Southern California Department of Public Safety 1st and 2nd Payments), Reduce use of certain Sworn Overtime by 5%, and potential $5.19 million from not incurring emergency reserve costs and maintaining holiday and standby pay hours at 2017-18 levels.	14.98	Transfers to Police.
Transfers, reimbursements and reappropriations from various sources outside of the FSR.	5.78	Transfers to Fire.
Transfer from UB, General Services Department-Custodial Services.	2.80	Transfer to General Services Department.
Year-End Problem	**$ (47.64)**	

City Reserves

Key Findings/Recommendations

- *The City maintains budgetary reserves designed to help manage its risks and ensure sufficient resources to meet contingencies. The City's reserves total approximately $482.5 million or 7.79 percent of the total 2018-19 Adopted General Fund Budget. This report does not recommend any transfers or adjustments to these reserves.*

Reserves	Balance *(In Millions)*	%	Purpose
UB, 2018-19 Reserve for Mid-Year Adjustments account	$ 20.3	0.32	Available to address shortfalls that may arise throughout the year.
Reserve Fund	356.5	5.76	Preserved for the most critical needs and matters of urgent economic necessity and are not to be used for ongoing expenses.
Budget Stabilization Fund	105.7	1.71	Restricted for the maintenance of service levels during years of slow growth and declining revenue.
Total Reserves	**$ 482.5**	***7.79%***	

Unappropriated Balance, 2018-19 Reserve for Mid-Year Adjustments

The 2018-19 Adopted Budget includes $20.3 million in the UB, Reserve for Mid-Year Adjustments account. This account is to be used prior to the other reserves. No transfers are recommended at time.

Reserve Fund

According to the Office of the Controller, the preliminary June 30, 2018, Reserve Fund cash balance was approximately $436.1 million. After the return of short-term loans made by the Controller at year-end, and adjustments initiated in the prior year in addition to those included in the 2018-19 Adopted Budget, the $5.8 million transfer to the Budget, and the $9.0 million transfer to the Budget Stabilization Fund (BSF), the July 1, 2018, Available Balance was approximately $345.8 million (see Table 1 below). This represented 5.59 percent of the General Fund Budget and was approximately $5.2 million less than the Adopted Budget of $351.0 million.

Table 3
2018-19 Reserve Fund Available Balance
(Millions)

	Budget	Actual	Difference
Cash Balance, June 30*	$416.4	$436.1	$19.7
Other Adjustments	(50.6)	(75.5)	(24.9)
Transfer to Budget Stabilization Fund	(9.0)	(9.0)	-
Transfer to Budget	(5.8)	(5.8)	-
July 1 Available Balance	$351.0	$345.8	($5.2)
Emergency Account	$170.2	$170.2	-
Contingency Account	180.7	175.6	($5.2)
Reserve Fund as Percent of General Fund	5.67%	5.59%	(0.08%)

*Reflects $170.4 million in year-end reversions as detailed in Attachment 2.

After accounting for transactions that have been approved since July 1, the Reserve Fund balance will be approximately $356.5 million, which consists of $170.2 million in Emergency Reserve and $186.3 million in Contingency Reserve. This balance represents 5.76 percent of the General Fund budget, which is above the 5 percent Reserve Fund policy. This report presents current year anticipated overspending and revenue risks that may require the use of the Reserve Fund if other sources are not identified. In light of any potential negative impacts to the General Fund and General Fund revenues, this Office recommends to maintain a cautious approach with the Reserve Fund. Specifically, the City should refrain from using the Reserve Fund to offset current year overspending or fund program expansions and service restorations at this time.

Budget Stabilization Fund

To supplement the Reserve Fund, the Budget Stabilization Fund (BSF) was established as part of the 2008-09 Budget to prevent overspending during prosperous years and to provide resources to help maintain service levels during lean years. The 2018-19 Budget included a $9.0 million appropriation to the BSF bringing the current balance to $105.7 million. Adding the UB, Reserve for Mid-Year Adjustments account and the Budget Stabilization Fund increases the City's total reserves from 5.76 percent to 7.79 percent of the General Fund budget.

Four-Year Budget Outlook

Key Findings/Recommendations

The 2018-19 Adopted Budget Outlook projects deficits for the next two years, followed by two years of small surpluses in 2021-22 and 2022-23. The projected deficits could be exacerbated by:

- *Increases in employee costs resulting from labor negotiations.*

- *An estimated increase of $33 million in the 2019-20 City contributions to its civilian pension system due to the Los Angeles City Employees' Retirement System Board's adoption of revised demographic assumptions.*

- *Policy decisions that impact anticipated revenues from billboards and short-term rentals.*

The 2018-19 Adopted Budget Four-Year Outlook (Outlook) is based on the current-year budget and projections of revenues and expenditures over the next four years. Attachment 4 illustrates that the City will face budget gaps of $160.3 million in 2019-20 and $56.3 million in 2020-21, and then a surplus of $34.4 million in 2021-22 and $100.3 million in 2022-23. Even though budget deficits are currently projected over the next two years, as they have been in prior years, these budgets must be balanced when enacted. The City generally accomplishes such balancing through a combination of revenue increases, expenditure reductions, and transfers from reserves.

Table 4. Summary of Four Year Budget Outlook (millions)

	2019-20	2020-21	2021-22	2022-23
Total Budget Gap	$(160.3)	$(56.3)	$34.4	$100.3

The Outlook assumes that the size of the workforce will remain flat after 2018-19, that there will be no major increases in City services, that no further salary increases will be agreed to in labor negotiations, and that each year's shortfalls will be solved by ongoing rather than one-time solutions.

The Outlook does not take into account recent actions by the Board of the Los Angeles City Employees' Retirement System (LACERS) to adjust cost assumptions based on a recent comprehensive experience study of both demographic and economic assumptions. While the Board did not make any changes to the economic assumptions, including the assumed rate of investment return, it did adopt changes to demographic assumptions, such as mortality rates. While it is premature to determine the actual impact of these changes on the City's 2019-20 contribution, this Office estimates that, all else being equal, they may increase the LACERS contribution by approximately $33 million, which is not reflected in the Outlook.

On the revenue side, the Outlook assumes new and ongoing revenues from new billboard leasing and relocation agreements that would require a policy that has yet to be adopted. Further, it assumes continued revenues from a tax agreement between the City and short-term rentals even though a policy that could impact those revenues is currently pending. The outcome of these pending policy decisions could impact the Outlook's revenue assumptions.

This Office will continue to monitor these issues and make adjustments to the Outlook as part of the Mayor's Proposed Budget for 2019-20.

Issues of Concern

Key Findings/Recommendations

- *In addition to the aforementioned anticipated over-expenditures, there are additional internal and external factors that may have an impact on the City, the size and/or timing of which cannot be accurately determined at this time. These include the potential fiscal impact from the alignment of the Community Development Block Grant Consolidated Plan Year with the City fiscal year, liability claims, overpayment of related cost reimbursements, and the November General Election ballot measures.*

Realignment of Community Development Block Grant Consolidated Plan Year: The Council approved changing the start date of the Consolidated Plan (Con Plan) Year from April 1 to July 1 to align the Con Plan program year with the fiscal year (C.F. 18-0106). As a result, the Consolidated Plan Program Year 45 will begin on July 1, 2019. As part of the transition, the Council approved allocating up to $2,718,729 in General Fund dollars to support the Consolidated Plan administration costs for a three-month extension for Program Year 44. The Council further instructed the CAO to appropriate up to that amount based on the needs of the Department of Aging, City Attorney, Economic and Workforce Development Department, Housing and Community Investment Department, and the Los Angeles Homeless Services Authority. Due to the timing of this approval, funds were not included for this purpose in the 2018-19 Budget. Our Office will work with these departments to identify program and administrative savings to mitigate the realignment's impact on the General Fund.

Liability Claims (tort and tax related): Liability claims payments are always difficult to project. Any payouts occurring during the current fiscal year would require use of the Liability Claims Account or the UB, Reserve for Extraordinary Liability account. There is potential that ongoing litigation may result in additional liability claims payments beyond what has been accounted for in the current fiscal year. Attachment 12 of the FSR provides a breakdown of the liability account expenditures to date according to each of the tracking accounts established as part of the 2018-19 Budget. In collaboration with the Office of the City Attorney, this Office will continue to monitor liability claims expenditures and report back on potential current year shortfalls in future FSRs.

Overpayment of Related Cost Reimbursements: Various special funds are in the process of performing a true-up of related cost reimbursements for the prior year, and it is anticipated that the General Fund may be required to reimburse some of these funds in the current year. These liabilities are generally a result of special fund vacancies. As a result, General Fund revenues from these special funds may be impacted in the current fiscal year through "credits" against current year reimbursements to the General Fund or may require the General Fund to reimburse special funds. Specifically, this report identifies approximately $3.96 million in General Fund liabilities from the overpayment of related costs for Solid Waste Funds during 2016-17 and a potential $2 million in overpayment of related cost reimbursements from the Street Lighting Maintenance Assessment Fund (SLAF) in 2017-18. See the Bureau of Sanitation and the Bureau of Street Lighting sections for a more detailed discussion.

November General Election Ballot Measures: The November 6, 2018 General Election ballot contains various measures with potential positive or negative fiscals impact to the City. While the impacts cannot be quantified at this time, we will continue to monitor these measures, if passed, and report further as more information becomes available. These measures include: the Safe, Clean Water (SCW) Program Special Parcel Tax, Proposition 6 – Repeal of the SB1 Gasoline Tax and Motor Vehicle Fees for Transportation Infrastructure, Proposition 1-Housing Programs and Veterans' Loans Bond, and Proposition 2-Use Millionaire's Tax Revenue for Homelessness Prevention Housing Bonds. The November General Election Ballot Measures section of this report discusses the potential impacts from these items in greater detail.

Budgetary Adjustments

Budgetary adjustments totaling approximately $147.00 million are recommended in Sections 1, 2, and 5 of this report which include:

- $4.14 million in Special Fund reappropriations;
- $13.35 million in new appropriations;
- $41.13 million for transfers between accounts within various departments and funds;
- $7.64 million for transfers between departments and funds;
- $4.33 million in appropriations from various accounts within the UB; and,
- $76.41 million in MICLA reauthorizations.

Attachments

1A 2017-18 General Fund Revenue
1B 2018-19 General Fund Revenue
1C Property Tax by Account
1D Sales Tax Monthly Status Report
1E Transient Occupancy Tax Monthly Status Report
1F TOT Hotels and Miscellaneous Taxpayer Remittances Monthly Status Report
1G Documentary Transfer Tax Monthly Status Report
1H Utility Users Tax Monthly Status Report
1I Electricity Users Tax Monthly Status Report
1J Business Tax Monthly Status Report
1K Parking Fines Monthly Status Report
2 Schedule of Reversions to Reserve Fund and Other Funds
3 Current Status of Reserve Fund
4A Four-Year Budget Outlook 2018-19 through 2022-23
4B Four-Year Budget Outlook Footnotes
5 Special Fund Reappropriations
6 New Appropriations
7 Transfers between Accounts within Departments and Funds
8 Transfers between Departments and Funds
9 Appropriations from the Unappropriated Balance
10A Status of the Unappropriated Balance-General Account
10B Status of the Unappropriated Balance-non-General Accounts
11 Employment Level Report
12 Status of Liability Claims Account
13 2018-19 MICLA Equipment List

RECOMMENDATIONS
(Refer to Discussion Sections 1, 2, and 5)

That the Council, subject to the approval of the Mayor:

1. Reappropriate $4,138,579.23 from various special funds as noted in Attachment 5;

2. Appropriate $13,350,215.34 to Department accounts as specified in Attachment 6;

3. Transfer $41,126,736.75 between accounts within various departments and funds as specified in Attachment 7;

4. Transfer $7,642,410.58 between various departments and funds as specified in Attachment 8;

5. Appropriate $4,331,000.00 from the Unappropriated Balance to various departments and funds as specified in Attachment 9;

City Administrative Officer

6. Authorize the Controller to disencumber up to $805,331.92 in Fiscal Year 2016-17 encumbered balances (SC 10 MSACO17126444M) for Oliver Wyman Actuarial Consulting, Inc. (Vendor Code 0000022581) within the City Administrative Officer Fund No. 100/10, Account No. 003040, Contractual Services, and revert $805,331.92 to the Reserve Fund No. 101 and transfer therefrom to the Unappropriated Balance Fund No. 100/58 and appropriate therefrom to the Office of Public Accountability Fund No. 100/11, Account No. 003040, Contractual Services for actuarial consulting services;

General City Purposes Fund

7. Amend the 2018-19 Adopted Budget (C.F. 18-0600) Non-Departmental Footnote for the General City Purposes Fund No. 100/56 Account No. 000903, Council Community Projects line item relative to the allocation for Tree Trimming ($1 million) in Council District (CD) 14 to repurpose $975,000 as follows:

   - Night on Broadway ($300,000)
   - CD 14 Office Tenant Improvements ($120,000)
   - CD 14 Crosswalk Upgrades ($300,000)
   - Verdugo Road Medians ($25,000)
   - Pershing Square Christmas Tree ($100,000)
   - York Boulevard Lighting ($50,000)
   - ATP 1 Street Lights ($80,000)

   The balance of $25,000 shall remain set aside for Tree Trimming in CD 14.

Police

8. Direct the Sworn Overtime Task Force consisting of the Los Angeles Police Department, the City Administrative Officer, the Chief Legislative Analyst, and the Mayor's Office to submit a joint report within 45 days that includes a comprehensive analysis of sworn overtime and recommendations to eliminate the projected sworn overtime over-expenditure, avoid reliance on involuntary overtime banking, and establish a logical and effective method for budgeting sworn overtime based upon the Police Department's goals and its expenditures and planned resources;

9. Direct the Police Department to report back within two weeks with findings and recommendations relative to how earmarks impact its budgeting of non-reimbursable sworn overtime and how best to manage this impact within budgeted funding;

Public Works-Board

10. Authorize the Board of Public Works to disencumber up to $100,000 from prior-year Contract Purchase Orders (180000499945, 180000499956, 180000499960, 180000499965, 180000499917) for United Site Services, FY 2017-18, Public Works-Board Fund No. 100/74, Account 003040, Contractual Services; and re-appropriate the

same amount to the Public Works-Board Fund No. 100/74, Account 003040, Contractual Services for the current fiscal year;

Public Works-Bureau of Sanitation

11. Authorize the Controller to transfer the remaining balance, which includes interest, within the Landfill Maintenance Special Fund (LMSF) to the Solid Waste Resources Revenue Fund to allow for the closure of the LMSF;

Public Works-Bureau of Street Services

12. Rescind recommendations 3a, 3b, and 5 of the August 15, 2018 Council action (Council Files 18-0600-S139 and 18-0600-S143) relative to hiring new tree trimming crews for the Bureau of Street Services (BSS), inasmuch as the related cost reimbursements associated with these positions in this action are funded by the General Fund and should remain in the Unappropriated Balance;

Municipal Improvement Corporation of Los Angeles (MICLA)

13. Relative to the Convention and Tourism Development Department:

A. Re-approve the use of $9,389,000 in MICLA financing provided in the 2018-19 Adopted Budget as detailed below:

	Project	**Budget**
1.	Escalator and elevator repair/modernization program	$ 250,000
2.	Roof replacement - lower West Hall	1,874,000
3.	Escalator replacement program	1,444,000
4.	Replacement of chillers, cooling towers motors & VFD replacement and modernization of chiller plant	5,000,000
5.	West Hall elevator	593,000
6.	Security surveillance system	228,000
	Total	**$ 9,389,000**

B. Authorize the Convention and Tourism Development Department to pay up to $9,389,000 from the MICLA Commercial Paper Program (Los Angeles Convention Center) to vendors such as AEG Management LACC, LLC, as appropriate, subject to CAO approval, to pay for the capital improvement projects managed by AEG as noted in this report;

14. Relative to the Fire Department, reapprove the use of $23,925,597 in MICLA financing included in the 2018-19 Budget for Fire Department fleet and communications purchases as part of the Fleet Replacement Program as noted in Attachment 13;

15. Relative to the General Services Department, re-approve the use of $37,000,000 in MICLA financing provided in the Fiscal Year 2018-19 Adopted Budget for the Citywide Fleet Replacement Program as noted in Attachment 13;

16. Relative to the Police Department, reapprove the use of $1,000,000 in MICLA financing provided in the Fiscal Year 2018-19 Adopted Budget for the acquisition of 27 specialized vehicles, which is an increase from the 22 vehicles approved in the Adopted Budget as noted in Attachment 13;

17. Relative to the Public Works-Bureau of Street Lighting, reapprove the use of $5,098,000 in MICLA financing included in the 2018-19 Adopted Budget for Bureau of Street Lighting fleet purchases as part of the Departmental Flee as noted in Attachment 13;

18. Authorize the Controller to reimburse the General Fund up to $113,366.57 from MICLA Fund 29B/50, MICLA Commercial Paper Notes (Convention Center) Taxable Series B-1 Accounting Fund, Account No. 50R076 PW-Contract Administration, to the General Fund No. 100/76 revenue source to be determined, upon CAO approval and receipt of labor services invoices, for labor provided in the prior fiscal year related to the installation of solar panels at the Los Angeles Convention Center;

19. Authorize the Controller to reimburse the General Fund up to $160,273.56 from MICLA Fund 29B/50, MICLA Commercial Paper Notes (Convention Center) Taxable Series B-1 Accounting Fund, Account No. 50R078 PW-Engineering, to the General Fund No. 100/78 revenue source to be determined, upon CAO approval and receipt of labor services invoices, for labor provided in the prior fiscal year related to the installation of solar panels at the Los Angeles Convention Center;

Merchant Fees

20. Instruct the following departments to work with the Office of Finance to implement the Credit Card Service Fee Pass-Through Program by January 1, 2019 to defray all General Fund expenditures on merchant service fees related to credit card transactions and report on the status of their implementation in future FSRs: Animal Services, Cultural Affairs, El Pueblo, Ethics Commission, Fire, General Services, Housing and Community Investment, Library Department, Board of Public Works, Public Works-Bureau of Engineering, Public Works - Bureau of Sanitation, Public Works - Bureau of Street Services, Recreation and Parks, and Zoo.

Technical

21. Authorize the CAO to make technical corrections as necessary to those transactions included in this report to implement Mayor and Council intentions.

FISCAL IMPACT STATEMENT

A total of $98.85 million in projected over-expenditures and unbudgeted expenses are identified in this First Financial Status Report. Transfers, appropriations, and other adjustments totaling approximately $147.00 million are recommended in Sections 1, 2, and 5 of this report. This includes approximately $76.41 million in MICLA reauthorizations.

DEBT IMPACT STATEMENT

The issuance of Municipal Improvement Corporation of Los Angeles (MICLA) Bonds is a General Fund obligation. The acquisition of capital equipment for the Bureau of Street Lighting, Fire, Police, and General Services Department would cause the City to borrow $67,023,597 at an approximate 5.5 percent interest rate over 10 years. The financing of capital improvements to the Los Angeles Convention Center (LACC) would cause the City to borrow $9,389,000 at an approximate 5.5 percent interest rate over 20 years. The total estimated debt service for the acquisition of capital equipment and LACC capital improvements is $104,632,000, including interest of $28,219,000. During the life of the bonds, the combined estimated average annual debt service over the first 10 years is $9,678,000 and $786,000 for the following 10 years.

Actual interest rates may differ as rates are dependent on market conditions at the time of issuance. We cannot fully predict what interest rates will be in the future.

In accordance with the City's Debt Management Policy, the City has an established debt ceiling to guide in evaluating the affordability for future debt. The debt ceiling for non-voted direct debt as a percentage of General Fund revenues is 6.0 percent. The City is currently at 4.14 percent for 2018-19. The issuance of debt for these projects will not impact the City's debt capacity for non-voted approved debt as the issuance of debt for this project is already included in the debt ratio.

Budgetary adjustments totaling approximately $147.00 million are recommended in Sections 1, 2, and 5 of this report which include:

- $4.15 million in Special Fund reappropriations;
- $13.65 million in new appropriations;
- $41.00 million for transfers between accounts within various departments and funds;
- $6.84 million for transfers between departments and funds;
- $4.33 million in appropriations from various accounts within the UB; and,
- $76.41 million in MICLA reauthorizations.

DISCUSSION

The CAO monitors the budget and transmits reports to the Mayor and Council detailing the City's current financial condition. This report provides an update on current-year expenditures and revenues, the status of the reserve fund, and highlights current issues of concern and the

potential impact to the City. Recommendations totaling approximately $147.00 million for appropriations, transfers, and other budgetary adjustments are included in this report.

The following is a discussion regarding the recommendations included in the report and other budget related items. The discussion is presented in five sections as follows:

Section 1. Status of Departmental Budgets 18
Section 2. Status of Non-Departmental Funds and Special Accounts 54
Section 3. Status of Employment 57
Section 4. November General Election Ballot Measures 58
Section 5. Merchant Fees Status Update 60

1. STATUS OF DEPARTMENTAL BUDGETS

This section addresses the status of department expenditures and revenues, updates projected year-end deficits, and highlights issues of concern. Recommendations include new appropriations, reappropriations, and transfers for operational needs.

Department Expenditures: This analysis is based on department expenditure and revenue information through the end of August.

Department Revenues: Departmental General Fund revenue estimates for this reporting period are based on data through the end of August, with some exceptions.

A. Aging
No Recommendation

The Department projects a year-end surplus of $507,825 in the Salaries General account, comprised of $60,000 in General Fund and $447,825 in Proposition A and Older Americans Act (grant) funds. The surplus is a result of vacancies within the Department, which the Department anticipates filling this fiscal year. The Department anticipates meeting its General Fund revenue budget of $382,466 by year end.

B. Animal Services
Attachment 7 – Transfers between Accounts within Departments and Funds

This Office projects year-end overspending of $152,559 in its General Fund, primarily in the Salaries As-needed and Salaries Overtime accounts. Historically, the Department has relied on savings in its Salaries General account to offset over-expenditures in its salaries and expense accounts. This Office recommends that the Department report back in the next FSR with a plan for offsetting the remaining funding gap.

The Department anticipates meeting its $4.08 million revenue budget by year-end. To-date, $821,098 in General Fund revenue has been received, which is approximately 20 percent of the revenue budget for 2018-19.

This Office recommends the following transaction at this time:

- Transfer $200,000 from the $599,616 surplus in the Salaries General account to the Salaries As-needed account to offset a portion of the projected over-expenditures.

C. Building and Safety
Attachment 6 – New Appropriations

This Office projects a net year-end surplus of $11.66 million for the Department which is solely comprised of special fund surpluses.

The Department is projecting that its General Fund revenue budget may fall $370,000 short of the $62.8 million budget by year-end. The shortfall is a result of a backlog of 347 liens that accumulated as a result of a policy change requiring the City Clerk and other relevant City departments that notice public hearings to refer those items to a Council committee for a primary hearing (C.F. 18-0105). Consequently, new lien hearings were not scheduled from March 2018 through early September 2018. The Department anticipates a reduction in 2018-19 General Fund revenues due to liens not being heard during two and half months of the current fiscal year. Based on the current rate of scheduled hearings, the projected General Fund revenue shortfall is estimated at $370,000. This Office will continue to work with the Department to monitor this revenue source and provide updated information in future FSRs.

Enterprise Fund receipts through August total $37.12 million, representing 23.58 percent of the Department's special fund revenue budget of $157.38 million. The Department projects that it will meet or exceed the Enterprise Fund revenue budget for this fiscal year.

This Office recommends the following transaction at this time:

- Transfer appropriations from the Building and Safety Building Permit Enterprise Fund to pay for a review of various transactions for any issues related to the Department's vendors.

D. Cannabis Regulation
No Recommendation

This Office projects a year-end surplus of $304,896, which is comprised of special fund savings in the Salaries General account as a result of vacancies within the Department. If the Department is unable to meet its hiring plan, this surplus may increase. This Office will continue to monitor this account and report back in a subsequent FSR.

The Department's General Fund revenue budget is $5.44 million. As part of the 2018-19 Adopted Budget, Mayor and Council adopted a Cost Allocation Plan (CAP) rate for related cost reimbursement based on a comparable sized Department, recognizing that any overpayment or underpayment would be addressed at the time the Department is included in the City's CAP calculations. The Department now seeks to reimburse the related costs based on an updated CAP rate, which will reduce the General Fund revenue by $2.8 million. This Office recognizes that the CAP rate used in the 2018-19 Budget may change once actual costs are calculated and approved by the appropriate federal agencies. CAP rates, however, generally are not updated during the course of the year. Consistent with current practice, this Office recommends that the Department's related cost reimbursements be maintained at the Adopted Budget amount and that the Department's revenue budget remain at $5.44 million for related costs.

The Department's Special Fund revenue budget is $10 million and the Department estimates it will collect $8 million in revenue. The Department has collected $4 million in revenue. We will continue to monitor revenue collection.

E. City Administrative Officer
Attachment 8 – Transfers between Departments and Funds
Recommendation No. 6

The Office of the City Administrative Officer (CAO) is projected to complete the year within budget. The CAO also anticipates meeting its General Fund revenue budget of $3.1 million by year end.

Homelessness Program
The El Pueblo bridge home facility project has been completed and the reconciliation process requires transfer of unexpended funds between departments. Therefore, this report recommends the following:

- A transfer of $194,994 from the Capital Improvement Expenditure Program (CIEP), El Pueblo Shelter account ($32,356), the General Services Department's Construction Materials account ($41,932), and the Housing and Community Investment Department General Fund Program (Fund 10A) CES Crisis and Bridge account ($120,706) to the Bureau of Engineering for its accrued labor costs.

The following transaction is also recommended at this time:

- Unencumber and reappropriate $805,331.92 designated for the Office of Public Accountability (OPA). This encumbrance was created in 2016-17 when the OPA was administratively housed within the CAO and before the OPA became an independent City department. It is requested that this encumbrance be released and that funding be reappropriated to that Department.

See the General City Purposes Fund section for a $1 million transfer from the Justice Fund line item to the CAO's Contractual Services account, to fund the contract with the California

Community Foundation to administer the Los Angeles Justice Fund consistent with prior Council action (C.F. 17-0046).

F. City Attorney
No Recommendation

The City Attorney's Office is projecting year-end overspending of $556,918 from the General Fund. This projection is due to the Office's current hiring plan which anticipates filling 59 of 60 vacancies by year-end. The projected over-expenditures are expected to be offset by the City Attorney's Office by adjusting hiring schedules and levels throughout the year.

The City Attorney's Office anticipates meeting its General Fund revenue budget of $43.40 million by year-end.

See the Housing and Community Investment and Mayor's Office sections for additional appropriations to the City Attorney.

G. City Clerk
Attachment 9 – Appropriations from the Unappropriated Balance

The Office of the City Clerk is projecting year-end General Fund surplus of $220,618 primarily in the Salaries General account. This surplus is mostly attributed to anticipated vacancies. It is possible that this surplus may be needed to offset unbudgeted costs associated with candidate filing for the Special LAUSD election. This surplus is expected to be used to offset any over-expended account through the fiscal year.

The Department anticipates meeting its General Fund revenue budget of $3.2 million by year end.

The following transaction is recommended at this time:

- Transfer $84,000 from the Unappropriated Balance, Neighborhood Councils account to the Neighborhood Council Fund for two newly established Neighborhood Councils.

H. City Planning
Attachment 7 – Transfers between Accounts within Departments and Funds

The Department of City Planning projects a year-end surplus of $1.7 million ($2,688 General Fund and $1.74 million Special Fund), primarily from the Salaries General account as a result of a high number of vacancies. The Department is working to fill vacancies and reduce the surplus.

The Department's General Fund revenue budget is $20.7 million. The Department now projects collecting $366,224 less in General Fund related cost reimbursements attributed to a high vacancy rate. The Department's Special Fund revenue budget is $47.9 million and is anticipated to meet revenue projections.

This Office recommends the following transaction:

- Transfer $100,000 from the Salaries General account to the Office and Administrative account to purchase equipment, furniture, and office furnishings to support the remodel of office space in City Hall for two Deputy Directors of Planning.

I. Controller
No Recommendation

The Office of the Controller is projecting a year end General Fund surplus of $250,000 in its Salaries As-Needed account. While net year-end overspending is not anticipated at this time, it is anticipated that these savings will be used for the Accounting Resource Program next year. The Controller anticipates meeting its General Fund revenue budget of $5.7 million by year-end.

J. Convention and Tourism Department (CTD)
Attachment 7 – Transfers between Accounts within Departments and Funds
Recommendation Nos. 13A and 13B

The Department of Convention and Tourism Development (CTD) anticipates a year-end surplus of approximately $201,000. The CTD recommends that the remaining $201,000 be reserved as a contingency for year-end budget adjustments, if necessary. No transfers are recommended at this time.

The Department anticipates meeting its General Fund revenue budget of $1.87 million by year-end.

Capital Improvement Projects
The Fiscal Year 2018-19 Adopted Budget includes a total of $10,466,000 as part of the Capital Improvement Expenditure Program to pay for eleven projects at the Los Angeles Convention Center. Six projects totaling $9,389,000 will be funded from the MICLA Commercial Paper Program (Los Angeles Convention Center). The remaining five projects totaling $1,077,000 will be funded from the Convention Center Revenue Fund No. 725. Pursuant to the Management and Operation Agreement between the City of Los Angeles and AEG Management LACC, LLC (AEG), the CTD and AEG have mutually agreed that AEG will perform, direct, and supervise these eleven projects.

The following transactions are recommended:

- Transfer $150,000 from the Salaries General account to the Contractual Services account to provide funding for a FUSE Corps Fellow to assist with managing the development of the Strategic Tourism Development Plan for the City of Los Angeles that was approved in the 2018-19 Budget, as well as providing assistance with the CTD Annual Report and Los Angeles Convention Center Expansion and Modernization project. The Department will use the City-wide agreement with FUSE Corps (Contract No. C-125791).

MICLA

- Re-approve the use of $9,389,000 in MICLA financing provided in the 2018-19 Adopted Budget as detailed below:

	Project	Budget
1.	Escalator and elevator repair/modernization program	$ 250,000
2.	Roof replacement - lower West Hall	1,874,000
3.	Escalator replacement program	1,444,000
4.	Replacement of chillers, cooling towers motors & VFD replacement and modernization of chiller plant	5,000,000
5.	West Hall elevator	593,000
6.	Security surveillance system	228,000
	Total	**$ 9,389,000**

- Authorize the Convention and Tourism Development Department to pay up to $9,389,000 from the MICLA Commercial Paper Program (Los Angeles Convention Center) to vendors as appropriate to pay for the capital improvement projects managed by AEG as noted in this report.

- Instruct the Controller to decrease the appropriation for the Convention Center Facility Reinvestment account within the Convention Center Revenue Fund by $1,077,000, and increase the appropriation for the LACC Private Operator Account by an equivalent amount, to enable the LACC to pay for capital improvement projects that are funded by this Fund.

K. Council
Attachment 6 – New Appropriations
Attachment 9 – Appropriations from the Unappropriated Balance

The Council requests the following transaction:

- Appropriate $800,000 in AB1290 funding (Council District 14) to various funds and accounts as follows: $650,000 to the Council Fund, Salaries As-Needed account and $150,000 to the General City Purposes (GCP) Community Services account.

Also see the Public Works-Bureau of Street Lighting section for a transfer to the Council.

L. Cultural Affairs
Attachment 7 – Transfers between Accounts within Departments and Funds

This Office projects a year-end surplus of $206,466 in the Department's Salaries General account as a result of savings from vacancies. The Department proposes to fill these vacancies during the

fiscal year to maintain continuity in the delivery of art instruction programs, exhibitions, performances, and public art support. The surplus will be reduced to $91,466 if the recommendations included in this report are approved

The Department anticipates meeting its General Fund revenue budget of $7.1 million by year-end.

The following transactions are recommended at this time:

- Transfer a total of $115,000 from the Salaries General account to the Salaries Overtime account to fund projected overtime payouts; and, to the Contractual Services account to fund a proposed contract to provide fiscal receiver services for the Performing Arts program pending transition to Cultural Affairs staff.

- Transfer $150,000 from the Summer Arts and Culture Youth Jobs Program account to the Salaries As-Needed account to reimburse the salaries of 31 summer youth job program participants who worked at various Cultural Affairs facilities during the summer months.

M. Disability
No Recommendation

The Department projects a year-end surplus of $161,493 in the Salaries General account, comprised entirely of the General Fund. The surplus is a result of a vacancy in the Department. The surplus may be eliminated if the Department fills the position later in the fiscal year. Further, it is anticipated that there may be a separation payout by the year-end. The potential savings may be needed to offset these costs.

The Department is expected to meet its General Fund revenue budget of $21,897.

N. Economic and Workforce Development
Attachment 7 – Transfers between Accounts within Departments and Funds

With the approval of the requested transactions in this FSR and assuming that 16 vacant positions will be filled, EWDD is projecting a year-end surplus of $1.3 million in the Salaries General account ($0.3 million General Fund and $1 million Special Funds, including the Workforce Innovation and Opportunity Act Fund and various workforce grant funds).

The Department anticipates meeting its General Fund revenue budget of $5.8 million by the year-end. It is anticipated that the Department will process related cost reimbursements beginning in October 2018 once grant funds are received from grantors.

This Office recommends the following transaction at this time:

- Transfer a total of $10,238 from the Salaries General account to the Overtime General

account for administrative support of various workforce development grant and General Fund activities.

O. El Pueblo
No Recommendation

The Department is projecting year-end overspending of approximately $170,000 due to increased security for the Bridge Housing Program which was not budgeted. This estimate assumes a $285,000 transfer is made from the Cultural Affairs Department to cover museum guide salary expenses as per the 2018-19 Adopted Budget. The Department reports that it has had to maintain security beyond budgeted levels to monitor the temporary homeless storage facility on Paseo Luis Olivares, and to address increased security risks. As a result, the Department is expected to reimburse LAPD for an additional $170,000 from its Contractual Services account. At this time, it is anticipated that the Department will not be able to offset this amount internally, and a supplemental General Fund appropriation may be required by the year-end.

The Department anticipates a $170,000 shortfall within its special fund revenue budget of $5.4 million by the year-end. The $170,000 revenue shortfall is due to the re-purposing of Parking Lot 5 for the Bridge Housing Program. While the Department expects to execute new leases, increase weekend parking rates, and secure new commercial filming, these potential sources may not fully offset the $170,000 shortfall.

P. Emergency Management Department
No Recommendation

This Office projects that the Emergency Management Department (EMD) will complete the year with a net $109,653 surplus, which is mainly attributed to the General Fund.

The Department's General Fund revenue budget is $1,036,155. The Department projects a year-end shortfall of approximately $28,912, which is comprised of a $23,937 reduction in reimbursements from a contract with the County of Los Angeles for a Public Health Coordinator position, a $5,000 reduction of reimbursement from other funds, and, a $25 surplus in reimbursements from prior year salaries.

Q. Employee Relations Board
No Recommendation

This Office projects that the Employee Relations Board will have year-end General Fund over-expenditures of $20,627 primarily due to a retirement payout and a 120-day authority for the previous Executive Director. The 120-day employee was required to complete complex employee relations matters. Further, there was an overlap in salary costs during a transition period between the former Executive Director and the new Executive Director. It should also be noted that the $20,627 estimate already assumes the reappropriation of $6,895 in prior year savings which were approved as part of the 2017-18 Year-End FSR. This Office will continue to monitor the status of

the projected over-expenditures throughout the year. Nevertheless, it is anticipated that the Board will require a supplemental General Fund appropriation by the year-end.

R. Ethics
No Recommendation

The Ethics Commission is projected to complete the year with a $90,605 surplus. Further, the Department anticipates meeting its General Fund revenue budget of $570,650 by year-end.

S. Finance
Attachment 7 – Transfers between Accounts within Departments and Funds

This Office projects that the Office of Finance will end the year with a $505,237 surplus across all accounts. The General Fund projected surplus in the Salaries General account of $625,237 is offset by projected overspending in the Salaries As-Needed ($57,000), Salaries Overtime ($90,000), and Printing and Binding ($70,000) accounts. Currently, the Department has not requested transfers, but does project overspending in these accounts as a result of the increased workload during the business tax renewal season. This Office will continue to monitor these accounts and recommend transfers as necessary in future financial status reports.

The Department anticipates meeting its General Fund revenue budget of $6.89 million by year end.

This Office recommends the following transaction:

- Transfer $97,000 from the Salaries General account to the Contractual Services account for additional licenses and increased functionality for the tax discovery, audit selection, and case management software.

T. Fire
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds
Attachment 9 – Appropriations from the UB
Attachment 13 – 2018-19 MICLA Equipment List
Recommendation No. 14

The Fire Department is projected to have net year-end General Fund over-expenditures of approximately $21.7 million. This is mainly attributed to overspending within the Salaries Sworn ($2.4 million), Overtime Sworn ($5.5 million), Constant Staffing ($2.2 million), Contractual Services ($3.4 million), and Field Equipment Expense ($5.6 million) accounts. The Department anticipates overspending within other various expense accounts totaling ($2.6 million). The requested appropriations in this FSR as well as pending transactions outside of this FSR totaling $8.8 million will reduce the projected over-expenditures to $12.9 million by the year-end, which could be further mitigated through ongoing mutual aid response reimbursements. Any burden on

the General Fund would be contingent on the timing of these reimbursements. The Department will continue to monitor these accounts and report back in a future FSR.

The Department does not report any significant impacts to its General Fund revenue target of $210.3 million at year-end. General Fund receipts through the end of August total $27.2 million, which represents approximately 13 percent of the total revenue budget.

The Fire Department anticipates that the Intergovernmental Transfer Program (IGT) fund receipts will be $3.3 million for 2018-19. Currently this represents a $2.7 million shortfall to the Department's direct source of funds. The State Department of Health Care Services has not notified the Department of the transfer deadline for this year's program participation and this Office will continue to report on any developments in a future FSR.

The most significant expenditure variances and recommended offsets are discussed below:

- Salaries Sworn: Overspending of $2.4 million at year-end is mainly due to mutual aid response to fires and disasters outside the City, which we expect to be offset by ongoing reimbursements at the federal level. In-lieu of requesting a General Fund appropriation at this time, operational needs will be met through transfers from this account.

- Overtime Sworn: Overspending of $5.5 million is mainly due to mutual aid response to fires and disasters outside the City. This Office recommends a cumulative transfer of $6.0 million from the Unappropriated Balance, Mutual Aid Overtime account ($3.0 million) and from the Sworn Salaries account ($3.0 million). The Department has deployed resources in July and August to assist in wildfire events outside the City inclusive of the Mendocino and Carr fires. Mutual aid reimbursements can be expected throughout the year and are captured as revenue to the General Fund. The Department will closely monitor this account in view of recent deployments to additional wildfires and in anticipation of hurricane season.

- Overtime Constant Staffing: Overspending of $2.2 million is attributed to one-time budget reductions. The Department is not requesting a transfer to this account at this time.

- Contractual Services: Overspending of $3.4 million is due to a delay in the processing of prior year reappropriations for the Automated Vehicle Locator Project ($540,000), Fire Inspection Management System ($2.0 million), and the Network Staffing System ($480,000). Although these re-appropriations had not been processed as of the end of August, the funds are now reflected in the account as of this writing. The Department is requesting a transfer of approximately $338,000 to eliminate the portion of the projected over-spending tied to cost share obligations and other operational needs.

- Field Equipment Expense: Overspending of approximately $5.6 million is due to fleet maintenance expenses that exceed the annual budget. Similar to the Contractual Services account, prior year reappropriations for fireboat maintenance were not processed at the

end of this FSR reporting period, but have subsequently been processed as of this writing. This reduces the anticipated overspending to $2 million. A $2.0 million transfer from Sworn Salaries is recommended at this time to ensure continuity in apparatus maintenance operations.

Sworn Hiring

The Adopted Budget includes funding for three recruit training classes to support 195 firefighter recruits. Two training classes will be completed this fiscal year and the remaining class in the following year based on the 2018-19 Academy schedule below. An upcoming SAFER grant may be incorporated into the schedule. Recruit training typically has an attrition rate of 20 percent.

Table 5. FY 18-19 Academy Schedule

Drill Tower	Class No.	Start Date	Graduation Date	No. of Recruits Authorized	No. of Recruits Appointed	No. of Graduates
DT 81	18-1	07/23/18	12/20/18	65	60	TBD
DT 81	18-2	01/07/19	06/06/19	65	TBD	TBD
DT 81	18-3	06/24/19	11/21/19	65	TBD	TBD
Total				**195**	**TBD**	

For information purposes, an update of the 2017-18 recruit training schedule follows which includes the completion of one class in the current year (i.e., a total of three classes are graduating this fiscal year, as highlighted):

Table 6. FY 17-18 Academy Schedule

Drill Tower	Class No.	Start Date	Graduation Date	No. of Recruits Authorized	No. of Recruits Appointed	No. of Graduates
DT 81	17-1	08/21/17	01/05/18	65	60	52
DT 81	17-2S	01/22/18	06/07/18	60	48	47
DT 81	17-3	03/05/18	07/22/18	65	65	48
Total				**190**	**TBD**	

This Office recommends the following transactions:

- Transfer $6.0 million from the Unappropriated Balance, Mutual Aid Overtime ($3.0 million) line item and the Salaries General ($3.0 million) account for overtime incurred by sworn staff.

- Transfer $2.0 million from the Salaries Sworn account to the Field Equipment Expense account to maintain continuity in the maintenance and repair of emergency apparatus and fleet vehicles.

- Transfer $337,731 from various operational accounts to meet unfunded obligations in Contractual Services as a result of City requirements, legal mandates and critical operating costs, including:
  - ESRI Citywide Enterprise Licensing (LAFD cost share) - $177,731.
  - LA Region Imagery Acquisition Consortium (LARIAC-5) (LAFD cost share) - $40,000.
  - Frank Hotchkin Memorial Training Center contracted security - $120,000.

- Transfer $250,000 from the Salaries Sworn account for civilian overtime to meet workload needs for fleet maintenance and administrative operations.

- Transfer $187,571 from the Department's Operating Supplies account to the Information Technology Agency (ITA) for its participation in the planning, design and development of a replacement for the current Fire Station Alerting System (FSAS) with a new commercially supported system.

2018-19 MICLA

- Reapprove the use of $23,925,597 in MICLA financing included in the 2018-19 Budget for Fire Department fleet and communications purchases as part of the Fleet Replacement Program as noted in Attachment 13. The purchase of a fifth medium-duty helicopter approved through MICLA was addressed through a separate Council action (C.F. 18-0600-S151) to optimize pricing opportunities and is therefore excluded from this request. Further, reapproval of $4 million in MICLA funding for the Fire Station Alerting System project was addressed in the 2017-18 Fifth Construction Projects Report.

U. General Services
Attachment 13 – 2018-19 MICLA Equipment List
Recommendation No. 15

The Department of General Services is projecting net year-end General Fund overspending in the amount of $3.8 million. A $1 million Special Fund surplus is also anticipated at year-end. General Fund over-expenditures are anticipated in the Salaries As-Needed ($865,000), Benefits Hiring Hall ($432,749), Contractual Services ($4,216,000), and Field Equipment Expense ($870,000) accounts. The $3.8 million projection assumes that a $2.59 million General Fund salary surplus will be available to offset a portion of the projected over-expenditures by year-end. In addition, funding in the Unappropriated Balance of $2.8 million for custodial services would further reduce the projected overspending to approximately $1 million. No transactions are currently recommended to address the projected over expenditures, as this Office and the Department will continue to monitor these accounts and report back in a future FSR should a supplemental appropriation be required.

It is anticipated that the Department may also fall short of its $69.4 million General Fund revenue budget. As of August 2018, the Department received $7.7 million or 11 percent of its General Fund adopted revenue. A shortfall in general fund reimbursements may result from projected

special fund vacancies. In addition, Lease and Rental of City Properties receipts are lower than anticipated. The amount of the shortfall cannot be quantified at this time. This Office is currently working with the Department to identify the magnitude of shortfall and will report back in a subsequent FSR.

The most significant over-expenditures are discussed below:

Contractual Services: The Contractual Services account is projected to be over-expended by approximately $4.2 million (General Fund) by year-end for the following reasons:

a) Funding for contracted custodial services in the amount of $2.8 million was placed in the Unappropriated Balance. The funds may be transferred to the Department's budget pending the Department's submission of a targeted local hire plan for bringing custodial services in-house. The Department also anticipates an additional $250,000 budget gap as a result of unfunded living wage increases due to contracted custodial workers. Although the standard provisions of all the City's contracts allow the Department to terminate the contract in the event of insufficient funds, it is not recommended that custodial services be discontinued in City facilities for public health and safety purposes.

b) Increased real estate services costs totaling $1.01 million attributed to increased tax burdens associated with the sale of properties and subsequent higher tax reassessments.

c) The Department front-funded the cost of unbudgeted fleet purchases ($200,501) using funds from its Contractual Services account and anticipates incurring additional fleet costs ($260,000).

Field Equipment Expense: Based on prior year expenditures, the Field Equipment Expense account is projected to be over expended by approximately $870,000 as a result of the increasing number of vehicles and equipment that have surpassed its useful life but remain in City service.

The following transaction is recommended at this time:

2018-19 MICLA

- Re-approve the use of $37 million in MICLA financing provided in the 2018-19 Adopted Budget for the Citywide Fleet Replacement Program.

V. Housing and Community Investment
Attachment 6 – New Appropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds

This Office projects that the Housing and Community Investment Department (HCID) will have a year-end Special Fund surplus of $9.4 million. The Department currently has a vacancy rate of approximately 23 percent, which HCID will try to reduce as they fill positions when certification

lists become available. This FSR recommends transfers from the Salaries General account to various other accounts to support departmental operations such as contractual services, overtime, tenant improvement, and system hardware and software needs.

The Department's General Fund revenue budget is $33.3 million. The Department now projects a revenue shortfall of $6 million due to a reduction in related cost reimbursements. The anticipated decrease in related cost reimbursements are attributable to the Department's vacancy rate and reductions in available grant funds along with the corresponding decreases in salary appropriations from these grant funds. This Office will continue to monitor the Related Cost reimbursements and work with the Department in its efforts to meet the revenue budget and make timely reimbursements to the General Fund.

This Office recommends the following transactions:

- Appropriate $1.19 million to the Department's operating budget from various grant programs for the purposes noted in Attachment 7.

- Transfer $76,000 from the Salaries General account to the Contractual Services and Office and Administrative accounts from various funding sources to pay for various contractual services, such as Translation Services and Real Estate Information.

- Transfer appropriations totaling $204,650 from the Salaries General and Related Costs accounts to other accounts to support the Foreclosure Registry Program's non-labor needs, such as contractual services for the real estate information and lease expenses.

- Appropriate and transfer $20,000 from the Salaries General account to the Printing and Binding account from the Rent Stabilization Fund (Fund 440) to support the Rent Stabilization Ordinance (RSO) outreach efforts.

- Appropriate and transfer $75,000 from the Salaries As-Needed account to various expenditure accounts to pay for costs associated with running the Vera Davis Center.

- Appropriate and transfer $6,338 from the Salaries General account to the Overtime General account from the Office of Traffic Safety fund (Fund 45C) to pay for overtime costs associated with attending mandatory events as part of the Office of Traffic Safety Grant.

- Appropriate and transfer $165,360 from the Salaries General account to the Office and Administrative and Overtime General accounts to support the System software renewals, maintenance, hardware purchase, and overtime needs for the department.

- Appropriate and transfer $93,790 from the Community Services Block Grant to align with the funding availability.

- Appropriate and transfer $35,000 from the Salaries General account to other accounts for the costs associated with the annual billing of the Rent Stabilization Ordinance (RSO) and the Systematic Code Enforcement Program (SCEP).

- Appropriate $8,000 to the Department's operating budget from the Neighborhood Stabilization Program 2 Fund (Fund 53T) to support overtime needs.

- Transfer and appropriate $10,240.09 from the Lead 11 grant funds (Fund 57R) to support current fiscal year salary needs and effectively close out the Lead 11 grant.

- Transfer and re-appropriate $246,625, in unspent 2017-18 Contractual Services funds from the Accessible Housing Fund (Fund 10D) to the Department's 2018-19 operating budget. The funds are required to meet the Accessible Housing settlement agreement website registry obligations.

W. Information Technology Agency
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds

The Information Technology Agency (ITA) is currently projecting a net General Fund surplus of $1,257,366 across all accounts primarily due to vacancies and savings within ITA's Communication Services account. The savings in these accounts are offset by projected overspending in ITA's Salaries As-Needed ($100,000), Salaries Overtime ($500,000), and Hiring Hall Salaries ($635,000) accounts. Projected over-expenditures in these salary accounts are similar to expenditure patterns from the previous year and are anticipated to be resolved through internal fund transfers. Further, a portion of these savings will be needed to cover additional costs associated with the project management of the Human Resources Payroll Replacement Project and LA CityView contractors.

The Department anticipates meeting its General Fund revenue budget of $6 million and its Special Fund revenue budget of $17.25 million by year end.

At this time, this Office recommends no action relative to the surplus as ITA's hiring is anticipate to accelerate; however, the following transactions are recommended:

- Transfer $100,000 from the Salaries General account to the Salaries As-Needed account to mitigate an anticipated overspending in this account associated with the Department's need for additional staff for various systems projects.

- Transfer $635,000 from the Communication Services account to the Hiring Hall Salaries account to mitigate an anticipated shortfall associated with maintenance and repair work required both on the City's data network and on communications equipment installed in various City vehicles.

- Transfer $500,000 from the Salaries General account to the Overtime General account to mitigate an anticipated overspending in this account associated with the Department's use of overtime to backfill vacancies.

- Transfer $90,245 from the Contractual Services account to the Solid Waste Resources Revenue Fund, Reimbursement from Other Funds (General) Revenue Source, to pay ITA's share of the annual maintenance cost associated with Oracle software to continue implementation of the Customer Resource Management Project.

- Transfer $150,000 within the Telecommunications Development Account to pay for new content that includes studio-based shows regarding new technology, political forums, and cannabis regulations.

- Transfer $813,094 from the Communication Services account to the General Services Construction Salaries Hiring Hall, Fringe Benefits, and Materials and Supplies accounts to pay for the installation of 30-ton HVAC systems at Mt. Lukens using funds provided in the 2018-19 Budget.

X. Los Angeles Tourism and Convention Board (formerly LA Inc.)
Attachment 6 – New Appropriations

The City's contract with the Los Angeles Tourism and Convention Board (LATCB) provides annual funding in the amount equivalent to one percent of the Transient Occupancy Tax (TOT). Payments are made quarterly based on the estimated TOT and reconciled at the end of the year. In 2017-18, LATCB received $20,329,068.00 or $2,396,242.46 less than owed. It is recommended that funds be appropriated from the Los Angeles Convention and Visitors Bureau Trust Fund No. 429 to permit the final payment for 2017-18.

The following transaction is recommended:

- Appropriate $2,396,242.46 from the Los Angeles Convention and Visitors Bureau Trust Fund to the Los Angeles Convention Visitors Bureau, and authorize the City Administrative Officer to pay LATCB's final 2017-18 invoice from these funds.

Y. Library
No Recommendation

This Office projects that the Department will have a year-end surplus of $2.18 million in its Salaries General account as a result of vacancies. The Department intends to use $1 million of this surplus as funding from the Unreserved and Undesignated Fund Balance, or UUFB, to fund the Library's 2019-10 Proposed Budget.

The Department anticipates meeting its revenue budget of $4.4 million. All revenue collected by the Library is deposited into the Library Fund.

There are no transactions requested for this report.

Z. Mayor
Attachment 6 – New Appropriations
Attachment 8 – Transfers between Departments and Funds

The Mayor's Office requests the following transactions:

- Appropriate and transfer $1,628 in interest income within the Fiscal Year 2014 Justice Assistance Grant (FY14 JAG) Fund to the City Attorney Salary and Mayor Salary accounts to reimburse the General Fund for current year salary costs.

- Appropriate and transfer $34,626 in interest income and $22,914 in prior year related costs within the Fiscal Year 2015 Justice Assistance Grant (FY15 JAG) Fund to the City Attorney Salary, Mayor Salary and Related Costs Reimbursements from Grants accounts to reimburse the General Fund for current year salaries and related costs.

- Establish a new appropriation account within the Fiscal Year 2012 Community-Based Violence Prevention Demonstration Program Grant Fund and transfer $17,810 in prior year related costs to reimburse the General Fund for current year related costs.

- Establish a new appropriation account within the Fiscal Year 2016 Safe and Thriving Communities Grant Fund and transfer $1,667 in prior year related costs to reimburse the General Fund for current year related costs.

- Transfer $787,311.67 from the Reimbursement of Expenditures account to the Mayor's Salaries General account from to reimburse the General Fund for current year salaries associated with implementation of iTeam initiatives.

AA. Neighborhood Empowerment
No Recommendation

The Department of Neighborhood Empowerment is projecting a year-end surplus of $21,267. The surpluses are primarily in the Salaries General and Salaries, As-Needed accounts. These funds are expected to be used to offset over-expended accounts within the fiscal year.

The Department has no budgeted General Fund revenues.

BB. Personnel
No Recommendation

The Personnel Department is projecting a net $80,000 in year-end over-expenditures, comprised of projected General Fund overspending of $800,000 and a Special Fund surplus of $720,000. This net year-end balance is primarily the result of (1) a surplus in the Salaries General account of $1.7 million associated with a high level of vacant positions, and (2) projected overspending in the Contractual Services ($1.4 million) and Salaries As-Needed ($400,000) accounts. The potential Contractual Services imbalance is associated with a pending Council action regarding an increase to the reimbursement rate for forensic examinations conducted by the Sexual Assault Response Team Centers (C.F. 18-0728). The Office will continue to work with the Personnel Department to refine expenditure projections and recommend actions to address any shortages in a future FSR.

While the Department is currently projecting to achieve its $31.6 million General Fund revenue budget, the special funded vacancies in the Department may result in slightly decreased General Fund revenue associated with reduced related cost reimbursement for special funded positions. This Office will continue to monitor General Fund receipts and refine projections in a future FSR.

No transactions are recommended at this time.

CC. Police
Attachment 5 – Special Fund Reappropriations
Attachment 6 – New Appropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 13 – 2018-19 MICLA Equipment List
Recommendation Nos. 8, 9 and 16

The Police Department projects net year-end over-spending of $63.49 million in various accounts due primarily to sworn overtime expenditures ($55.67 million). After further analysis of the Department's year-end projected expenditures, this Office projects net year-end over-spending at $51.2 million, approximately $12.29 less than the Department's estimate. The difference in the year-end projection is attributed to sworn overtime assumptions which are discussed below. The $51.2 million year-end imbalance assumes overspending of $43.39 million in sworn overtime. If approved, the proposed recommendations in this FSR will reduce the net year-end variance from $51.2 million to $46.96 million, leaving the remaining imbalance in sworn overtime at $38.14 million. The discussion below also identifies an additional $14.98 million in potential future actions including future reimbursements, a five percent reduction of certain non-reimbursable overtime, and potential savings from avoidance of emergency expenses and savings from maintaining standby and holiday hours at the 2017-18 level. Should these actions occur, the remaining year-end imbalance is reduced to approximately $32 million. Lastly, this report also recommends the reauthorization of MICLA funding for the purchase of specialized vehicles.

The Chief of Police has formed a Sworn Overtime Task Force consisting of the Los Angeles Police Department, the City Administrative Officer, the Chief Legislative Analyst, and the Mayor's Office, with the goal of comprehensively addressing sworn overtime issues and ensuring sufficient funding is available to meet the Department's sworn overtime needs. Due to the magnitude of the projected overspending in sworn overtime by year-end, this Office recommends that the Task Force be directed to complete its analysis of a comprehensive list of sworn overtime related issues and report back within 45 days with findings and recommendations that will result in efficiencies, adequate funding for sworn overtime, and a declining overtime bank liability.

The Department has a General Fund revenue budget of $141.2 million. General Fund and Special Fund receipts are anticipated to end the year on budget. A significant amount ($64.21 million) of the Department's revenue is derived from Los Angeles County Metropolitan Transportation Authority (LACMTA) reimbursements for policing services on LACMTA buses, trains, and stations within the City. The Department and LACMTA have been timely in processing reimbursements during the previous 12 months.

The most significant expenditure variances and recommended offsets are discussed below:

- **Sworn Overtime ($43.39 million):** The reported overspending in Sworn Overtime consists of 1) LACMTA Sworn Overtime ($6.71 million), 2) Non-LACMTA Reimbursable Sworn Overtime ($14.80 million), and 3) Non-Reimbursable Overtime ($21.88 million). The projected overspending is discussed below.

  1). LACMTA Sworn Overtime ($6.71 million)
  This category of sworn overtime consists of enhanced services to LACMTA as approved by the Council in June 2018 pursuant to C.F. 16-0358, as well as special event deployments when LACMTA requests extra officers for added security during large events such as concerts at the Staples Center and/or to perform crime suppression. Of the $6.71 million to be expended, it is anticipated that approximately $6.4 million will be reimbursed during 2018-19 with the remainder to be received in early 2019-20. Pending the receipt of these funds, the Department is reporting a cash flow issue and requests front-funding for these expenditures by mid-year.

  2) Non-LACMTA Reimbursable Sworn Overtime ($14.80 million)
  The Department reported $14.80 million in year-end overspending for this category of sworn overtime. Assuming all transfers included in the First FSR and anticipated reimbursements occur during the remainder of the year, the year-end projection is reduced to nearly $2.99 million as detailed in the table to follow. This overtime is used to deploy officers on special assignments which are subsequently reimbursed. For example, this may include providing security on DASH buses and Rams Football games, participating in various Task Forces, and providing service to the Los Angeles World Airports. This Office recommends that this overspending be monitored and revisited by mid-year.

Table 7. Non-LACMTA Reimbursable Sworn Overtime (Millions)	
Reimbursable Overtime Over-Expenditures	$(14.80)
First FSR Recommendations	
Transfer Bureau of Street Services Special Event Revenue to Police Department	$0.81
Transfer Department of Transportation payment for DASH security to the Police Department	1.52
Recognize Received Grant Reimbursements	1.91
Subtotal Year-End Overspending	**$(10.56)**
Potential Future Actions to Address Over-Expenditures	
Bureau of Street Services Special Event Revenue	$4.03
Rams Football Reimbursement	1.50
Appropriate University of Southern California (USC) Department of Public Safety-First and Second Payments*	2.04
Remaining Year-End Overspending	**$(2.99)**

*A Letter of Agreement between the USC Department of Public Safety and Police Department provides for the provision of police services to USC; these services are fully reimbursed and cost approximately $2.0 million annually.

3). Non-Reimbursable Overtime ($21.88 million)

The CAO projects overspending of $21.88 million for this category of sworn overtime which provides non-reimbursed deployments for emergencies, operations, investigations, court standby and holiday premium pay, and specialized details such as the Human Trafficking Task Force and other earmarks. Our analysis considered the following factors:

- Actual 2017-18 excess overtime expenditures ($14.02 million) are assumed to continue in 2018-19 as the demand for overtime deployments is not decreasing in 2018-19. These expenditures consist of a net $6.79 million transferred to the Sworn Overtime account in 2017-18 for non-reimbursable overtime plus the value of involuntarily banked overtime during 2017-18 ($7.23 million).

- An unfunded two-percent Cost of Living (COLA) increase ($1.68 million) is included as overspending since it effectively reduces the number of overtime hours available in 2018-19; however, those hours will likely be needed by the Department.

- Unfunded new earmarks for 2018-19 ($3.68 million) and Bridge Housing Enforcement ($2.5 million) are also assumed to result in overspending as they will reduce the number of overtime hours budgeted for regular overtime deployments (Operations, Investigations, Court, and Administration).

The combined cost of the COLA and all earmarks totals $11.5 million, which represents 16.4 percent of the $70 million non-reimbursable sworn overtime budget.

This report recommends that the Department report back within two weeks with findings and recommendations relative to how earmarks impact its budgeting of non-reimbursable sworn overtime and how best to manage this impact within budgeted funds. The Table below provides the current earmarks and designated funding within the Sworn Overtime account:

Table. 8 2018-19 Allocation of Police Sworn Overtime Funding (Millions)		
Earmarks		
Bandit Taxicab Enforcement Operations		$0.64
Bridge Housing Enforcement		2.50
Custody Transport Detail		0.28
Human Trafficking and Prostitution Detail (Valley and South Bureaus)		1.00
Illegal Cannabis Businesses Enforcement		2.34
Party Car Operations-Valley Bureau		0.04
Vision Zero		1.50
Westlake/MacArthur Park Metro Station Area		1.30
	Subtotal	$9.59
Front-Funding for Reimbursable Overtime		10.00
Non-Allocated General Fund Sworn Overtime		60.41
	Total	$80.00
Los Angeles County Metropolitan Transportation Authority		38.09
	Grand Total	**$118.09**

It should be noted that the Department used a different methodology to project non-reimbursable overspending which results in a higher expenditure imbalance of $34.16 million. This Office based its calculation on actual 2017-18 overspending adjusted for a two percent COLA and new earmarks for 2018-19 while the Department utilized projected 2018-19 overtime hours to be worked and an average hourly rate. This Office recommends that the Sworn Overtime Task Force review both approaches in order to develop an effective budgeting formula to optimize the use of the sworn overtime budget.

This FSR recommends the following to reduce a portion of the imbalance in non-reimbursable sworn overtime:

Table 9. Recommendation for Reducing Sworn Overtime Overspending	
Recommendation	**Potential Savings (Millions)**
Transfer savings from the Sworn Salaries account to the Sworn Overtime account.	$1.00
Projected Sworn Overtime Overspending	**$(21.88)**
Remaining Projected Overspending	**$(20.88)**

Additional budget offsets of approximately $7.16 million may become available to further reduce this budget gap. The Department has begun implementing a five percent reduction to non-reimbursable overtime usage in Operations, Investigations, Court, and Administration deployments from 2017-18 levels which may result in savings of approximately $1.97 million. Additional offsets of up to $5.19 million may be realized if hours for emergencies are not incurred and hours for premium holiday and standby pay are the same or less than those required in 2017-18. This Office recommends that sworn overtime usage continue to be monitored and reported in subsequent FSRs.

- **Accumulated Overtime ($3.8 million):** The Department projects a $3.8 million over expenditure in the Accumulated Overtime account due to sworn Memorandums of Understanding provisions including higher limits on the amount of overtime Officers may maintain in the overtime bank. To ensure sufficient funding in this account until the overspending can be reassessed in the Mid-Year FSR, this Office recommends that savings of $1.5 million be transferred from the Sworn Salaries account to the Accumulated Overtime account.

- **Expense Accounts ($4.45 million):** The Department reports overspending in the Contractual Services ($1.4 million), Field Equipment ($1.64 million), Secret Service ($190,000), Firearms Ammunition Other Devices ($85,800), Uniforms ($12,375), Transportation Equipment ($606,571), and Office and Administrative ($514,823) accounts. It is anticipated this imbalance will be resolved by the Department within budgeted funds and any necessary transfers will be made in future FSRs when additional data will be available to accurately project the over-expenditure amounts and front-funding is provided for LACMTA expenses.

Los Angeles County Metropolitan Transportation Authority Contract

The Department has requested a $9.97 million Reserve Fund loan to front-fund LACMTA-related expenses. These expenses have contributed to the projected overspending in the aforementioned accounts and are included in the Department's $51.2 million year-end imbalance. This Office recommends that the Department continue to cash flow these expenses with existing funds at this time to mitigate any impacts on the Reserve Fund early in the fiscal year. We will continue to monitor the department's accounts and report back at a later date on the timing and need for a Reserve Fund loan. The LACMTA expenses consist of the following:

Table 10. FY 2018-19 Additional LACMTA Front-Funding *(Millions)*	
Purpose	**Amount**
Service Enhancement (C.F. 16-0358)	$5.17
TSA Bomb Detection Canine Expenses	0.20
Special Event and Crime Suppression Overtime	3.65
LACMTA Startup Costs	0.95
Total	**$9.97**

Redeployment of Officers from Civilian to Patrol Assignments

The Department has made significant progress in redeploying 69 Police Officers (POs) from Custody Services Division (CSD) to patrol assignments during the last several fiscal years as additional Detention Officers (DO) have been hired and trained. The class of DOs hired in March yielded four additional POs to patrol in July 2018. With additional attrition of DOs, CSD still has 14 non-fixed post POs backfilling for DO vacancies. An additional class of 25 DOs is scheduled to be hired October 15, 2018, which will allow additional redeployment of POs in January 2019.

Managed Attrition

The Department has begun planning to implement an additional phase of managed attrition which will yield approximately 200 additional sworn personnel from specialized and administrative divisions to assignments within the Office of Operations beginning in January 2019. The total number of officers redeployed through Managed Attrition will be 550 upon completion of this additional phase.

Sworn Hiring

From June 24, 2018 through September 15, 2018, the Department has hired two recruit classes totaling 103 officers. The Department plans to hire a total of 510 officers this fiscal year. Year to date attrition is 114 versus 116 projected. There are currently 10,009 officers deployed Citywide, including 28 Municipal Police Officers.

Civilian Hiring

During the period from June 24, 2018 through September 15, 2018, 48 civilian positions were filled versus 55 planned, with attrition of 63 versus 53 planned. The total number of civilian positions deployed was 2,959 (including 268 Detention Officers).

This Office recommends the following actions:

- Direct the Sworn Overtime Task Force consisting of the Los Angeles Police Department, the City Administrative Officer, the Chief Legislative Analyst, and the Mayor's Office to submit a joint report within 45 days that includes a comprehensive analysis of sworn overtime and recommendations to eliminate the projected sworn overtime over-expenditure, avoid reliance on involuntary overtime banking, and establish a logical and

effective method for budgeting sworn overtime based upon the Police Department's goals and its expenditures and planned resources.

- Direct the Police Department to report back within two weeks with findings and recommendations relative to how earmarks impact its budgeting of non-reimbursable sworn overtime and how best to manage this impact within budgeted funding.

- Transfer $2.5 million from the Sworn Salaries account to the Sworn Overtime ($1.0 million) and Accumulated Overtime ($1.5 million) accounts to offset over expenditures.

- Transfer $350,909 from the Sworn Salaries account to the Salaries General account to adjust salary expenses.

- Transfer $675,000 from the Sworn Salaries account to the Office and Administrative account to pay for obligations for Memorandum of Understanding (MOU) 24 Article 7.18 Education Fund for $300,000 and MOU 25 Article 6.17 Executive Development Fund for $375,000.

- Transfer $1.0 million from the Contractual Services account to the Office and Administrative account for the cost of a Microsoft Enterprise email service license.

- Reappropriate approximately $3.39 million from the uncommitted balance remaining in various accounts within the Police Department Grant Fund as identified in Attachment 5 of this report.

- Appropriate $91,479.21 from the US Department of Justice – Asset Forfeiture Program Fund available cash balance to the Police Department's Reimbursement from Other Funds Revenue Source Code, to recognize cumulative cash received from the LA Impact Program.

2018-19 MICLA

- Reapprove the use of $1.0 million in Municipal Improvement Corporation of Los Angeles (MICLA) financing provided in the Fiscal Year 2018-19 Adopted Budget for the acquisition of 27 specialized vehicles. This is an increase from the 22 vehicles approved in the Adopted Budget.

Equipment Description/Qty.	Budgeted Amount
Dual Purpose SUV – 9	$ 387,000.00
Dual Purpose Sedan - 15	$ 525,000.00
Trailer – 3	$ 88,000.00
TOTAL	**$ 1,000,000.00**

DD. Public Accountability
No Recommendation

This Office projects the Office of Public Accountability to complete the year with a surplus of $405,321 primarily within the Salaries General account due to current vacancies.

The Office's General Fund revenue budget is $3.6 million. This revenue is received from the Department of Water and Power, which reimburses all expenditures for the Office. If the salary surplus exists at year-end, DWP reimbursements will be adjusted downward.

See the City Administrative Officer section for a transaction involving the Office of Public Accountability.

EE. Public Works/Board
Attachment 9 – Appropriations from the Unappropriated Balance
Recommendation No. 10

The Board of Public Works (Board) is projecting an overall surplus of $194,902 ($21,563 General Fund and $173,339 Special Fund). In order to stay within budget, the Board will need to absorb approximately $331,902 in General Fund costs from a one-time salary reduction and three unfunded positions. To manage these costs, the Board plans to delay hiring and hold several positions vacant. The Board currently has over 20 vacancies which are primarily due to delays in establishing eligible lists for accounting classifications.

The Board anticipates meeting its General Fund revenue budget of $6.4 million by year-end with the exception of $50,000 that was originally anticipated from the Proposition O Clean Water Bond. As part of the 2018-19 Adopted Budget actions, the source of funds for this position was substituted with the General Fund, however, a corresponding adjustment was not made to General Fund reimbursement revenue.

The Board, in coordination with the Office of the CAO, is responsible for implementing the Mobile Pit Stop Program which increases public bathroom access and staffs various locations with a bathroom attendant in order to ensure the availability of safe and sanitary public bathrooms (C.F. 17-1092). On August 16, 2018, the Council and Mayor approved a series of recommendations to provide funding and continue the program through July 31, 2019. An additional Controller instruction is needed to fully implement the prior Council action.

The 2018-19 Budget provides $400,000 in the Unappropriated Balance (UB), Franchise Valuation and Health Studies account for a consultant to perform a study to determine the value of the pending franchise agreement with the Southern California Gas Company, as well as an oil and gas health study. A Request for Proposals is currently in progress for the Valuation study and the Board will report back in the Mid-Year FSR on the cost of this study. The Board initially estimated the cost of the Franchise Valuation and Health Study at $300,000 and $100,000, respectively. To

date, the Board has received two proposals totaling $53,000 for two portions of the Health Study. Based on the savings realized from the Health Study portion, the Board is proposing to use $24,000 to hire a consultant for a Pipeline Franchise fee study. This fee study will include evaluation of the current pipeline franchise fee structure including rate, application fee, and formula.

This Office recommends the following transactions:

- Authorize the Board of Public Works to disencumber $100,000 from prior-year Contract Purchase Orders relative to the United Site Services contract within the 2017-18 Public Works-Board Contractual Services account; and, reappropriate the same amount to the Contractual Services for the current fiscal year. These funds are related to the Mobile Pit Stop Program with the Affordable Housing Trust Fund as the original funding source.

- Transfer $420,000 from the UB, Homeless Services account to the Board of Public Works' Contractual Services account to provide bathroom attendants at three additional locations in Council District 14 as per C.F. 17-1092.

- Transfer $77,000 from the UB, Franchise Valuation and Health Studies account to the Board of Public Works' Contractual Services account to hire a consultant to conduct a Health Study and Pipeline Franchise fee study.

FF. Public Works/Bureau of Contract Administration
Recommendation No. 18

The Bureau is projecting a year-end surplus of $4.3 million ($2.9 million in General Fund and $1.4 million in special funds). This is primarily due to salary savings from existing vacancies. The composition of this surplus may change as the Bureau receives updated workload schedules and project information.

The Bureau anticipates meeting its General Fund revenue budget of $27.4 million. In terms of Special fund revenue, the Bureau is currently projecting a shortfall in Special Gas Tax Street Improvement and Sewer Construction and Maintenance funds in an amount that cannot be quantified at this time as the Bureau is in the process of revising its current year workload.

This Office recommends the following transaction:

- Transfer $113,366.57 in MICLA funding to the General Fund upon verification of final labor amounts for the Bureau of Contract Administration staffing costs and related costs associated with the installation of a roof top solar array at the Los Angeles Convention Center. The 2015-16 and 2016-17 adopted budgets approved MICLA authorization in an aggregate amount of $8 million for the installation of the solar array at the Los Angeles Convention Center.

GG. Public Works/Bureau of Engineering
Attachment 8 – Transfers between Departments and Funds
Attachment 9 – Appropriations from the Unappropriated Balance
Recommendation No. 19

The Bureau is projecting year-end surplus of $7.2 million, primarily in Special Funds. The surplus is mainly attributable to projected special fund vacancies in the Sewer Capital Fund and Proposition C. Of a total of 133 vacancies, approximately 81 are special funded.

At this time, the Bureau anticipates meeting its General Fund revenue budget of $48.6 million by year-end. We will continue to monitor the revenue trend and report back in future FSRs regarding any significant changes to the revenue budget. General Fund receipts through the end of August total $5.7 million, which represents 12 percent of its total Revenue Budget. Of this amount, the Bureau has collected $3.3 million in related cost reimbursements, which represents 11 percent of its $29.6 million revenue target.

This Office recommends the following transaction at this time:

- Transfer $70,000 from the Bureau's Contractual Services account (Measure R Local Return Fund) to the Department of Transportation for the update of the Street Design Manual.

- Transfer $750,000 from the Unappropriated Balance, Bureau of Engineering – Supplemental Funding to the Engineering Special Services Fund to provide funding to the Bureau for facility upgrades, technology upgrades, equipment, and training.

- Transfer $160,273.56 in MICLA funding to the General Fund upon verification of final labor amounts for BOE staffing costs and related costs associated with the installation of a roof top solar array at the Los Angeles Convention Center. The 2015-16 and 2016-17 Adopted Budgets approved MICLA authorization in an aggregate amount of $8 million for the installation of the solar array at the Los Angeles Convention Center.

HH. Public Works/Bureau of Sanitation
Attachment 5 – Special Fund Reappropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds
Recommendation No. 11

The Bureau of Sanitation is projecting a $1.53 million year-end surplus, which is comprised of a $2.0 million special fund surplus and $472,000 in projected General Fund over-expenditures. The surplus is attributed to special fund vacancies. The projected over-expenditures are attributed to the typhus response costs and the reversion of prior year funding for additional homeless encampment cleanups. This FSR recommends the reappropriation of homeless encampment cleanup funds ($172,000) to allow the Bureau to complete this work which reduces

year-end General Fund overspending to $300,000. In addition to the projected year-end overspending in the Bureau's operating accounts, the Bureau has also identified unfunded General Fund liabilities of approximately $7.04 million due to unfunded Proposition O positions, the overpayment of related costs from the Solid Waste Funds, and unanticipated costs for the Hollywood Hills Storm Drain Repair as discussed further below.

The Bureau anticipates meeting its General Fund revenue budget of $119.3 million by year-end.

Status of Hiring

The 2018-19 Adopted Budget provides the Bureau with 175 new positions for a total workforce of 3,292 authorized positions and the Bureau's year-end projections are based on an aggressive hiring plan. The Bureau is currently reporting 554 vacancies (or a 16.8 percent vacancy rate), but this is mainly attributed to the Bureau only receiving nine or six-months funding for new positions in the 2018-19 Adopted Budget. This Office will monitor the Bureau's hiring efforts and report back in subsequent FSRs on the status of the year-end special fund surplus resulting from vacancies.

The following provides additional detail regarding the Bureau's operating budget issues:

- *Overtime General and Salaries As-Needed Accounts*: The Bureau is projecting $12.6 million in overspending in its Overtime General and Salaries As-Needed accounts. This report recommends the transfer of salary savings to address these projected over-expenditures. The Bureau requires overtime and as-needed staffing to maintain service levels in the Solid Waste and Clean Water programs as a result of the high vacancy rates within core operational positions within these programs. In addition, overtime is required to continue refuse collection services during weeks with holidays or when employees are on leave.
- *Typhus Response Costs:* The Bureau is projecting $300,000 in additional General Fund expenditures from unplanned cleanup activities to mitigate the recent outbreak of flea-borne typhus that affected people living on the streets and business owners and workers in the Downtown Los Angeles Skid Row area. Typhus is a disease characterized by high fever, rash, and abdominal and muscle pain that can spread to humans through infected fleas from dogs, cats, and rats. While a portion of Skid Row within the Operation Healthy Streets area is cleaned on a two-week cycle, other parts of Skid Row are not on a regular cleaning cycle. The Bureau is currently addressing the typhus issue with additional cleanups of this expanded area via overtime. At this time, it is difficult to determine if there will be sufficient savings within the Bureau's operating budget to absorb these unbudgeted costs and this Office will report back in subsequent FSRs on the status of this anticipated over-expenditure.

General Fund liabilities of approximately $7.04 million are discussed below:

- *Proposition O:* The Bureau has been carrying 13 unfunded resolution authorities that provide program support to the Proposition O program. Historically, these positions have

been front-funded by the Stormwater Pollution Abatement Fund until the Bureau receives an appropriation from Proposition O during the year. A recent legal opinion from the City Attorney provided clarification on the permitted uses of General Obligation Bond Proceeds for City staff costs and have called into question whether Proposition O funds may be used to fund these 13 positions. This Office will continue to evaluate the legal opinion to determine eligibility. If Proposition O funds cannot be used, it is also anticipated that the Department will not be able to absorb these costs with General Fund salary savings. Therefore, a supplemental General Fund appropriation may be required by the year-end or the positions will need to be reassigned to other work programs within the Bureau. The total impact from 2018-19 anticipated expenditures would be approximately $1.4 million. If required, this Office will work with the Bureau to identify an appropriate solution that ensures that required regulatory compliance is not compromised. This Office will report back in subsequent FSRs on the status of this issue.

- *Overpayment of Related Costs-Solid Waste Funds:* The Bureau has identified approximately $3.96 million in General Fund liabilities from the overpayment of related costs for Solid Waste Funds during 2016-17. These General Fund liabilities can be addressed in the 2019-20 Budget process or future FSRs.

- *Hollywood Hills Storm Drain Repair:* The Bureau is projecting $1.68 million in additional General Fund expenditures to repair a collapsed 18-inch diameter reinforced concrete pipe located in a storm drain easement at 8835 Hollywood Hills Road. The pipe is located beneath four residential properties and this project is critical to avoid any potential claims for property damage. The 2018-19 Budget provides $3 million in the On-Call Contractors (Emergency Funds) Account, within the Stormwater Pollution Abatement (SPA) Fund, to hire on-call contractors to repair damaged storm drains that present an immediate danger to public health and safety and private property. The Hollywood Hills storm drain repair project represents an unplanned, but eligible expenditure, from this account. Historically, the SPA has carried a structural deficit and the General Fund has been required to subsidize the Fund's related cost obligations and Capital Improvement Expenditure Program (CIEP) projects. Therefore, there are no available savings within other SPA accounts to absorb the cost for this project. This unbudgeted project will significantly reduce the amount of available SPA funds for future emergency storm drain repairs resulting from the upcoming winter storms. Approximately $750,000 of other emergency repairs have already been authorized, prior to the start of the rainy season. This Office will monitor the status of this account and report back in subsequent FSRs with any recommendations to address potential over-expenditures.

This Office recommends the following transactions:

- Transfer $3.65 million from the Sanitation Expense and Equipment account within the Central Recycling Transfer Station Fund (CRTSF) to the Private Haulers Expense ($1.25 million) and Private Landfill Disposal Fees ($2.4 million) accounts within the CRTSF to address over-expenditures resulting from the increased tonnage accepted at the Central Los Angeles Recycling and Transfer Station (CLARTS) as a result of the implementation of

the City's Exclusive Franchise System for Solid Waste Collection and Disposal for Commercial and Multi-Family Properties.

- Transfer $504,500 from the Bureau's Salaries General (Sewer Operations and Maintenance Fund (SCMO)) account to the Bureau's Hiring Hall Salaries ($338,020) and Benefits Hiring Hall ($166,480) accounts to hire nine trade workers to perform spot and preventative maintenance at the City's four water reclamation plants.

- Transfer $1.97 million from the Bureau's Salaries General account from various funds to the Bureau's Salaries As-Needed account to address as-needed staffing levels required to maintain service levels in various programs (Environmental Quality Program, Solid Resources Program, Multi-Family Bulky Item Pickup Program Clean Water Program) as detailed in Attachment 7.

- Transfer $8 million from the Bureau's Salaries General account (SWRRF) to the Bureau's Overtime General account to address projected over-expenditures in overtime to maintain service levels in the Solid Resources Program.

- Transfer $2.5 million from the Bureau's Salaries General account (SCMO) to the Bureau's Overtime General account to address projected over-expenditures in overtime to maintain service levels in the Clean Water Program.

- Transfer $18,000 from the Sanitation Expense and Equipment account within the SCMC to the GSD Expense and Equipment account within the SCMC to purchase and maintain two ride-on mower trailers and one 14-foot equipment trailer for the Donald C. Tillman and Los Angeles-Glendale Water Reclamation Plants.

- Transfer $73,333 from the Sanitation Expense and Equipment account within SCMO ($36,667) and SWRRF ($36,666) to the EWDD Summer Youth Program – Other Sources Fund to reimburse for costs related to the Summer Youth Program.

- Transfer $768,000 from the CLARTS Community Amenities account within the SWRRF ($468,000) and CRTSF ($300,000) to the City Clerk's Contractual Services account to implement community beautification projects in Council District 14.

- Authorize the Controller to transfer the remaining balance, which includes interest, within the Landfill Maintenance Special Fund (LMSF) to the Solid Waste Resources Revenue Fund to allow for the closure of the LMSF.

Special Fund Reappropriations

- Reappropriate $79,560 from the Affordable Housing Trust Fund to the Bureau's Salaries General ($15,560) and Contractual Services ($64,000) accounts to support the CENTCOM/Mobile Bathrooms and SHARPS collection kiosks in Council District 13 (C.F. 17-0600-S119).

- Reappropriate $55,122 from the CD 12 Redevelopment Fund account within the State AB1290 City Fund to the Bureau's Overtime General Account to perform enhanced homeless encampment cleanups in Council District 12 (C.F. Nos. 17-1411, 17-1411-S1, and 17-1411-S2).

- Reappropriate $37,523 from the Housing and Community Investment Department General Fund to the Bureau's Salaries General ($27,523) and Contractual Services ($10,000) accounts for sewer connections and trash compactor installation at the Skid Row Hygiene Station (C.F. 17-1324).

II. Public Works/Bureau of Street Lighting
Attachment 6 – New Appropriations
Attachment 8 – Transfers between Departments and Funds
Attachment 13 – 2018-19 MICLA Equipment List
Recommendation No. 17

The Bureau is projecting a year-end surplus of $2.5 million, which is in special funds. This is primarily due to salary savings from existing vacancies.

The Bureau currently anticipates meeting its General Fund revenue budget of $16 million. The Bureau, however, reported an overpayment of approximately $2 million for related costs reimbursements to the General Fund in 2017-18, resulting from 2017-18 Street Lighting Maintenance Assessment Fund (SLAF) vacancies. This Office is still in the process of reviewing this estimate. This overpayment may be addressed later in the fiscal year via the FSR or through the 2019-20 budget process. Further, the current projected salary surplus may also result in an overpayment for 2018-19. The Department's special fund revenue is projected to be on budget.

The following transactions are recommended at this time:

- Transfer $5,625 from the Street Banner Revenue Trust Fund to the Street Lighting Maintenance Assessment Fund Revenue Source Reimbursement from Other Funds – General to cover the Bureau's expenditures resulting from an increase in permit applications for installation of street banners.

- Appropriate $225,000 from the Street Banner Revenue Trust Fund to the Council's Office and Administrative account to provide funding for projects to improve conditions for public transit patrons. These funds shall be divided equally among the Council Districts.

- Transfer $26,176 from the Ventura/Cahuenga Boulevard Corridor Specific Plan Revenue Fund to the Street Lighting Maintenance Assessment Fund Revenue Source Reimbursement from Other Funds – General to cover the Bureau's expenditures for the Ventura Boulevard median project.

- Transfer $71,782.26 from the Subventions and Grants Fund to the Street Lighting Maintenance Assessment Fund Revenue Source Reimbursement from Other Agencies to reimburse the Bureau's costs for the Metro Eastside Access projects.

2018-19 MICLA

- Reapprove the use of $5,098,000 in MICLA financing included in the 2018-19 Adopted Budget for Bureau of Street Lighting fleet purchases as part of the Departmental Fleet as noted in Attachment 13.

JJ.Public Works/Bureau of Street Services
Attachment 6 – New Appropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds
Recommendation No. 12

The Bureau of Street Services (BSS) is projecting total year-end over-expenditures of approximately $1.67 million, consisting of $0.24 million in General Fund and $1.43 million in Special Funds. This consists of a surplus in the Salaries General account ($2.17 million) and projected overspending in the Salaries Overtime ($0.56 million), Hiring Hall Salaries ($1.82 million), Benefits Hiring Hall ($0.6 million) accounts and in various expense accounts ($0.85 million). The projected $1.67 million in overspending will be fully offset by the transfers recommended in this FSR, including special fund reimbursements.

The Salaries General surplus is attributable to salary savings due to vacancies and attrition. As a result of the continued vacancies and the amount of time it takes to hire new personnel, BSS has continued to use a significant amount of overtime and hiring hall staff to supplement its workforce and complete core work programs.

The Bureau anticipates meeting its General Fund revenue budget of $52.66 million by year-end.

The following transactions are recommended at this time:

- Transfer $1.6 million from the Salaries General account to the Hiring Hall Salaries and Hiring Hall Benefits account to fund temporary staff used to supplement the current workforce to ensure the Bureau meets its goals.

- Appropriate $768,751.18 from the Subventions and Grants Fund (Revenue Source Code 381100) to the Bureau for the Metro Eastside Access Project.

- Appropriate $165,000.00 from the Community Development Trust Fund to the Bureau for the Hoover Triangle Project (Phase 1B).

- Appropriate $80,000.00 from the Community Development Trust Fund to the Bureau for the Huntington Drive Sidewalk Construction Project.

- Appropriate $13,448.14 from the Public Works Trust Fund (Revenue Source Code 574219) to the Bureau for reimbursement of:

    - Illegal vending enforcement at the 2018 Anime Expo ($7,317.45);
    - An insurance payment to replace a generator ($1,130.69); and,
    - Tree trimming services performed in Canoga Park ($5,000.00).

- Reduce Proposition C Anti-Gridlock Transit Fund appropriations to the Bureau by $250,000.00; and, transfer these funds to the Public Works – Bureau of Engineering (BOE) for BOE Survey Support Services.

- Reimburse a total of $1,056,222.82 in Special Events costs relative to special events held from January 2017 to June 2018 from the Subventions and Grants Fund to various City departments.

- Reimburse a total of $262,516.31 in Special Events costs relative to LA Rams games held on December 31, 2017 from the Subventions and Grants Fund to various City departments.

- Rescind recommendations 3a, 3b, and 5 of the August 15, 2018 Council action (Council Files 18-0600-S139 and 18-0600-S143) relative to hiring new tree trimming crews for the Bureau of Street Services (BSS), inasmuch as the related cost reimbursements associated with these positions are funded by the General Fund and should remain in the Unappropriated Balance.

- Transfer $1 million from the Measure R Local Return Fund and $1.1 million from Measure M to the Bureau of Street Services for median island landscape maintenance contracted work as approved in the 2018-19 Adopted Budget.

KK. Recreation and Parks
No Recommendation

The Department of Recreation and Parks is projecting a year-end Special Fund surplus of approximately $300,000, primarily resulting from a projected year-end surplus of approximately $2.7 million in the Salaries General account due to high attrition rate and vacancies. The projected surplus may be necessary to offset the projected over-spending in the following accounts:

- Over-spending is projected in the Salaries As-Needed ($1.5 million), Salaries Overtime ($200.000), Salaries Hiring Hall ($200,000), and Fringe Benefits, Hiring Hall ($100,000) accounts due to insufficient full-time staff, emergency shelter operations (fire, storm, and extreme heat), and other unexpected program and event needs.

- Over-spending is also projected in the Contractual Services account ($200,000) which is attributed to bus services for the youth program.

- There is also a potential $200,000 in overspending in the Utilities Expense Private Company account (Water and Electricity). Due to the expected Department of Water and Power rate increases, the account was increased by $1.4 million to $25.9 million. Based on current billings, however, the Department is projecting year-end expenditures at $26.1 million

The Department anticipates meeting its Special Fund revenue budget of $49.558 million at this time.

LL. Transportation
Attachment 6 – New Appropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds

The Department is projecting a $2.0 million year-end surplus across all accounts. The net surplus is mainly attributable to projected vacancies, particularly in the Proposition C Anti-Gridlock Transit Improvement Fund, the Measure R Local Return Fund, and the Measure M Local Return Fund, combined with projected over-expenditures in the Overtime General account due to the amount of overtime provided for traffic control services for special events and projects throughout the year. As of September 2018, the Department had 383 vacancies.

The Department anticipates meeting its General Fund revenue target of $66.9 million by year-end. General Fund receipts through the end of August totaled $8.8 million, which represents 13.2 percent of the Department's total Revenue budget. In terms of permits and fees, LADOT has collected $1.5 million as of the end of August, which represents 9.7 percent of the total budget of $16.0 million.

Related cost reimbursements to the General Fund through the end of August totaled $7.3 million, which represents 14.3 percent of the Department's total related cost target of $50.9 million. Related costs reimbursements will be impacted should a significant number of Special Funded vacancies persist throughout the year. The Department is requesting a transfer of $1.5 million from its Salaries General portion of the Proposition C Anti-Gridlock Transit Improvement Fund appropriation to the Overtime General account in this FSR. If approved, this transfer would result in a reduction of $1.6 million in related costs reimbursement revenue by year-end.

Parking citation revenue totaled $23.8 million as of September 6, 2018. Based on straight projection of revenue, this amount is 7.42 percent lower than the projected collection of $25.7 million for this time period. If current revenue projections hold through year-end (between 7-8 percent lower than projected), then the estimated revenue shortfall would range from $9.9 to $11.3 million lower than the $140.9 million adopted revenue budget at year-end. The Department expects revenue to increase during the last six to nine months of the fiscal year due to hiring of various new positions provided in the Adopted Budget.

The following transactions are recommended at this time:

- Transfer $225,000 from the Contractual Services account (General Fund) to a new account to be established within the Transportation Review Fee Fund to pay for a consultant to customize the mobility and accessibility tool to the conditions of Los Angeles.

- Transfer $125,000 from the Contractual Services account (General Fund) to a new account to be established within the Transportation Review Fee Fund to pay for a consultant to upgrade the Case Logging and Tracking System for plan review.

- Transfer $1 million from the Measure R Local Return Fund, ATSAC System Maintenance account to the Salaries Overtime account, to address the projected special fund deficit in that account;

- Transfer $90,000 from the Measure R Local Return Fund, Pedestrian Plan/Program account to the Measure R Local Return Fund, Consultant Services account to provide funding for a consultant to update the Department's Manual of Policies and Procedures and the Bureau of Engineering's Complete Streets Design Guide to align with various national, state, and City guidelines.

- Transfer $2.09 million from the Department of Transportation Trust Fund, Transportation account, to the Salaries Overtime account to pay for traffic control services at venues and special events.

- Transfer $687,817 from the Department of Transportation Trust Fund, Transportation account, to the Overtime General account, to pay for overtime labor costs related to the Department of Water and Power's Benedict Canyon Water Improvement Project.

- Transfer $1.5 million from the Salaries General account to the Overtime General account (Proposition C) to address the projected imbalance in that account.

- Transfer $3 million from the Salaries General account to the Overtime General account (General Fund) to address the projected imbalance in that account.

- Transfer $300,000 from the Measure R Local Return Fund, Pedestrian Plan/Program account to a new account to be established within the Bureau of Engineering, Engineering

Special Services Fund, Oakwood Project (account number to be determined) to provide consultant funding for design and construction of the Oakwood Project in Council District 13.

- Transfer $1,525,400 from the Proposition A Local Transit Assistance Fund, Transit Bus Security Services account to the Los Angeles Police Department (LAPD) Overtime Sworn, Field Equipment Expense, and Office and Administrative Expense accounts for law enforcement services on the Department's transit buses, stations, and bus stops.

- Appropriate $3 million from available cash in the Measure M Local Return Fund to a new account to be established (Metro Rail Annual Work Program) within the Measure M Local Return Fund to front-fund Regional Measure M project expenditures. Department staff have recommended establishing a new account within the Measure M Local Return Fund for clarity and transparency and to comply with Los Angeles County Metropolitan Transportation Authority (Metro) audit requirements. This recommendation replaces the assumed transfer in the 2018-19 Budget from the Measure M Local Return Fund (Schedule 52) to the Transportation Grant Fund, which was also intended to front-fund Regional Measure M project expenditures.

- Appropriate $155,000 in the Department's Transportation Regulation and Enforcement Fund to support the Department's taxicab operations;

MM. Zoo
Attachment 6 – New Appropriations

The Zoo Department is projecting to end the year within budget across all accounts. The Department has no budgeted General Fund revenues.

The Department reports staffing issues due to absences from vacation, family, sick, or other leaves, as well as vacancies from attrition throughout the year. As a result, it may need to supplement full-time staffing with additional part-time staffing to keep up with workload. The Department also reports that it continues to experience market price fluctuations in pharmaceuticals, animal feed, and other related commodities due to limited supply and increased costs. The Department will continue to monitor these accounts and provide updates in future FSRs.

This Office recommends the following transactions:

- Appropriate $460,000 from the Zoo Enterprise Trust Fund to the Public Works-Bureau of Engineering Special Services Fund for the LA Zoo Vision Plan Environmental Impact Report.

2. STATUS OF NON-DEPARTMENTAL FUNDS AND SPECIAL ACCOUNTS

This section addresses the status of non-departmental expenditures and revenues and highlights issues of concern.

A. General City Purposes
Attachment 6 – New Appropriations
Attachment 7 – Transfers between Accounts within Departments and Funds
Attachment 8 – Transfers between Departments and Funds
Recommendation No. 7

A net year-end surplus of $132,765 is projected in the payroll accounts within the General City Purposes (GCP) budget, which assumes a transfer to pay for a Los Angeles Fire and Police Pensions System (LAFPP) obligation ($21,109.24). The overall surplus is composed of surpluses in Medicare Contributions ($175,136) and Pensions Savings Plan ($60,575) accounts and a projected over-expenditure in the Social Security account ($102,946). The Social Security account reflects higher than anticipated employment levels. This account was budgeted based on an average of 440 employees per pay period, whereas actual employment levels have averaged 485 employees per pay period. Expenditures in these accounts fluctuate throughout the year; therefore no adjustments are recommended at this time. We will continue to monitor these accounts and report back in the next Financial Status Report.

The Los Angeles Fire and Police Pensions System requests payment for member service buybacks for 2016-17 in the amount of $21,109.24. The Tier 5 Fire and Police Pension Plan (Plan) includes an employee contribution rate of nine percent of salary. The employee pays eight percent and the City pays one percent contingent on the Plan remaining at least 100 percent actuarially funded for pension benefits. When Tier 5 members purchase service credit or pay back missed contributions, the City must pay the Plan one percent of the service credit if the Plan is at least 100 percent actuarially funded at the time the service credit occurred. The service periods which are covered in the Fire and Police Pensions System are between January 1, 2002 and June 30, 2006, which represents the time the City incurred the one percent obligation.

The following transactions are recommended:

- Transfer $21,109.24. from the Pensions Savings Plan account to the Police Pension Defrayal account, and transfer therefrom to the Fire Police Pensions Fund to pay for the City's one percent Fire/Police Pension-Tier 5 contribution defrayal costs.

- Transfer $200,000 from the Council District (CD) 9 portion set aside for Various Tunnel Closures within the Council Community Projects account to the Solid Waste Resources Revenue Fund for various cleanups to be performed by the Bureau of Sanitation within CD 9.

- Transfer $450,000 from the Census Operations and Outreach account to the Mayor's Office for various expenses relative to the 2020 Census.

- Transfer $1 million from the Justice Fund account to the CAO's Contractual Services account to fund the contract with the California Community Foundation to administer the Los Angeles Justice Fund consistent with prior Council action (C.F. 17-0046). The Justice Fund provides funds for non-profit legal representation for undocumented, low-income individuals and families facing removal proceedings.

- Repurpose $975,000 in the Council Community Projects line item in the 2018-19 GCP previously allocated for tree trimming as follows, as requested by Council District 14:

    - Night on Broadway ($300,000)
    - CD 14 Office Tenant Improvements ($120,000)
    - CD 14 Crosswalk Upgrades ($300,000)
    - Verdugo Road Medians ($25,000)
    - Pershing Square Christmas Tree ($100,000)
    - York Boulevard Lighting ($50,000)
    - ATP 1 Street Lights ($80,000)

  The balance of $25,000 shall remain set aside for Tree Trimming in CD 14.

B. Los Angeles Fire and Police Pensions System
Attachment 5- Special Fund Reappropriations

The Los Angeles Fire and Police Pensions System requests authority to reappropriate $569,064.15 in prior year unexpended excess benefit funds to the current year Excess Benefit Fund, Fire and Police Excess Benefits account, to fund the 2018-19 Excess Benefit Plan (EBP). The Excess Benefit Fund is a General Fund obligation and supplements the benefits of certain retired members of the Fire and Police Pension Plan. The benefits paid by the Excess Benefit Fund represent the difference between the actual benefits owed to the member and the limitations on benefits paid by the Pension System pursuant to Section 415(b) of the Internal Revenue Code. The City generally transmits the annual excess benefit payment to LAFPP as part of the City contribution on July 15. Since the excess benefit is set by the IRS on a calendar year, however, from time to time the amount paid by the City may be over or under the IRS limit and prior year funds are used to provide supplemental funding. The amount currently requested for reappropriation equals the residual sum from the 2017-18 fiscal year.

Also, see the General City Purposes Fund section for a transfer to the Fire Police Pensions Fund to pay for the City's one percent Fire/Police Pension-Tier 5 contribution defrayal costs.

C. Unappropriated Balance (UB)
Attachment 9 – Appropriations from the UB
Attachment 10A – Status of the UB – General Accounts
Attachment 10B – Status of the UB – Non-General Accounts

With the approval of the adopted budget, the Unappropriated Balance (UB) began with a balance of approximately $140.3 million. To date, approximately $0.6 million has been transferred or reappropriated into the UB, while a total of approximately $15.9 million has been transferred out, thereby leaving a balance of approximately $125.1 million.

In regards to the UB General Account, a net $1,669 has been appropriated through Council action, reducing the General Account balance from $50,000 to $48,331.

This report includes recommendations to appropriate $4.3 million from various UB line items to address expenses including overtime for the Fire Department relative to mutual aid ($3 million), two new neighborhood councils ($0.08 million), supplemental funding for the Bureau of Engineering ($0.8 million), franchise and health studies ($0.08 million), and additional attendants for the Mobile Pit Stop Program in Council District 14 ($0.4 million) (C.F. 17-1092). These recommendations reduce the UB to approximately $120.8 million.

The 2018-19 Adopted Budget includes $20.3 million in the UB, Reserve for Mid-year Adjustments line item. No transactions are recommended for this item in this report. The current balance increases the City's total reserves to 7.79 percent.

D. Human Resources Benefits
No Recommendation

Year-end expenditures for the Human Resources Benefits Fund (Fund) are difficult to project this early in the fiscal year as benefit rates, open enrollment, staff attrition and hiring, and workers' compensation claims can result in significant expenditure fluctuations. At this time, the Department anticipates ending the year on budget. This Office will continue to monitor and report on the status of this Fund in future FSRs.

E. Liability Claims Account
Attachment 12 – Status of Liability Claims Account
No Recommendation

The 2018-19 Budget includes $89.09 million for liability payouts in the Liability Claims Account and supplemental funding of $20 million in the Unappropriated Balance (UB) to pay for both tort liability and tax-related cases. The budget was subsequently increased by $347,313 due to the reappropriation of prior year funding for the *Independent Living* settlement monitoring fees. Of the $89.09 million budgeted, an available balance of $61.61 million (or 69 percent) remains, of which $8.75 million is budgeted for Bureau of Sanitation matters. Based on the current rate of departmental payouts, payouts pending approval, approved payouts pending payment, and prior

year expenditures of $107.12 million, it is anticipated that the supplemental funding in the UB will be required prior to the fiscal year-end.

Ardon Settlement
As part of the 2017-18 Year-End FSR actions, the Mayor and Council appropriated $10 million to the Liability Claims Account to pay for claims and settlement costs in the matter of *Ardon vs. City of Los Angeles*. Of the $10 million, $1.33 million was used as year-end cash flow pending reimbursement from the Bureau of Sanitation in 2018-19 and $600,000 was used to settle another matter. Specifically $600,000 was spent on the *Samuel Calhoun Arrington vs. City of Los Angeles* matter as this case was unexpectedly settled in 2017-18 as opposed to 2018-19 as had been initially anticipated. Further, since the remaining $8.07 million in Ardon funds were not encumbered by the year-end, the funds reverted to the Reserve Fund. As a result, $10 million will need to be identified for the Ardon matter in the current fiscal year to offset anticipated settlement costs.

The *Ardon vs. City of Los Angeles* matter is a class action which challenged the validity of the City's telephone users tax based on a federal government interpretation of the federal law. The City previously approved a settlement agreement in the matter that capped liability at $92.5 million, inclusive of all claims, attorney fees, and other costs associated with the administration of this settlement. Of the initial $50 million appropriation that the City made in 2016, $27 million remains in the Ardon claims account to cover all the claims and the remaining settlement costs.

F. Street Damage Restoration Fee Fund

The 2018-19 Budget assumed the revised Street Damage Restoration Fee (SDRF) Ordinance would be approved at the beginning of the fiscal year. The City Attorney, however, released a draft ordinance on September 24, 2018 which is pending Council approval. It is now estimated that the effective date of the SDRF Ordinance will be December 2018. Therefore, it is likely that the $29.85 million in potential SDRF revenue that was placed in the Unappropriated Balance will not materialize during the 2018-19 fiscal year. It is still possible that the remaining $40.87 million in budgeted SDRF revenue may be achieved.

3. STATUS OF EMPLOYMENT

Employment Level Report
Attachment 11 – Employment Level Report

Citywide employment authority from all funding sources totaled 36,576 at the end of August for both civilian and sworn classes. There are 32,231 filled positions at the end of August. Departments reported a total of 4,345 vacant positions: 2,182 General Fund and 2,163 special funded.

4. NOVEMBER GENERAL ELECTION BALLOT MEASURES
No Recommendation

This Section provides a summary of various items on the November General Election Ballot of potential impact to the City.

Proposition 6 – Repeal of the SB1 Gasoline Tax and Motor Vehicle Fees for Transportation Infrastructure

In 2017, the State of California approved Senate Bill 1 (SB1) which increased State gas taxes and motor vehicle fees to fund repair of transportation infrastructure Statewide. Funds are provided to the City through a local return program and through competitive grant programs. Proposition 6 would repeal SB1, and require that future increases be approved by voters. Proposition 6 would leave in place the gas taxes and vehicle license fees that existed prior to the approval of SB1.

In 2018-19, the City is anticipating approximately $67.1 million in revenue as a result of SB1. Should Proposition 6 be approved, it is anticipated that approximately $34.5 million of anticipated receipts will not be received. The 2018-19 Budget, which was adopted in May 2018, anticipated the possibility of Proposition 6 making the ballot. Therefore, to be fiscally responsible, the 2018-19 Budget is constructed so that $34.5 million worth of projects are not authorized until January 1, 2019, allowing for the voters to decide the question of repealing SB1 before the City commits to spending those funds. Should Proposition 6 be approved, we would anticipate not being able to proceed with some, or all, of the following identified in the table below. Additionally, the City will lose the opportunity to benefit from SB1 related grant opportunities.

(See table on next page)

2018-19 Adopted Budget - SB1 Funded Projects Not Authorized Until January 1, 2019		
CD	Project Title	Appropriation
Var	Street Reconstruction/Vision Zero Project Design	$ 6,000,000
Var	Concrete Streets	$ 455,782
6	Branford Street - Arleta Ave to Pacoima Wash	$ 200,000
13	Silverlake Blvd Underpass Arch Project	$ 980,000
6	Sheldon Arleta Sidewalk Improvement - Sharp Ave	$ 2,843,734
11	Sepulveda Blvd Tunnel Cleaning & Safety Maintenance	$ 200,016
6	Sherman Way Tunnel Cleaning & Safety Maintenance	$ 88,235
14	2nd Street Tunnel Cleaning & Safety Maintenance	$ 44,744
14	3rd Street Tunnel Cleaning & Safety Maintenance	$ 52,125
10	Cochran Ave (2520) - Culvert at Cul-de-Sac	$ 245,000
14	Dudley Drive Pavement Reconstruction	$ 700,000
14	Via Marisol Street Repair	$ 2,146,224
1	Kinney Street Improvements Btwn Crestmoore Pl and Lavell Dr	$ 1,700,000
11	Vista Del Mar 2,200 Ft and 3,000 Ft N/O Imperial Hwy Bulkheads	$ 1,725,000
8	Active Transportation River to Rail Corridor	$ 3,000,000
14	7th Street Streetscape Project	$ 600,000
Var	Main Street Lighting Improvement Unit 2 CIP/STP	$ 2,900,000
14	2nd Street Tunnel Hill to Figueroa STM/STP	$ 100,000
Var	Security Lighting Unit 20	$ 495,000
Var	Sidewalk Repair - Access Request Acceleration	$ 10,000,000
	Total	$ 34,475,860

Safe, Clean Water (SCW) Program Special Parcel Tax

The Board of Supervisors of the County of Los Angeles approved the placement on the November 6, 2018 General Election ballot of a special parcel tax to implement the Safe, Clean Water (SCW) Program to fund projects and programs to increase stormwater capture, to reduce stormwater runoff pollution, to increase local water supply and to improve water quality. Pursuant to C.F. 18-0384, the Council adopted a resolution to support this ballot measure along with other implementation measures. The SCW Program Special Parcel Tax will raise approximately $300 million annually of which the City expects to receive up to $90 million.

Currently, the City stormwater parcel tax generates $28.4 million per year. The costs of operating and maintaining the stormwater system, however, combined with the costs of recent regulatory requirements from the federal Clean Water Act, exceed the available revenue from the City stormwater parcel tax as follows:

- The 2018-19 Stormwater program is being subsidized by $21.4 million from the City General Fund; and,

- The Clean Water Act requirements identify capital projects totaling approximately $7 billion. In 2017-18 and 2018-19, the City was required to provide $17 million in funds from other sources for those projects ($15.1 million is from the General Fund). It is anticipated that the capital funding requirement associated with Clean Water Act compliance will increase in future fiscal years.

It is anticipated that, if approved, the Safe, Clean Water Program Special Parcel Tax can provide funding for some of these costs.

Housing

This Office is tracking Propositions 1 and 2 relative to housing opportunities. Proposition 1 would authorize a $4 billion bond to build and provide affordable housing for veterans, working families, people with disabilities and the homeless. Proposition 2 would help build housing that includes mental health services for chronically homeless people with $2 billion in bonds from the Mental Health Services Act. The fiscal impact of these propositions to the City is unknown at this time. If passed, the measures would provide more State funding for affordable housing in the City, including projects that apply for the Housing and Community Investment Department's Affordable Housing Managed Pipeline and Proposition HHH Permanent Supportive Housing Loan Program.

5. MERCHANT FEES STATUS UPDATE
Recommendation No. 20

The Office of Finance (Finance) established the Credit Card Service Fee Pass-Through Program (Program) to support City departments in their efforts to facilitate passing on the credit card service fee to the cardholder. For departments participating in the Program, the cardholder will pay the fees associated with the transaction instead of the department. Finance reports that Building and Safety, Finance, Police, Public Works - Bureau of Sanitation, and Public Works - Bureau of Street Lighting are currently participating in the Program.

The 2018-19 Adopted Budget reduced Finance's Bank Service Fees Account by $500,000 on an ongoing basis to reflect additional departments passing credit card usage fees to cardholders. Finance reports that there are 14 departments that are not currently passing service fees on credit card transactions to cardholders. The following departments should work with Finance to implement the Program by January 1, 2019 to defray all General Fund expenditures on merchant service fees related to credit card transactions:

- Animal Services
- Cultural Affairs
- El Pueblo
- Ethics Commission
- Fire
- General Services
- Housing and Community Investment
- Library Department
- Board of Public Works
- Public Works - Bureau of Engineering
- Public Works - Bureau of Sanitation
- Public Works - Bureau of Street Services
- Recreation and Parks
- Zoo

Maria del Refugio Gutierrez, Finance Specialist

APPROVED:

Ben Ceja, Assistant City Administrative Officer

RHL:BC:JWW:MDG01190017c

Attachments

Attachment 1A

2017-18 General Fund Revenue
Adopted, Revised, and Actual Year-End Receipts

(Thousand Dollars)

	Adopted Budget	Revised Budget	Actual Receipts	Variance from Adopted Budget	Variance from Revised Budget	Comments
Property Tax	$1,833,755	$1,849,644	$1,851,833	$18,078	$2,189	Revised upward to reflect higher secured, unsecured, supplemental, and redemption receipts. Secured receipts ended higher than revised plan.
Property Tax Ex-CRA Inc.	74,168	88,655	88,507	14,339	(148)	Revised upward to reflect unanticipated property sale proceeds.
Licenses, Permits, Fees and Fines	1,046,994	1,031,706	1,015,490	(31,504)	(16,216)	Revised downward to reflect delayed reimbursement for LAPD services and delayed implementation of billboard leasing and modernization policy. Additional shortfall due to lower-than-revised budget related cost reimbursements.
Utility Users Tax	661,200	624,450	625,853	(35,347)	1,403	Electricity, communications and gas users were revised downward by $21.8m, $63.3m and $12.8m, respectively, to reflect the cotinuing trend of slowing receipts.
Business Tax	518,900	551,000	554,521	35,621	3,521	Revised upward to reflect higher economic growth and a one-time $20 million tax discovery payment, offsetting shortfall in receipts from cannabis business activity resulting from change in remittance schedule.
Sales Tax	528,670	538,880	529,757	1,087	(9,123)	Revised upward to reflect trend in higher receipts. Final shortfall due to lower June payment, which may be attributed to the State's change in quarterly tax allocation methodology.
Transient Occupancy Tax	282,100	299,205	299,108	17,008	(97)	Revised upward to reflect higher-than-projected tax collection remittances from short-term rental websites.
Power Revenue Transfer	242,500	241,848	241,848	(652)	-	Lower than anticipated 2016-17 power system revenue required downward adjustment to transfer.
Documentary Transfer Tax	219,096	208,580	207,815	(11,281)	(765)	Revised downward to reflect slowing sales and decreasing revenue per deed as home prices outpace affordability.
Parking Fines	140,900	139,000	138,766	(2,134)	(234)	Reduced to reflect fourth year of ongoing trend in declining receipts.
Parking Occupancy Tax	112,900	114,600	115,937	3,037	1,337	Increased to reflect trend of higher receipts.
Franchise Income	58,123	57,276	56,869	(1,254)	(407)	Various adjustments made across all franchise revenue sources.
State Motor Vehicle License Fees	1,806	2,127	2,127	321	(0)	Increased to reflect actual receipts.
Grant Receipts	19,762	11,863	8,548	(11,215)	(3,315)	Shortfall primarily attributed to misallocation of special fund police grant reimbursement receipts.
Tobacco Settlement	9,084	10,952	10,952	1,868	0	Increased to reflect actual receipts.
Residential Development Tax	4,800	5,220	6,545	1,745	1,325	Increased to reflect trend of higher receipts.
Special Parking Revenue Transfer	38,633	32,848	31,000	(7,633)	(1,848)	Reduced to reflect unrealized leasing revenue. Additional year-end shortfall reflects interim appropriation of revenue prior to year-end transfer.
Subtotal General Fund	**$5,793,391**	**$5,807,854**	**$5,785,478**	**($7,914)**	**($22,376)**	
Interest Income	23,957	27,411	24,916	959	(2,495)	Increased to reflect revised interest earnings assumption. Shortfall explained as difference between accrued estimate and actual deposits.
Transfer from Reserve Fund	9,108	9,108	9,108		-	
Total General Fund	**$5,826,456**	**$5,844,373**	**$5,819,502**	**($6,954)**	**($24,871)**	

Attachment 1B

2018-19 General Fund Receipts
Plan and Actual Monthly Receipts Through September
(Thousand Dollars)

	2018-19 Budget	Plan Through September	Receipts Through September	Variance	Comments
Property Tax	$1,961,509	$84,510	$91,189	$6,679	
Property Tax Ex-CRA	97,252	399	0	(399)	
Licenses, Permits, Fees and Fines	1,128,045	149,923	175,527	25,604	
Utility Users Tax	641,570	175,300	166,221	(9,079)	$9.5m shortfall in electricity users tax. Gas surplus ($1.3m) offsets CUT shortfall ($900k).
Business Tax	590,000	28,720	26,606	(2,114)	Shortfall attributed to lower-than-adopted quarterly receipts from cannabis activity.
Sales Tax	557,990	139,220	143,792	4,572	The State altered the sales tax remittance schedule, increasing quarterly advance payments. Final cleanup payments will be lower reducing the current surplus.
Transient Occupancy Tax	322,160	84,970	86,729	1,759	Surplus attributed to additional receipts from short-term rental tax collection agreements.
Power Revenue Transfer	238,000	0	0	-	
Documentary Transfer Tax	214,548	58,580	60,293	1,713	Documentary transfer tax receipts are near plan. Sale volume remains low, due to high prices, low inventory and increasing interest rates. Recent trends in listing price reductions indicate a potential shift in the market which may impact receipts.
Parking Fines	141,900	35,220	32,186	(3,034)	Current year receipts are 7.1 percent below prior year receipts through September.
Parking Occupancy Tax	118,400	31,400	30,581	(819)	Monthly receipts are variable.
Franchise Income	78,816	19,173	18,231	(942)	Shortfall attributed to natural gas and solid waste collection franchise revenue.
State Motor Vehicle License Fees	2,127	-	-	-	
Grant Receipts	12,003	1,911	2,022	111	
Tobacco Settlement	10,952	-	-	-	
Residential Development Tax	5,280	1,320	1,034	(286)	
Special Parking Revenue Transfer	32,116	-	-	-	
Subtotal General Fund	**$6,152,668**	**$810,646**	**$834,411**	**$23,765**	
Interest Income	32,137	8,034	9,521	1,487	Monthly receipts are variable. Excess interest may be owed to special funds.
Transfer from Reserve Fund	5,791	-	-	-	
Total General Fund	**$6,190,596**	**$818,680**	**$843,933**	**$25,253**	

Attachment 1C

Property Tax by Account
Year-End and Monthly Receipts

(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19			
	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	PLAN THROUGH SEPTEMBER	ACTUAL THROUGH SEPTEMBER	VARIANCE
Secured	$1,178,302	$1,245,818	$1,319,317	$1,331,529	$2,310	$1,329,219	$1,407,129	$36,219	$45,656	$9,437
Unsecured	50,149	50,718	51,935	53,251	-	53,251	55,320	42,510	41,527	(983)
Homeowner Exemption	8,115	8,071	8,071	7,980	-	7,980	7,940	0	0	0
Supplemental	30,454	30,862	34,280	34,555	(878)	35,433	40,755	4,660	4,818	158
Redemptions	18,996	19,238	18,996	20,704	(324)	21,028	22,980	3,160	1,683	(1,477)
County Admin Charges	(16,586)	(17,380)	(18,220)	(18,885)	-	(18,885)	(20,664)	0	0	0
Refunds	(12,057)	(23,116)	(18,212)	(17,972)	1,113	(19,085)	(18,345)	(2,105)	(1,350)	755
Adjustments	126	663	260	821	(33)	854	297	66	(1,145)	(1,211)
1% Property Tax	**$1,257,499**	**$1,314,874**	**$1,396,427**	**$1,411,984**	**$2,189**	**$1,409,795**	**$1,495,412**	**$84,510**	**$91,189**	**$6,679**
VLF Replacement	387,567	412,738	437,328	439,849	-	439,849	466,097	0	0	0
Sales Tax Replacement	36,710	63,637	0	0	-	0	0	0	0	0
subtotal	*424,277*	*476,375*	*437,328*	*439,849*	-	*439,849*	*466,097*	*0*	*0*	*0*
Property Tax All Sources	**$1,681,776**	**$1,791,249**	**$1,833,755**	**$1,851,833**	**$2,189**	**$1,849,644**	**$1,961,509**	**$84,510**	**$91,189**	**$6,679**
% change from prior year	*0.4%*	*6.5%*	*2.4%*	*3.4%*		*3.3%*	*6.0%*			

The low growth for all property tax sources in 2015-16 and the subsequent higher growth in 2016-17 reflects the delayed receipt of sales tax replacement revenue coinciding with the end of the "triple flip." Correspondingly, the total growth in 2017-18 is low due to the permanent loss of this revenue.

Secured, unsecured and supplemental receipts were increased in the revised budget for 2017-18, Actual secured receipts for 2017-18 ended higher than revised. Current year receipts through September are also $6.7 million above plan, attributed to the July and August remittances of secured receipts corresponding to the end of the County's tax year. The adjusment category for the current year reflects the impact of the City's settlement payment to the Los Angeles Community College District for CRA-related litigation.

At this time it is too early to project year-end revenue as receipts through September represents only 4 percent of total property tax revenue and as the first secured remittance of the new tax period will not be recorded until December.

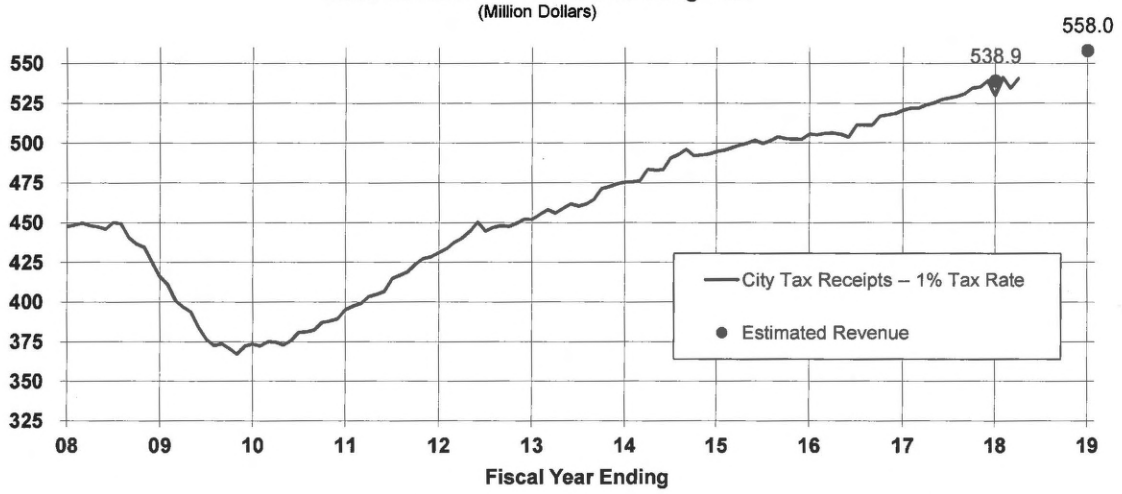
Attachment 1D

REVENUE MONTHLY STATUS REPORT
Sales Tax
(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	**ACTUAL**	**ACTUAL**	**ADOPTED**	**ACTUAL**	**VARIANCE**	**REVISED**	**ADOPTED**	**ACTUAL**	**VARIANCE**
JULY	$25,692	$33,658	$36,190	$35,137	$0	$35,137	$37,450	$46,392	$8,942
AUGUST	34,041	46,308	47,400	46,335	-	46,335	49,835	39,560	(10,275)
SEPTEMBER	37,121	49,734	49,490	51,765	-	51,765	51,935	57,841	5,906
OCTOBER	26,042	33,897	36,700	35,018	-	35,018	37,880		
NOVEMBER	34,817	44,682	48,450	46,993	-	46,993	49,745		
DECEMBER	34,702	53,963	48,540	54,916	-	54,916	54,015		
JANUARY	27,557	36,692	37,380	37,648	-	37,648	39,210		
FEBRUARY	36,673	48,827	49,510	50,449	-	50,449	51,755		
MARCH	38,996	47,241	47,050	50,927	-	50,927	51,210		
APRIL	31,193	32,034	33,580	32,632	(1,100)	33,732	35,315		
MAY	41,824	42,644	44,800	46,607	1,377	45,230	46,970		
JUNE	48,884	50,725	49,580	41,478	(9,252)	50,730	52,670		
TOTAL	**$417,541**	**$520,404**	**$528,670**	**$529,905**		**$538,880**	**$557,990**		
% CHANGE	*12.5%*	*24.6%*	*1.6%*	*1.6%*		*3.6%*	*3.3%*		

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	**ACTUAL**	**ACTUAL**	**PROPOSED**	**ACTUAL**	**VARIANCE**	**REVISED**	**PROPOSED**	**ACTUAL**	**VARIANCE**
JULY	$25,692	$33,658	$36,190	$35,137 #	$0	$35,137	$37,450	$46,392	$8,942
AUGUST	59,733	79,967	83,590	81,472	-	81,472	87,285	85,951	(1,334)
SEPTEMBER	96,854	129,701	133,080	133,237	-	133,237	139,220	143,792	4,572
OCTOBER	122,896	163,598	169,780	168,255	-	168,255	177,100		
NOVEMBER	157,713	208,279	218,230	215,248	-	215,248	226,845		
DECEMBER	192,415	262,242	266,770	270,164	-	270,164	280,860		
JANUARY	219,972	298,934	304,150	307,812	-	307,812	320,070		
FEBRUARY	256,645	347,761	353,660	358,261	-	358,261	371,825		
MARCH	295,641	395,001	400,710	409,188	-	409,188	423,035		
APRIL	326,834	427,035	434,290	441,820	(1,100)	442,920	458,350		
MAY	368,658	469,679	479,090	488,427	277	488,150	505,320		
JUNE	417,541	520,404	528,670	529,905	(8,975)	538,880	557,990		

Sales Tax Revenue - 12 Month Moving Sum
(Million Dollars)



Revenue growth in fiscal years 2015-16 and 2016-17 in the table above relect the phase out of the triple-flip and the restoral of the 1 percent sales tax remittance to local jurisdictions. The graph reflects adjusted revenue for 2015-16 and 2016-17 to reflect the full 1 percent rate.

After declines in revenue of more than 18 percent between fiscal years 2008-09 and 2009-10, the rate of sales tax growth has been steady, albeit slowing over time as a result of the shift in consumer spending from local to online purchasing and from taxable goods to non-taxable services. The State has yet to implement new collection guidelines for out-of-state online retailers as permited under the Supreme Court's recent ruling. May and June receipts for fiscal year 2017-18 and receipts-to-date for the current year reflect the State's recent change in their quarterly tax allocation schedule (highlighted in gray).

Attachment 1E

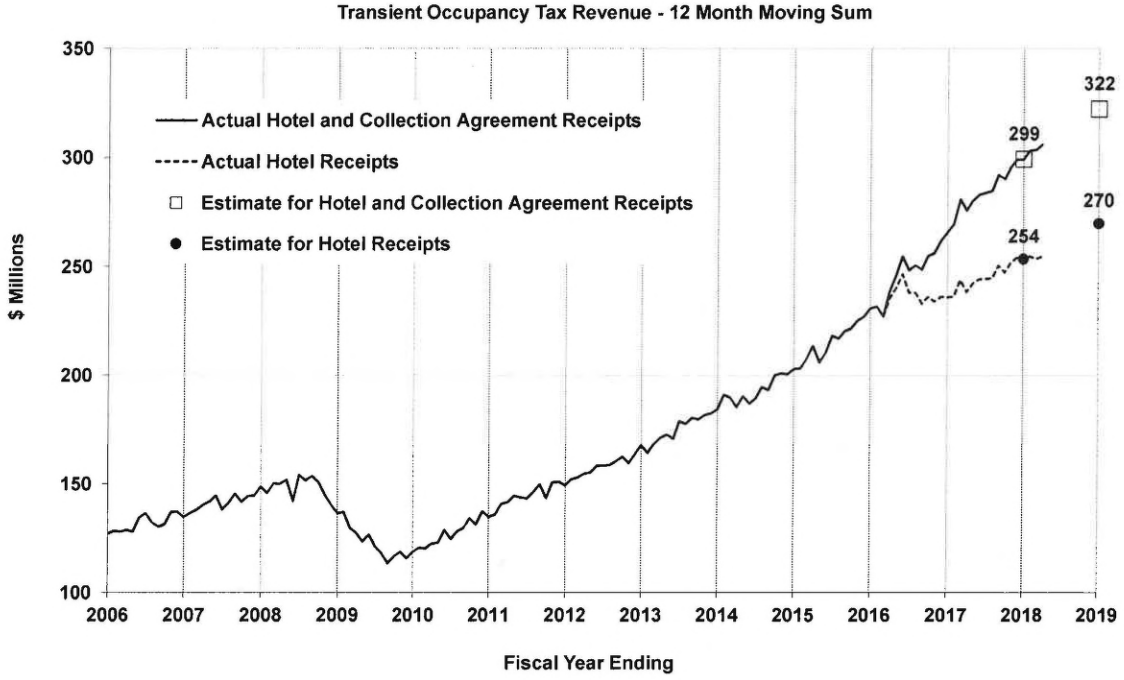
REVENUE MONTHLY STATUS REPORT
Transient Occupancy Tax (TOT)

(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$19,386	$20,253	$24,300	$24,185	$0	$24,185	$27,130	$28,194	$1,064
AUGUST	23,112	18,595	27,000	30,005	0	30,005	31,090	30,292	(798)
SEPTEMBER	19,605	30,896	24,500	25,698	0	25,698	26,750	28,243	1,493
OCTOBER	12,059	19,395	23,400	23,919	0	23,919	26,620		
NOVEMBER	14,635	23,599	21,900	26,191	0	26,191	23,050		
DECEMBER	26,758	20,461	20,300	21,468	0	21,468	24,500		
JANUARY	16,917	19,099	23,700	19,976	0	19,976	25,250		
FEBRUARY	16,833	14,887	19,200	22,134	0	22,134	24,710		
MARCH	20,080	26,260	24,100	24,314	0	24,314	26,110		
APRIL	20,165	21,567	24,100	27,054	1,246	25,808	27,620		
MAY	18,715	24,401	25,600	27,844	(11)	27,855	29,760		
JUNE	22,552	26,239	24,000	26,317	(1,333)	27,650	29,570		
TOTAL	**$230,818**	**$265,653**	**$282,100**	**$299,108**		**$299,205**	**$322,160**		
% CHANGE	*13.8%*	*15.1%*	*6.2%*	*12.6%*		*12.6%*	*7.7%*		

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$19,386	$20,253	$24,300	$24,185	$0	$24,185	$27,130	$28,194	$1,064
AUGUST	42,498	38,848	51,300	54,190	0	54,190	58,220	58,486	266
SEPTEMBER	62,104	69,743	75,800	79,888	0	79,888	84,970	86,729	1,759
OCTOBER	74,162	89,139	99,200	103,808	0	103,808	111,590		
NOVEMBER	88,797	112,738	121,100	129,999	0	129,999	134,640		
DECEMBER	115,555	133,199	141,400	151,467	0	151,467	159,140		
JANUARY	132,472	152,298	165,100	171,443	0	171,443	184,390		
FEBRUARY	149,305	167,186	184,300	193,577	0	193,577	209,100		
MARCH	169,386	193,445	208,400	217,892	0	217,892	235,210		
APRIL	189,551	215,013	232,500	244,946	1,246	243,700	262,830		
MAY	208,266	239,414	258,100	272,790	1,235	271,555	292,590		
JUNE	230,818	265,653	282,100	299,108	(97)	299,205	322,160		

Total transient occupancy receipts are near plan, with remittances made under tax collection agreements with short-term rental websites ($14.7 million through September) offsetting a $500,000 shortfall in projected tax revenue from hotels.



Attachment 1F

REVENUE MONTHLY STATUS REPORT

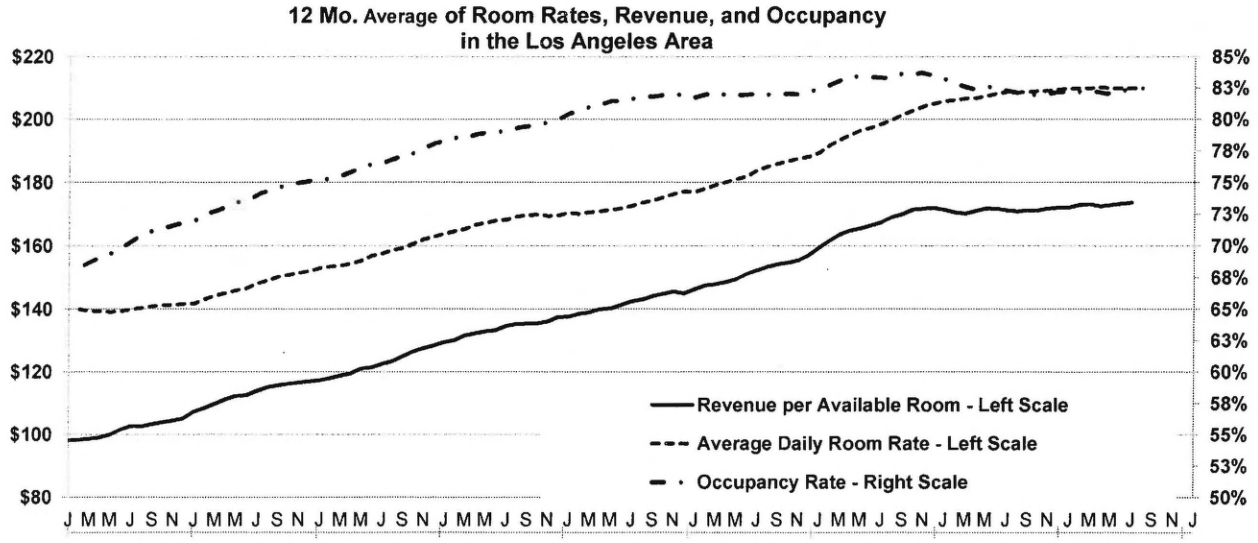
Transient Occupancy Tax -- Hotels and Misc Taxpayer Remittances

(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$19,386	$20,253	$21,400	$20,507	$0	$20,507	$22,920	$23,258	$338
AUGUST	23,112	18,595	23,800	26,185	$0	26,185	26,710	25,127	(1,583)
SEPTEMBER	19,605	27,890	21,600	22,303	$0	22,303	22,860	23,585	725
OCTOBER	12,059	16,746	20,600	20,745	$0	20,745	22,980		
NOVEMBER	14,635	21,063	19,300	22,868	$0	22,868	19,240		
DECEMBER	26,758	18,259	17,900	18,579	$0	18,579	21,190		
JANUARY	16,917	16,936	20,900	17,148	$0	17,148	22,010		
FEBRUARY	16,833	11,835	16,900	17,628	$0	17,628	19,550		
MARCH	20,080	23,198	21,200	20,097	$0	20,097	21,280		
APRIL	20,165	17,887	21,200	22,360	$1,205	21,155	22,290		
MAY	18,715	20,923	22,500	23,265	($195)	23,460	24,720		
JUNE	22,552	22,499	21,100	21,317	($1,608)	22,925	24,160		
TOTAL	**$230,818**	**$236,083**	**$248,400**	**$253,002**		**$253,600**	**$269,910**		
% CHANGE	*13.8%*	*2.3%*	*5.2%*	*7.2%*		*7.4%*	*6.7%*		

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$19,386	$20,253	$21,400	$20,507	$0	$20,507	$22,920	$23,258	$338
AUGUST	42,498	38,848	45,200	46,692	0	46,692	49,630	48,384	(1,246)
SEPTEMBER	62,104	66,738	66,800	68,995	0	68,995	72,490	71,969	(521)
OCTOBER	74,162	83,483	87,400	89,740	0	89,740	95,470		
NOVEMBER	88,797	104,546	106,700	112,608	0	112,608	114,710		
DECEMBER	115,555	122,805	124,600	131,187	0	131,187	135,900		
JANUARY	132,472	139,741	145,500	148,335	0	148,335	157,910		
FEBRUARY	149,305	151,576	162,400	165,963	0	165,963	177,460		
MARCH	169,386	174,775	183,600	186,060	0	186,060	198,740		
APRIL	189,551	192,661	204,800	208,420	1,205	207,215	221,030		
MAY	208,266	213,585	227,300	231,685	1,010	230,675	245,750		
JUNE	230,818	236,083	248,400	253,002	(598)	253,600	269,910		

Growth in hotel remittances is correlated with the change in number of rooms, rooms rates and occupancy. Average annual growth has slowed since the industry recovered from the impact of the great recession. Recent trends reflect increasing room supply, offset by decreasing occupancy and slowing growth in room rates and revenue per room.



Attachment 1G

REVENUE MONTHLY STATUS REPORT

Documentary Transfer Tax -- All Sources

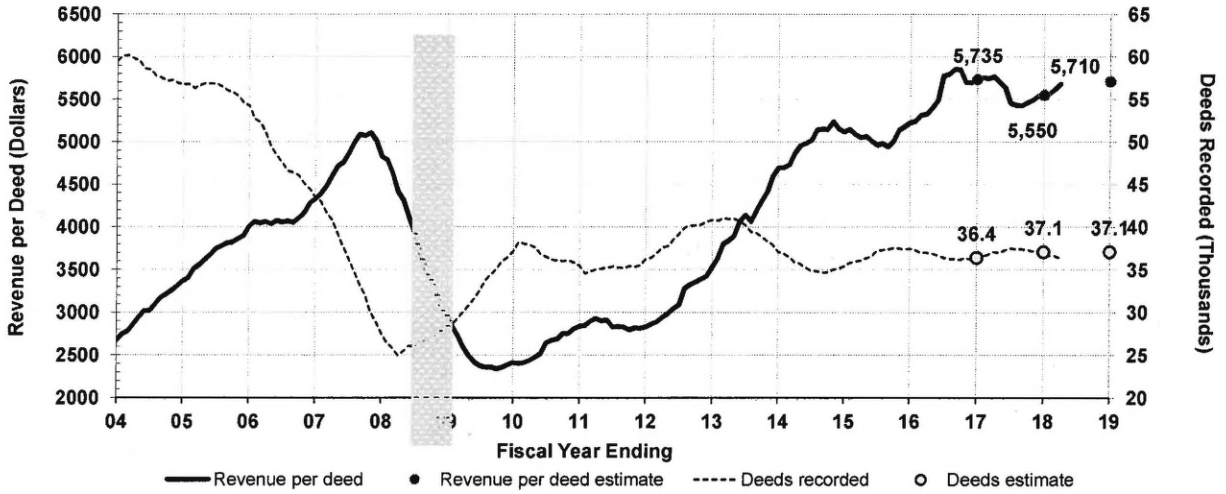
(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-2019		
MONTHLY	**ACTUAL**	**ACTUAL**	**PROPOSED**	**ACTUAL**	**VARIANCE**	**REVISED**	**PROPOSED**	**ACTUAL**	**VARIANCE**
JULY	$16,517	$16,548	$17,241	$18,172		$18,172	$16,275	$17,591	$1,316
AUGUST	19,014	19,973	20,670	20,507	-	20,507	23,360	22,705	(655)
SEPTEMBER	15,922	17,139	17,090	19,675	-	19,675	18,945	19,996	1,051
OCTOBER	16,572	18,361	19,100	15,584	-	15,584	15,880	-	-
NOVEMBER	16,380	17,861	18,600	18,481	-	18,481	20,510	-	-
DECEMBER	14,239	22,618	23,530	16,708	-	16,708	15,445	-	-
JANUARY	19,030	18,201	18,961	17,056	-	17,056	21,158	-	-
FEBRUARY	11,351	13,512	14,051	13,466	-	13,466	14,448	-	-
MARCH	13,807	13,311	13,761	14,343	-	14,343	12,653	-	-
APRIL	21,962	17,564	19,461	18,186	1,524	16,661	17,058	-	-
MAY	16,355	15,095	18,591	16,902	(1,949)	18,851	19,293	-	-
JUNE	17,288	19,886	18,041	18,736	(340)	19,076	19,523	-	-
TOTAL	**$198,438**	**$210,070**	**$219,097**	**$207,815**		**$208,580**	**$214,548**		
% CHANGE	0.9%	5.9%	4.3%	-1.1%		-0.7%	3.2%		

	2015-16	2016-17	2017-18				2018-2019		
CUMULATIVE	**ACTUAL**	**ACTUAL**	**PROPOSED**	**ACTUAL**	**VARIANCE**	**REVISED**	**PROPOSED**	**ACTUAL**	**VARIANCE**
JULY	$16,517	$16,548	$17,241	$18,172		$18,172	$16,275	$17,591	$1,316
AUGUST	35,531	36,522	37,911	38,679	-	38,679	39,635	40,297	662
SEPTEMBER	51,453	53,661	55,001	58,353	-	58,353	58,580	60,293	1,713
OCTOBER	68,025	72,022	74,101	73,937	-	73,937	74,460	60,293	1,713
NOVEMBER	84,405	89,883	92,701	92,418	-	92,418	94,970	60,293	1,713
DECEMBER	98,644	112,501	116,231	109,126	-	109,126	110,415	60,293	1,713
JANUARY	117,674	130,702	135,192	126,182	-	126,182	131,573	60,293	1,713
FEBRUARY	129,026	144,214	149,243	139,648	-	139,648	146,021	60,293	1,713
MARCH	142,832	157,525	163,004	153,992	-	153,992	158,674	60,293	1,713
APRIL	164,794	175,089	182,465	172,177	1,524	170,653	175,732	60,293	1,713
MAY	181,149	190,184	201,056	189,079	(425)	189,504	195,025	60,293	1,713
JUNE	198,438	210,070	219,097	207,815	(765)	208,580	214,548	60,293	1,713

City Revenue Per Recorded Deed* vs Deeds Recorded 12-Month Moving Average

(*Imputed from documentary transfer tax receipts and deed recordings)



City documentary transfer tax revenue is a factor of home sales volume and price. Sales volume, as indidcated by number of deeds, has remained relatively constant since 2016, while price per deed has improved from last year's decline. For the southern California region, record high prices and increasing mortgate rates has put housing affordability at a 10-year low. These trends combined with limited inventory, have resulted in fewer completed sales. A growing trend in listing price reductions, indicates a potential shift in the market.

Attachment 1H

REVENUE MONTHLY STATUS REPORT
Utility Users Tax
(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	**ACTUAL**	**ACTUAL**	**ADOPTED**	**ACTUAL**	**VARIANCE**	**REVISED**	**ADOPTED**	**ACTUAL**	**VARIANCE**
JULY	$43,748	$49,341	$59,600	$53,453	$0	$53,453	$58,165	$55,690	($2,475)
AUGUST	48,892	51,333	61,420	52,805	0	52,805	60,600	54,991	(5,609)
SEPTEMBER	54,231	44,168	57,360	52,199	0	52,199	56,535	55,540	(995)
OCTOBER	56,223	58,001	56,550	54,340	0	54,340	55,970		
NOVEMBER	61,903	67,052	51,120	50,626	0	50,626	50,325		
DECEMBER	51,766	41,362	53,270	59,132	0	59,132	52,495		
JANUARY	56,694	53,807	55,250	46,999	0	46,999	53,455		
FEBRUARY	55,486	50,118	54,450	45,908	0	45,908	52,700		
MARCH	49,948	59,629	55,160	59,184	0	59,184	52,605		
APRIL	51,017	56,188	50,990	51,000	786	50,214	49,695		
MAY	39,661	41,353	52,400	51,787	2,982	48,805	48,565		
JUNE	45,133	52,479	53,630	48,420	(2,365)	50,785	50,460		
TOTAL	**$614,702**	**$624,831**	**$661,200**	**$625,853**		**$624,450**	**$641,570**		
% CHANGE	-3.9%	1.6%	5.8%	0.2%		-0.1%	2.7%		

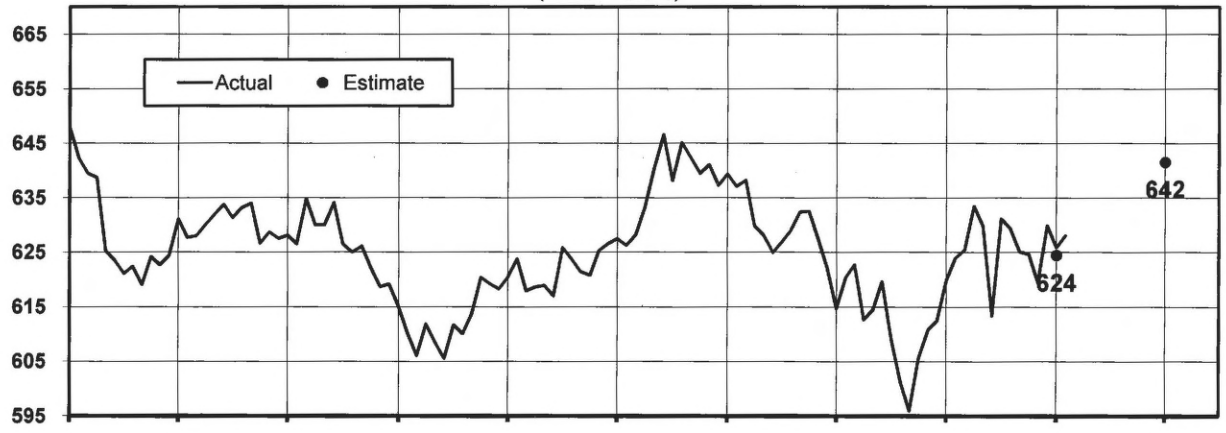
* Adjusted

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	**ACTUAL**	**ACTUAL**	**ADOPTED**	**ACTUAL**	**VARIANCE**	**REVISED**	**ADOPTED**	**ACTUAL**	**VARIANCE**
JULY	$43,748	$49,341	59,600	53,453	0	53,453	$58,165	$55,690	($2,475)
AUGUST	92,640	100,673	121,020	106,257	0	106,257	118,765	110,681	(8,084)
SEPTEMBER	146,871	144,842	178,380	158,457	0	158,457	175,300	166,221	(9,079)
OCTOBER	203,094	202,843	234,930	212,797	0	212,797	231,270		
NOVEMBER	264,996	269,895	286,050	263,423	0	263,423	281,595		
DECEMBER	316,762	311,257	339,320	322,555	0	322,555	334,090		
JANUARY	373,456	365,064	394,570	369,554	0	369,554	387,545		
FEBRUARY	428,942	415,182	449,020	415,462	0	415,462	440,245		
MARCH	478,890	474,811	504,180	474,646	0	474,646	492,850		
APRIL	529,907	530,999	555,170	525,646	786	524,860	542,545		
MAY	569,569	572,352	607,570	577,433	3,768	573,665	591,110		
JUNE	614,702	624,831	661,200	625,853	1,403	624,450	641,570		

The utility users tax is the sum of the users tax for natural gas, electricity and telecommunication services.The gas users tax component rises and falls with changes in the natural gas market. The increasingly competitive telecommunications marketplace has correlated with the decline in communications users tax receipts in recent years. Change in electric users tax receipts is primarily caused by trends in consumption and changes in power rates; although recent year revenue has been impacted by billing system issues.

A greater-than-projected decline in communication users tax and lower-than-projected growth in electricity users tax resulted in a $35.4 million year-end shortfall for 2017-18. Current year receipts through September are $9.1 million behind plan attributed to lower electricity users tax receipts..

Utility Users Tax - 12-Month Moving Sum
(MIllion Dollars)



Attachment 1l

REVENUE MONTHLY STATUS REPORT
Electricity Users Tax
(Thousand Dollars)

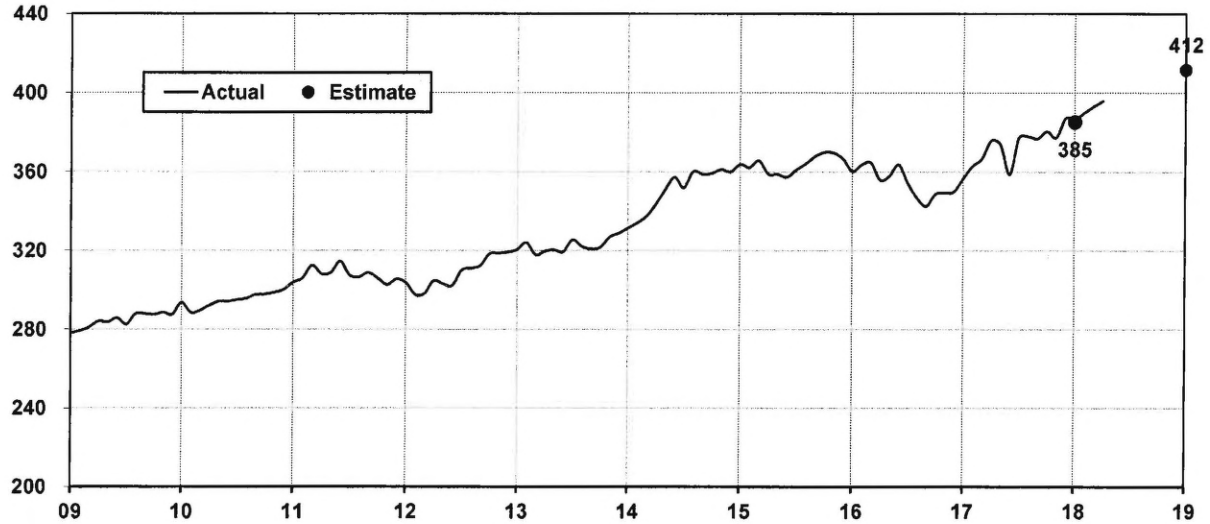
	2015-16	2016-17	2017-18				2018-19		
MONTHLY	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$23,586	$26,855	$39,220	$33,184	0	$33,184	$39,260	$36,541	($2,719)
AUGUST	28,945	30,030	41,330	33,658	0	33,658	42,155	36,754	(5,401)
SEPTEMBER	33,521	24,764	37,430	33,977	0	33,977	38,160	36,810	(1,350)
OCTOBER	35,349	37,235	36,730	35,238	0	35,238	37,760		
NOVEMBER	41,436	47,289	31,500	32,278	0	32,278	32,365		
DECEMBER	30,644	21,287	32,650	39,793	0	39,793	33,665		
JANUARY	32,446	25,011	32,290	25,619	0	25,619	32,865		
FEBRUARY	28,261	24,058	29,290	23,111	0	23,111	29,270		
MARCH	28,511	34,577	32,180	38,140	0	38,140	31,965		
APRIL	30,680	31,326	29,650	28,240	(70)	28,310	29,570		
MAY	21,510	22,197	31,690	31,994	1,704	30,290	31,670		
JUNE	25,415	31,987	33,040	31,293	(359)	31,652	32,965		
TOTAL	**$360,305**	**$356,617**	**$407,000**	**$386,525**		**385,250**	**$411,670**		
% CHANGE	-0.9%	-1.0%	14.1%	8.4%		8.0%	6.5%		

* Adjusted

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	ACTUAL	ACTUAL	ADOPTED	ACTUAL	VARIANCE	REVISED	ADOPTED	ACTUAL	VARIANCE
JULY	$23,586	$26,855	39,220	33,184	0	33,184	39,260	36,541	(2,719)
AUGUST	52,531	56,886	80,550	66,842	0	66,842	81,415	73,295	(8,120)
SEPTEMBER	86,052	81,650	117,980	100,819	0	100,819	119,575	110,105	(9,470)
OCTOBER	121,401	118,885	154,710	136,057	0	136,057	157,335		
NOVEMBER	162,838	166,174	186,210	168,335	0	168,335	189,700		
DECEMBER	193,482	187,461	218,860	208,128	0	208,128	223,365		
JANUARY	225,928	212,472	251,150	233,747	0	233,747	256,230		
FEBRUARY	254,188	236,530	280,440	256,858	0	256,858	285,500		
MARCH	282,700	271,107	312,620	294,998	0	294,998	317,465		
APRIL	313,380	302,433	342,270	323,238	(70)	323,308	347,035		
MAY	334,890	324,630	373,960	355,232	1,634	353,598	378,705		
JUNE	360,305	356,617	407,000	386,525	1,275	385,250	411,670		

Elecrticity users tax ended $20.5 million below planned receipts in 2017-18. This follows a shortfall of $9.5 million in 2016-17 and $11.9 million in Fiscal Year 2015-16. Current year receipts are currently $9.5 million behind plan.

Electricity Users Tax - 12 Month Moving Sum
(Million Dollars)



Attachment 1J

REVENUE MONTHLY STATUS REPORT

Business Tax

(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	**ACTUAL**	**ACTUAL**	**BUDGET**	**ACTUAL**	**VARIANCE**	**REVISED**	**PROPOSED**	**ACTUAL**	**VARIANCE**
JULY	$8,598	$6,122	$6,140	$6,194	$0	$6,194	$12,100	$7,471	($4,629)
AUGUST	5,898	6,181	6,200	26,848	-	26,848	9,410	11,049	1,639
SEPTEMBER	4,640	5,750	5,770	4,068	-	4,068	7,210	8,087	877
OCTOBER	6,158	4,598	4,620	4,310	-	4,310	5,770		
NOVEMBER	2,898	7,565	7,590	2,684	-	2,684	8,040		
DECEMBER	7,737	4,684	4,700	5,773	-	5,773	10,090		
JANUARY	23,557	27,031	27,130	33,384	-	33,384	31,060		
FEBRUARY	168,164	143,621	144,160	154,605	-	154,605	180,630		
MARCH	238,418	268,714	269,720	270,869	-	270,869	274,340		
APRIL	12,251	15,934	14,290	14,563	2,298	12,265	12,710		
MAY	20,808	28,629	14,290	21,420	420	21,000	27,660		
JUNE	10,637	9,248	14,290	9,718	718	9,000	10,980		
TOTAL	**$509,765**	**$528,076**	**$518,900**	**$554,435**		**$551,000**	**$590,000**		
% CHANGE	2.5%	3.6%	-1.7%	5.0%		4.3%	7.1%		
		3.74%				547,803	590,000		

	2015-16	2016-17	2017-18				2018-19		
CUMULATIV	**ACTUAL**	**ACTUAL**	**BUDGET**	**ACTUAL**	**VARIANCE**	**REVISED**	**PROPOSED**	**ACTUAL**	**VARIANCE**
JULY	$8,598	$6,122	$6,140	$6,194	$0	$6,194	$12,100	$7,471	($4,629)
AUGUST	14,495	12,302	12,340	33,042	-	33,042	21,510	18,519	(2,991)
SEPTEMBER	19,135	18,052	18,110	37,111	-	37,111	28,720	26,606	(2,114)
OCTOBER	25,293	22,650	22,730	41,421	-	41,421	34,490		
NOVEMBER	28,192	30,215	30,320	44,105	-	44,105	42,530		
DECEMBER	35,928	34,900	35,020	49,877	-	49,877	52,620		
JANUARY	59,485	61,931	62,150	83,261	-	83,261	83,680		
FEBRUARY	227,650	205,551	206,310	237,866	-	237,866	264,310		
MARCH	466,068	474,265	476,030	508,735	-	508,735	538,650		
APRIL	478,319	490,199	490,330	523,298	2,298	521,000	551,360		
MAY	499,128	518,828	504,630	544,717	2,717	542,000	579,020		
JUNE	509,765	528,076	518,930	554,435	3,435	551,000	590,000		

Final 2017-18 receipts ended $35.5 million above the adopted budget as a result of $20 million tax discovery payment as well as higher-than-projected economic growth, offseting the delay of receipts from cannabis-related business activities. The adoption of a quarterly remittance schedule for cannabis businesses and the delayed implementation means five quarters of revenue will be recorded in 2018-19. The adopted budget assumes increasing quarterly payments totaling $40.2 million. To date, two quarters of cannabis tax revenue have been received, with total receipts $2.2 million behind plan. Total business tax revenue through September is $1.1 million behind plan.

Attachment 1K

REVENUE MONTHLY STATUS REPORT

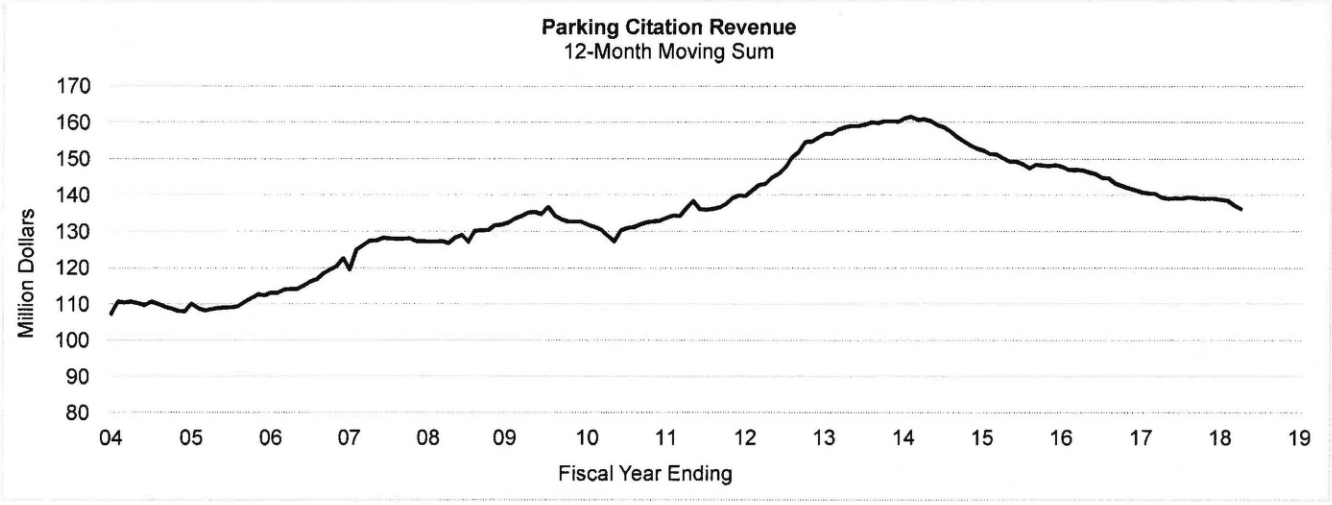
Parking Fines

(Thousand Dollars)

	2015-16	2016-17	2017-18				2018-19		
MONTHLY	**ACTUAL**	**ACTUAL**	**ADOPTED**	**ACTUAL**	**VARIANCE**	**REVISED**	**ADOPTED**	**ACTUAL**	**VARIANCE**
JULY	$12,598	$11,686	$11,550	$11,441	$0	$11,441	$11,930	$11,216	($714)
AUGUST	12,371	12,416	13,200	12,223	-	12,223	11,790	10,868	(922)
SEPTEMBER	11,960	11,900	11,010	10,994	-	10,994	11,500	10,103	(1,397)
OCTOBER	12,089	11,518	12,110	11,139	-	11,139	11,880		
NOVEMBER	11,333	10,834	11,010	11,052	-	11,052	10,930		
DECEMBER	11,528	10,491	11,010	10,402	-	10,402	11,110		
JANUARY	11,769	11,611	12,110	11,827	-	11,827	11,970		
FEBRUARY	12,346	10,861	11,010	10,805	-	10,805	11,280		
MARCH	13,761	13,070	11,560	12,815	-	12,815	13,160		
APRIL	12,952	12,399	12,110	12,405	3	12,403	12,530		
MAY	12,893	12,349	12,660	12,272	(28)	12,300	12,190		
JUNE	12,283	11,638	11,560	11,392	(208)	11,600	11,630		
TOTAL	$147,884	$140,773	$140,900	$138,766		$139,000	$141,900		
% CHANGE	*-2.9%*	*-4.8%*	*0.0%*	*-1.4%*		*-1.3%*	*2.1%*		
	($4,409)	($7,111)		($2,006)			141900		

	2015-16	2016-17	2017-18				2018-19		
CUMULATIVE	**ACTUAL**	**ACTUAL**	**ADOPTED**	**ACTUAL**	**VARIANCE**	**REVISED**	**ADOPTED**	**ACTUAL**	**VARIANCE**
JULY	$12,598	$11,686	$11,550	$11,441	$0	$11,441	$11,930	$11,216	($714)
AUGUST	24,969	24,101	24,750	23,664	-	23,664	23,720	22,083	(1,637)
SEPTEMBER	36,929	36,001	35,760	34,659	-	34,659	35,220	32,186	(3,034)
OCTOBER	49,018	47,520	47,870	45,798	-	45,798	47,100		
NOVEMBER	60,352	58,354	58,880	56,849	-	56,849	58,030		
DECEMBER	71,880	68,845	69,890	67,252	-	67,252	69,140		
JANUARY	83,649	80,456	82,000	79,078	-	79,078	81,110		
FEBRUARY	95,994	91,317	93,010	89,883	-	89,883	92,390		
MARCH	109,756	104,387	104,570	102,697	-	102,697	105,550		
APRIL	122,708	116,786	116,680	115,103	3	115,100	118,080		
MAY	135,601	129,134	129,340	127,374	(26)	127,400	130,270		
JUNE	147,884	140,773	140,900	138,766	(234)	139,000	141,900		

Current year revenue is $3.0 million below plan, which is 7.1 percent lower than revenue through September in the prior fiscal year. This current shortfall follows four years of consecutive declines in revenue ($8.9 million, $4.4 million, $7.1 million and $2.0 million, for fiscal years 2014-15, 2015-16, 2016-17 and 2017-18, respectively), equal to a 13.8 percent reduction of 2013-14 receipts of $161.1 million. The Department of Transportation anticipates that revenue will increase in the latter half of the year.



ATTACHMENT 2
SCHEDULE OF REVERSIONS TO RESERVE AND OTHER FUNDS
FYE JUNE 30, 2018

Dept No.	Department Name	Balance	Reversion to Other Special Funds	Reversion to Reserve Fund
02	Aging	172,594.62	23,987.77	148,606.85
06	Animal Services	395,602.86	435.78	395,167.08
08	Building and Safety	14,236,180.27	13,421,285.30	814,894.97
10	CAO	2,431,436.95	211,322.47	2,220,114.48
11	Public Accountability	1,221,423.21	0.00	1,221,423.21
12	City Attorney	730,697.05	396,258.29	334,438.76
13	Cannabis	411,877.90	0.00	411,877.90
14	City Clerk	536,662.68	0.00	536,662.68
17	City Ethics	42,154.20	42,154.20	0.00
22	Economic and Workforce Dev't	666,644.96	31,657.25	634,987.71
26	Controller	1,617,782.76	1,268.90	1,616,513.86
28	Council	10,559,844.24	1,021.05	10,558,823.19
30	Cultural Affairs	1,958,399.72	1,958,399.72	0.00
32	ITA	5,687,071.20	73,290.34	5,613,780.86
33	El Pueblo	38,841.73	38,841.73	0.00
35	Emergency Management	90,285.10	0.00	90,285.10
36	Employee Relations	25,286.76	0.00	25,286.76
38	Fire	13,485,203.73	3,432,777.98	10,052,425.75
39	Finance	1,888,270.15	3,768.93	1,884,501.22
40	GSD	25,080,457.80	6,360,469.45	18,719,988.35
43	Housing	898,292.88	7,713.96	890,578.92
46	Mayor	5,228,110.47	0.00	5,228,110.47
47	Neighborhood Empowerment	39,648.80	39,648.80	0.00
48	Convention Center	75,555.70	75,555.70	0.00
53	Capital Finance	1,895,715.10	0.00	1,895,715.10
54	CIP	73,844,686.44	33,450,873.76	40,393,812.68
56	General City Purposes	11,057,778.91	2,712,652.08	8,345,126.83
58	Unappropriated Balance	26,719,846.88	0.00	26,719,846.88
59	Liability Claims	8,014,261.12	0.00	8,014,261.12
60	Water and Electricity	0.00	0.00	0.00
61	Human Resources	2,998,985.66	0.00	2,998,985.66
62	General	647,278.74	0.00	647,278.74
65	Disability	87,444.17	0.00	87,444.17
66	Personnel	1,964,115.12	921,082.63	1,043,032.49
68	Planning	4,738,557.32	4,465,962.09	272,595.23
70	Police	12,544,066.04	679,489.03	11,864,577.01
74	PW Board Office	767,710.41	656,094.60	111,615.81
76	PW Bu of Contract Admin	1,721,782.51	1,469,626.97	252,155.54
78	PW Bu of Engineering	2,675,638.85	2,474,883.31	200,755.54
82	PW Bu of Sanitation	13,016,863.68	13,004,495.96	12,367.72
84	PW Bu of St Lighting	2,955,603.90	2,955,603.90	0.00
86	PW Bu of St Services	5,621,665.43	854,864.42	4,766,801.01
87	Zoo	853,325.88	853,325.88	0.00
94	Transportation	9,706,507.73	8,300,793.13	1,405,714.60
Total		**269,350,159.63**	**98,919,605.38**	**170,430,554.25**

Total 2017-18 Reserve Fund Year-End Reversion	170,430,554.25
2017-18 Reserve Fund Reversion Estimated in the 2018-19 Budget	95,400,000.00
Difference between Actual and Estimated Reversion	**75,030,554.25**

ATTACHMENT 3
STATUS OF RESERVE FUND AS OF 09/30/2018

Council File No.	Item Description		Amount
Balance Available, 7/1/2018			$ 345,785,548.99
Less: Emergency Reserve Account			$ 170,241,000.00
Contingency Reserve Account 7/1/2018			$ 175,544,548.99
General Fund Appropriation to the Reserve Fund			-
Loan Repayment and Other Receipts			15,386,838.34
Contingency Reserve Account			$ 190,931,387.33
Loans and Transfers Approved to Date			
CAO Memo	Los Angeles Convention Tourism and Convention Board (LA Inc.)	(1,857,341.20)	
18-0106	HCID Consolidated Plan Projects	(468,859.51)	
Revenue Bond Claim	Electric Plant Revenu Bond - Michael J. Voskian	(25,387.50)	
16-0010-S34	LAPD Special Reward Trust Fund	(15,000.00)	
18-0106	HCID Consolidated Plan Projects	(1,000,692.80)	
18-0106	HCID Consolidated Plan Projects	(457,814.32)	
18-0106	HCID Consolidated Plan Projects	(300,932.92)	
18-0106	HCID Consolidated Plan Projects	(395,915.14)	
09-0010-S9	LAPD Special Reward Trust Fund	(125,000.00)	
17-0600-S119	LAFD Fire Boat Maintenance and Repair Reappropriation	(40,299.07)	
17-0973-S1	GCP - Illegal Firearm Recovery Reappropriation	(25,000.00)	
Loans and Transfers Approved to Date Subtotal			$ (4,712,242.46)
	Contingency Reserve Available Balance as of 9/30/2018		**$ 186,219,144.87**
Total Emergency and Contingency Reserve Fund			**$ 356,460,144.87**

ATTACHMENT 4A

FOUR-YEAR GENERAL FUND BUDGET OUTLOOK
($ millions)

	Adopted 2018-19	2019-20	2020-21	2021-22	2022-23
ESTIMATED GENERAL FUND REVENUE					
General Fund Base (1)	$ 5,826.5	**$ 6,190.6**	**$ 6,294.0**	**$ 6,465.3**	**$ 6,642.8**
Revenue Growth (2)					
Property Related Taxes (3)	**146.7**	**78.7**	**90.4**	**94.0**	**97.7**
Sales and Business Taxes (4)	**100.4**	**12.3**	**29.7**	30.3	**31.1**
Utility Users Tax (5)	(19.7)	4.3	3.9	4.4	4.8
License, Permits, Fees, and Fines (6)	**81.1**	**3.8**	**27.2**	**27.8**	**28.5**
Other Fees, Taxes, and Transfers (7)	**65.4**	**18.7**	20.1	21.0	18.7
SPRF Transfer (8)	(6.5)	(8.6)	-	-	-
Transfer from the Budget Stabilization Fund (9)	-	-	-	-	-
Transfer from Reserve Fund (10)	**(3.3)**	**(5.8)**	-	-	-
Total Revenue	**$ 6,190.6**	**$ 6,294.0**	**$ 6,465.3**	**$ 6,642.8**	**$ 6,823.6**
General Fund Revenue Increase %	***6.2%***	***1.7%***	***2.7%***	***2.7%***	***2.7%***
General Fund Revenue Increase $	***364.1***	***103.4***	***171.3***	***177.5***	***180.8***
ESTIMATED GENERAL FUND EXPENDITURES					
General Fund Base (11)	$ 5,826.5	**$ 6,190.6**	**$ 6,454.3**	**$ 6,521.6**	**$ 6,608.4**
Incremental Changes to Base: (12)					
Employee Compensation Adjustments (13)	116.9	**141.5**	**43.4**	**54.1**	**55.1**
City Employees' Retirement System (14)	**37.6**	**30.4**	(0.6)	2.5	**16.8**
Fire and Police Pensions (14)	**53.0**	**52.6**	(12.8)	**(36.1)**	5.3
Workers' Compensation Benefits (15)	19.0	5.2	5.2	8.3	13.5
Health, Dental, and Other Benefits (16)	**27.3**	40.3	42.6	49.2	54.3
Debt Service (17)	11.9	(1.0)	(4.0)	(3.4)	(35.5)
Delete Resolution Authorities (18)	(53.2)	-	-	-	-
Add New and Continued Resolution Authorities (1	**64.0**	-	-	-	-
Delete One-Time Costs (19)	(45.0)	**(18.6)**	-	-	-
Add One-Time Costs (19)	**37.3**	-	-	-	-
Comprehensive Homeless Strategy (20)	**52.6**	**(33.5)**	-	-	-
Unappropriated Balance (21)	**4.6**	**(24.1)**	-	-	-
City Elections (22)	4.5	5.5	(3.3)	3.3	(3.3)
CIEP-Municipal Facilities and Physical Plant (23)	**8.4**	-	-	-	-
CIEP-Sidewalks (24)	5.1	7.1	-	-	5.7
CIEP-Pavement Preservation (25)	5.6	15.0	3.3	3.3	3.4
Appropriation to the Reserve Fund (26)	-	-	-	-	-
Appropriation to the Budget Stabilization Fund (27	-	-	-	-	-
Net - Other Additions and Deletions (28)	**14.5**	43.3	(6.5)	5.6	(0.4)
Subtotal Expenditures	**$ 6,190.6**	**$ 6,454.3**	**$ 6,521.6**	**$ 6,608.4**	**$ 6,723.3**
Expenditure Growth %	***6.2%***	***4.3%***	***1.0%***	***1.3%***	***1.7%***
Expenditure Growth $	***364.1***	***263.7***	***67.3***	***86.8***	***114.9***
TOTAL BUDGET GAP (29)	**$ -**	**$ (160.3)**	**$ (56.3)**	**$ 34.4**	**$ 100.3**
Incremental Increase %			***(64.9%)***	***(161.1%)***	***191.6%***
Incremental Increase $		***(160.3)***	***104.0***	***90.7***	***65.9***

FOUR-YEAR GENERAL FUND BUDGET OUTLOOK FOOTNOTES

REVENUE:

(1) General Fund (GF) Base: The revenue base for each year represents the prior year's estimated revenues.

(2) Revenue Growth: Revenue projections reflect the consensus of economists that the economic recovery will continue. Individual economically-sensitive revenues may grow up to seven percent. The amounts represent projected incremental change to the base. Any one-time receipts are deducted from the estimated revenue growth for the following fiscal year.

The total projected revenue reflects above average growth in 2018-19 attributed to one-time transfers and new ongoing revenue. Subsequent years include average growth.

(3) Property tax growth is projected at 6 percent for 2018-19 with average growth for subsequent fiscal years. Documentary Transfer and Residential Development Taxes are volatile revenues and have realized large increases in recent years following large declines. Low growth for 2018-19 reflects modest price growth and flat sales. The Outlook includes steady growth in outgoing years as home prices are restrained by affordability.

(4) Business tax and Sales tax are projected to experience increased growth for 2018-19 based on cannabis-related business and sales activity. Higher growth in Business tax is projected in outgoing years due in part to cannabis-related activity. Sales tax growth is based on available economic forecasts and assumes lower growth in outgoing years based on the continuing shift in spending from local to online retailers.

(5) Electricity users tax reflects increased growth for 2018-19 consistent with estimates provided by the Department of Water and Power, reflecting current assumptions on rates and electricity consumption and adjusted to reflect uncollectable receipts. The outgoing years of revenue are consistent with historical growth.

The 2018-19 decline in gas users tax revenue is based on natural gas prices determined by the futures market. The subsequent years reflect the ongoing forecast of permanently lower revenue as a result of a legal settlement that reduces the tax base.

The decline in communications users tax revenue has resumed despite the implementation of AB1717, which recovers lost revenue from the prepaid wireless market, due to aggressive wireless plan pricing and the decrease in landline use.

(6) The projected revenue growth in License, Permits, and Fees is dependent on policy decisions to increase departmental fees and collect full overhead cost reimbursements. The assumed modest growth is within range of the historical average. The 2018-19 amount reflects new ongoing revenue from LAPD's contract with Los Angeles County Metropolitan Transportation Authority for security services, billboard leasing and relocation agreements, and as-needed and part-time related cost recovery. For 2018-19, reimbursements to the General Fund are based on Cost Allocation Plan 40, which is published by the Controller.

(7) Increases in 2018-19 reflect growth in the Transient Occupancy Tax and Parking Occupancy Tax. Transient Occupancy Tax growth reflects ongoing receipts from tax collection agreements between the City and short-term rentals. The Outlook assumes steady growth in the tax revenues in outgoing years. The Power Revenue Transfer estimate for 2018-19 is provided by the Department of Water and Power. No growth in this revenue is assumed.

(8) Revenue from the Special Parking Revenue Fund (SPRF) represents the projected surplus that may be available to transfer to the General Fund after accounting for debt service and other expenditures associated with the maintenance, upgrades, and repairs of parking structures, meters, and related assets. The annual base-level surplus is $23.5 million. Any amounts above this are considered one-time receipts and deducted from the estimated revenue growth for the following fiscal year. The transfer in 2018-19 is $8.6 million above the base-level transfer, or $6.5 million less than the 2017-18 transfer.

(9) Transfers from the Budget Stabilization Fund (BSF) are subject to an available balance in the BSF and to restrictions set forth in the BSF ordinance. BSF transfers are considered one-time receipts and are deducted from the estimated revenue growth for the following fiscal year. No transfers from the BSF are assumed.

(10) The transfer from the Reserve Fund in 2018-19 of $5.8 million is a decrease of $3.3 million from the transfer included in the 2017-18 Budget. The Outlook does not include any transfers in subsequent years. The 2018-19 Reserve Fund balance is 5.67 percent of General Fund revenues.

ESTIMATED GENERAL FUND EXPENDITURES:

(11) General Fund Base: Using the 2017-18 General Fund budget as the baseline year, the General Fund base carries over all estimated General Fund expenditures from the prior year to the following fiscal year.

(12) The 2018-19 incremental changes reflect funding adjustments to the prior fiscal year General Fund budget. The Four-Year Outlook expenditures included for subsequent years are limited to those obligatory and major expenses known at this time and are subject to change.

(13) Employee Compensation Adjustments: The 2018-19 amount includes employee compensation adjustments consistent with existing labor agreements and full funding for partially financed positions from the prior year. Fiscal years 2019-20 through 2022-23 reflect restoration of one-time salary reductions from the prior year, changes in the number of working days, and existing labor agreements with City bargaining units.

(14) City Employment Retirement System (LACERS) and Fire and Police Pensions (LAFPP): The contributions are based on information commissioned or requested by the CAO from the departments' actuaries and include the employee compensation adjustment assumptions noted above. The LACERS contribution rate is a combination of the Tier 1 and Tier 3 rates and payroll assumptions. In 2017, the boards of commissioners for LACERS and LAFPP adopted economic assumption changes, including reducing the assumed investment rate of return from 7.50 percent to 7.25 percent. The contribution rates below include the adopted assumption changes. In 2018, the board of commissioners for LACERS is expected to reconsider both economic and demographic assumptions that may include proposed further reductions to the assumed investment rate of return. The impacts of future assumption changes on the City contribution to LACERS are not included in this Outlook.

Table 1
LACERS and LAFPP

Assumptions	2018-19	2019-20	2020-21	2021-22	2022-23
LACERS					
6/30th Investment Returns	7.25%	7.25%	7.25%	7.25%	7.25%
Combined Contribution Rate	28.02%	27.81%	27.34%	26.94%	27.27%
Pensions					
6/30th Investment Returns	7.25%	7.25%	7.25%	7.25%	7.25%
Combined Contribution Rate	46.85%	47.43%	45.83%	42.66%	42.11%

(15) Workers' Compensation Benefits (WC): The projection is based on a March 2018 actuarial analysis that projects annual medical inflation of three percent and a two percent annual cost increase in permanent disability costs. The State Assessment Fee is projected to be $9 million. Projections for 2019-20 and beyond are based solely on actuarial analysis.

(16) Health, Dental, and Other Benefits: The projection incorporates all known cost-sharing provisions adopted into labor agreements for the civilian and sworn populations. Net enrollment is projected to increase an average of one percent annually for the civilian and sworn populations. Rate increase assumptions are consistent with historical trends. The projection has also been updated to reflect a delay in implementation of the Affordable Care Act's "Cadillac Tax" to 2022.

(17) Debt Service: The debt service amounts include known future payments from the Capital Finance and Judgment Obligation Bonds budgets.

(18) Resolution Authorities: The deletion line reflects the practice of annually deleting resolution authority positions, which are limited-term and temporary in nature. Funding for these positions is reviewed on a case-by-case basis and renewed if appropriate. Continued or new resolution positions are included in the "Add New and Continued Resolution Authorities" line. Funding is continued in subsequent years to provide a placeholder for continuation of resolution authority positions for various programs and incorporated into the beginning General Fund base of subsequent years.

(19) One-time Costs: The deletion line reflects the practice of deleting programs and costs that are limited-term and temporary in nature each year. Funding for these programs and expenses is reviewed on a case-by-case basis and continued if appropriate. Continued and new one-time funding is included in the "Add One-Time Costs" line. The funding for one-year projects is deleted in 2019-20. The remaining balance is for multiyear projects that are not anticipated to become part of the General Fund base.

(20) Comprehensive Homeless Strategy: This amount represents the increase to the General Fund appropriation for homelessness-related services and expenditures within the context of the City's Comprehensive Homeless Strategy. Expenditures identified as one-time in 2018-19 are deleted in 2019-20.

(21) Unappropriated Balance (UB): One-time UB items are eliminated and only ongoing items are continued to provide a placeholder for various ongoing and/or contingency requirements in the future.

(22) Elections: Charter Amendment 1 changed the City's election dates from March and May of odd-numbered years to June and November of even-numbered years to align City elections with Federal and State elections. Therefore, no elections will be held in 2018-19. The 2018-19 amount represents funding set aside in the UB to place a City ballot measure on the November 2018 Los Angeles County Ballot. Beginning in 2019-20, elections will be paid on a reimbursement basis to the County although the City will retain responsibility to perform limited functions related to the elections. Funding is provided annually for the costs of the City's work on the elections and the estimated reimbursement to the County for either a primary or general election. The amounts estimated in 2019-20, 2020-21, 2021-22, and 2022-23 include the estimated cost for a June 2020 primary election, November 2020 general election, June 2022 primary election, and November 2022 general election, respectively.

(23) Capital Improvement Expenditure Program (CIEP) – Municipal Facilities and Physical Plant: The 2018-19 Budget includes a $7.3 million increase in funding for physical plant related capital projects and a $1.1 million increase for municipal facilities.

(24) CIEP – Sidewalk: Pursuant to the settlement in the case of Willits v. City of Los Angeles, the City is responsible for investing $31 million annually for sidewalk improvements for the next 30 years, with adjustments of 15.3 percent every five years to account for inflation and material price increases. The 2018-19 increase of $5.1 million represents the General Fund appropriations required to meet the $31 million obligation. The 2019-20 increase of $7.1 million reflects the assumption that the General Fund portion will be increased to $25.9 million annually, with the balance of the investment covered by other sources of funds. Beginning in 2022-23, the annual investment will increase to $35.7 million. The General Fund appropriation will increase by $5.7 million in 2022-23 to meet the investment as proprietary departments' expenditures are expected to decrease as sidewalk repairs are completed at their facilities.

(25) CIEP – Pavement Preservation Program: Total Pavement Preservation Program funding is increased in 2018-19 to $147.9 million from various sources of funds to repair 2,400 lane miles. Funding in 2018-19 is included in the departments' budgets. It is assumed that the program will be continued through 2022-23 at 2,400 lane miles per year. To meet this level in 2019-20, an additional $15 million in General Fund will be required. This cost will increase by approximately $3 million annually in subsequent years.

(26) Appropriation to the Reserve Fund: In certain years, a General Fund appropriation to the Reserve Fund has been budgeted to strengthen the status of the Reserve Fund. The CAO recommends increasing the combined balances of the Reserve Fund and the Budget Stabilization Fund to ten percent of budgeted General Fund revenues.

(27) Appropriation to the Budget Stabilization Fund (BSF): Per the policy, if the combined ongoing annual growth for seven General Fund tax revenue sources exceeds 3.4 percent for a given year, the excess shall be deposited into the BSF. The appropriation may be reduced (1) to maintain the Reserve Fund at five percent; (2) to comply with the City's CIEP policy; (3) if a fiscal emergency is declared; or (4) the policy is suspended by the City Council and the Mayor. For 2018-19, the combined annual ongoing growth in the seven General Fund tax revenue sources is 6 percent. The amount deposited to BSF is reduced to $9 million direct transfer from the Reserve Fund while $100 million is used for capital improvements.

(28) Net – Other Additions and Deletions: The 2018-19 amount includes ongoing changes and new regular positions added to the base budget. Among the significant increases are appropriations of $9.6 million to Recreation and Parks, $10.7 million to the Library, and $0.9 million for hotel development incentive agreements. The remaining balance reflects new and increased ongoing costs to a variety of departmental programs. Subsequent years include projected expenditures for the restoration of one-time expenditure reductions, various structured settlements, hotel development incentive agreements, the Body Worn Video Camera Program, and LAPD vehicles.

(29) Total Budget Gap: The Total Budget Gap reflects the projected surplus (deficit) in each fiscal year included in the Outlook.

ATTACHMENT 5

FY 2018-19 BUDGET ADJUSTMENTS
SPECIAL FUND REAPPROPRIATIONS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Los Angeles Fire and Police Pensions	Fund 918/64, Excess Benefit Fund		Fund 918/64, Excess Benefit Fund	
FY 2017-18 Unexpended Amount	649700, Fire and Police Excess Benefits (2017-18)	$569,064.15	649700, Fire and Police Excess Benefits (2018-19)	$569,064.15
Police	Fund 339/70, Police Department Grant		Fund 100/70, Police	
LACPCA-BSCC	70P170, Police	$ 105,969.85	001092, Overtime Sworn	$ 105,969.85
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2006 COPS Hiring Program Grant	70P170, Police	$ 543,893.84	001012, Sworn Salaries	$ 543,893.84
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
National Crime Gun Intelligence Center	70P170, Police	$ 3,851.70	001090, Overtime General	$ 3,851.70
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2016 DNA Capacity Enhance. & Backlog Reduction Program Grant	70P170, Police	$ 91,473.48	001090, Overtime General	$ 91,473.48
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2017 DNA Capacity Enhance. & Backlog Reduction Program Grant	70P170, Police	$ 694,473.00	001090, Overtime General	$ 694,473.00
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2017-18 Selective Traffic Enforcement Prog. Grant	70P170, Police	$ 1,694,603.40	001092, Overtime Sworn	$ 1,666,170.93
			001090, Overtime General	$ 28,432.47
			Subtotal	$ 1,694,603.40
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2015 Los Angeles Regional Human Traffick. Task Force	70P170, Police	$ 16,216.00	001092, Overtime Sworn	$ 15,716.00
			001090, Overtime General	$ 500.00
			Subtotal	$ 16,216.00
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2015 Los Angeles Regional Human Traffick. Task Force	70P170, Police	$ 5,360.00	001090, Overtime General	$ 5,360.00
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2016-18 Intellect. Property Enforce. Program	70P170, Police	$ 1,199.12	001092, Overtime Sworn	$ 1,199.12
	Fund 339/70, Police Department Grant		Fund 100/70, Police	
2017-19 Intellect. Property Enforce. Program	70P170, Police	$ 135,616.74	001092, Overtime Sworn	$ 135,616.74

ATTACHMENT 5

FY 2018-19 BUDGET ADJUSTMENTS
SPECIAL FUND REAPPROPRIATIONS

	TRANSFER FROM		TRANSFER TO		
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**		**AMOUNT**
Police Continued	Fund 339/70, Police Department Grant		Fund 100/70, Police		
2015-17 Internet Crimes Against Child. TF	70P170, Police	$ 74,652.95	001092, Sworn Overtime		$ 66,249.24
			001090, Overtime General		$ 148.84
			001012, Salaries Sworn		$ 8,254.87
				Subtotal	$ 74,652.95
	Fund 339/70, Police Department Grant		Fund 100/70, Police		
2016 Records Manage. System Citation	70P170, Police	$ 30,000.00	001092, Overtime Sworn		$ 30,000.00
Public Works-Sanitation					
Reappropriation for CENTCOM/ Mobile Bathroom and SHARPS Program in CD 13	Fund 44G/43, Affordable Housing Trust Fund		Fund 100/82, Bureau of Sanitation		
	43P182, PW-Sanitation	$ 79,560.00	001010, Salaries General		$ 15,560.00
			003040, Contractual Services		$ 64,000.00
				Subtotal	$ 79,560.00
Reappropriation for Enhanced Homeless Encampment Cleanups in CD 12	Fund 53P/28, State AB1290 City Fund		Fund 100/82, Bureau of Sanitation		
	28P182, Bureau of Sanitation	$ 55,122.00	001090, Overtime General		$ 55,122.00
Reappropriation for Skid Row Hygiene Station	Fund 10A/43, Housing and Community Investment Department		Fund 100/82, Bureau of Sanitation		
	43P182, PW-Sanitation.	$ 37,523.00	001010, Salaries General		$ 27,523.00
			003040, Contractual Services		$ 10,000.00
				Subtotal	$ 37,523.00
TOTAL ALL DEPARTMENTS AND FUNDS		**$ 4,138,579.23**			**$ 4,138,579.23**

ATTACHMENT 6

FY 2018-19 BUDGET ADJUSTMENTS
NEW APPROPRIATIONS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Building and Safety	Fund 48R/08, Building and Safety Building Permit Enterprise Fund		Fund 100/12, City Attorney (48R/08, 08R112)	
Review of Various Vendor Transactions	08R200, Reserve for Unanticipated Costs	$ 250,000.00	004200, Litigation Expenses	$ 250,000.00
Council	Fund 53P/28, State AB 1290		Fund 100/28, Council	
Council District 14	281214, CD14	$ 800,000.00	001070, Salaries As Needed	$ 650,000.00
			Fund 100/56, General City Purposes Fund	
			000714, Community Services	$ 150,000.00
			Subtotal	$ 800,000.00
Housing and Community Investment				
Code Enforcement Build-Out and	Fund 41M/43, Systematic Code Enforcement Trust Fund		Fund 100/43, Housing and Community Investment (41M/43, 43R143)	
ITA Network at Wilshire Office	Cash Balance	$ 350,000.00	006010, Office and Administrative	$ 350,000.00
Systems Expenses	Fund 41M/43, Code Enforcement Trust Fund		Fund 100/43, Housing and Community Investment (41M/43, 43R143)	
Hardware Purchases, Overtime	Cash Balance	$ 288,280.00	006010, Office and Administrative	$ 272,280.00
and Maintenance Needs			001090, Overtime General	$ 16,000.00
			Subtotal	$ 288,280.00
RSO and SCEP Billing	Fund 41M/43, Code Enforcement Trust Fund		Fund 100/43, Housing and Community Investment (41M/43, 43R143)	
Mailings Costs	Cash Balance	$ 150,000.00	006010, Office and Administrative	$ 95,000.00
			002120, Printing and Binding	$ 55,000.00
			Subtotal	$ 150,000.00
City Attorney for CRA	Fund 55J/43, Low and Moderate Income Housing Fund		Fund 100/12, City Attorney (55J/43, 43R112)	
	Cash Balance	$ 210,000.00	001010, Salaries General	$ 210,000.00
CF 17-1377 to appropriate additional	Fund 428/43, Community Services Block Grant Trust Fund		Fund 100/43, Housing and Community Investment (428/43, 43R143)	
CSBG grant received by the State	Grant Balance	$ 200,535.00	001010, Salaries General	$ 38,336.00
			002120, Printing and Binding	$ 5,000.00
			002130, Travel	$ 15,000.00
			003040, Contractual Services	$ 37,231.00
			006010, Office and Administrative	$ 42,161.00
			006030, Lease	$ 1,210.00
			Fund 428/43 Community Services Block Grant Trust Fund	
			43R299, Related Costs	$ 61,597.00
			Subtotal	$ 200,535.00
Los Angeles Tourism and Convention Board	Fund 429/10, Los Angeles Convention and Visitors Bureau Trust Fund		Fund 429/10, Los Angeles Convention and Visitors Bureau Trust Fund	
LA Inc. 2017-18 Final Payment	10P504, Unallocated	$ 2,396,242.46	10P429, LA Tourism and Convention Bureau	$ 2,396,242.46

ATTACHMENT 6

FY 2018-19 BUDGET ADJUSTMENTS
NEW APPROPRIATIONS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Mayor	Fund 57B/46, FY2014 Justice Assistance Grant		Fund 100/12, City Attorney (57B/46, 46R112)	
Public Safety Grant	RSC 4903, Interest Income-Other	$ 1,627.78	001010, Salaries General	$ 1,465.00
			Fund 100/46, Mayor (57B/46, 46R146)	
			001020, Salaries Grant Reimbursed	$ 162.78
			Subtotal	$ 1,627.78
Public Safety Grant	Fund 58C/46, FY2015 Justice Assistance Grant		Fund 100/12, City Attorney (58C/46, 46R112)	
	RSC 4903, Interest Income - Other	$ 34,625.93	001010, Salaries General	$ 31,163.34
	46P299, Reimbursement of General Fund	$ 22,913.97		
	Subtotal	$ 57,539.90	Fund 100/46, Mayor (58C/46, 46R146 46R299)	
			001020, Salaries Grant Reimbursed	$ 3,370.39
			RSC 5346, Related Costs Reimbursement from Grants	$ 23,006.17
			Subtotal	$ 57,539.90
iTeam Initiative Implementation	Fund 100/46, Mayor		Fund 100/46, Mayor	
	RSC 5161, Reimbursement of Expenditures	$ 787,311.67	001010 , Salaries General	$ 787,311.67
Police				
LA Impact Program Receipts	Fund 44D/70, Forfeited Assets Trust Fund		Fund 100/70, Police	
	Cash Balance	$ 91,479.21	RSC 5301, Reimbursement From Other Funds	$ 91,479.21
Public Works-Street Lighting	Fund 43U/50, Street Banner Revenue Trust Fund		Fund 100/28, Council (43U/50, 50R128)	
Street Banner Rev Trust Fund	Cash Balance	$ 225,000.00	006010, Office and Administrative	$ 225,000.00
Public Works-Street Services	Fund 305/50, Subventions & Grants		Fund 100/86, Public Works-Street Services	
Metro Eastside Access Project Reimb (Inv #29)	RSRC 381100, Reimb from Other Agencies-General	$ 264,024.30	001100, Hiring Hall Salaries	$ 264,024.30
	Fund 305/50, Subventions & Grants		Fund 100/86, Public Works-Street Services	
Metro Eastside Access Project Reimb (Inv #30)	RSRC 381100, Reimb from Other Agencies-General	$ 70,573.49	001100, Hiring Hall Salaries	$ 70,573.49
	Fund 305/50, Subventions & Grants		Fund 100/86, Public Works-Street Services	
Metro Eastside Access Project Reimb (Inv #31)	RSRC 381100, Reimb from Other Agencies-General	$ 390,820.72	001100, Hiring Hall Salaries	$ 390,820.72
	Fund 305/50, Subventions & Grants		Fund 100/86, Public Works-Street Services	
Metro Eastside Access Project Reimb (Inv #32)	RSRC 381100, Reimb from Other Agencies-General	$ 43,332.67	001100, Hiring Hall Salaries	$ 43,332.67

ATTACHMENT 6

FY 2018-19 BUDGET ADJUSTMENTS
NEW APPROPRIATIONS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Public Works-Street Services cont.	Fund 424/43, Community Development Trust (43P639)		Fund 100/86, Public Works-Street Services (424/43, 43R186)	
Hoover Triangle Phase 1B	43P639, Hoover Triangle Phase 1B	$ 165,000.00	001010, Salaries General	$ 30,000.00
			001090, Overtime General	$ 25,000.00
			003040, Contractual Services	$ 90,000.00
			006020, Operating Supplies	$ 20,000.00
			Subtotal	$ 165,000.00
	Fund 424/43, Community Development Trust (43R539)		Fund 100/86, Public Works-Street Services (424/43, 43R186)	
Huntington Drive Sidewalk Construction	43R539, Huntington Drive Sidewalk	$ 80,000.00	001010, Salaries General	$ 72,000.00
			001090, Overtime General	$ 8,000.00
			Subtotal	$ 80,000.00
	Fund 834/50, Public Works Trust		Fund 100/86, Public Works-Street Services	
Anime Expo held July 5-8, 2018 Reimb for Illegal Vending Enforcement	RSRC 574219, BSS Other Deposits	$ 7,317.45	001090, Overtime General	$ 7,317.45
	Fund 834/50, Public Works Trust		Fund 100/86, Public Works-Street Services	
Stolen Generator Reimb	RSRC 574219, BSS Other Deposits	$ 1,130.69	006020, Operating Supplies	$ 1,130.69
	Fund 834/50, Public Works Trust		Fund 100/86, Public Works-Street Services	
Canoga Park Tree Trimming Reimb	RSRC 574219, BSS Other Deposits	$ 5,000.00	001090, Overtime General	$ 5,000.00
	Fund 59C/94, Measure M Fund		Fund 100/86, Public Works-Street Services	
Median Island Landscape Maint.	94RG02, Median Island Landscape Maintenance	$ 1,100,000.00	003040, Contractual Services	$ 2,900,000.00
	Fund 51Q/94, Measure R Fund			
	94R676, Median Island Landscape Maintenance	$ 1,800,000.00		
	Subtotal	$ 2,900,000.00		
Transportation	59C/94, Measure M Local Return		59C/94, Measure M Local Return	
Metro Rail Annual Work Program	Available cash	$ 3,000,000.00	Account No. TBD, Metro Rail Annual Work Program	$ 3,000,000.00
	596/94, Transportation Regulation and Enforcement		596/94, Transportation Regulation and Enforcement	
Bandit Taxicab Enforcement Program	Available cash	$ 155,000.00	Account No. TBD, Contractual Services	$ 50,000.00
			Account No. TBD, Administrative Expense	$ 94,000.00
			Account No. TBD, Operating Expense	$ 11,000.00
			Subtotal	$ 155,000.00

ATTACHMENT 6

FY 2018-19 BUDGET ADJUSTMENTS
NEW APPROPRIATIONS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Zoo	Fund 40E/87, Zoo Enterprise Trust Fund		682/50, Public Works-BOE Special Services Fund	
Zoo Department	87RXXX, L.A. ZooVision Plan EIR	$ 460,000.00	50PVCZ, L.A. Zoo Vision Plan	$ 460,000.00
TOTAL ALL DEPARTMENTS AND FUNDS		**$ 13,350,215.34**		**$ 13,350,215.34**

ATTACHMENT 7

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Animal Services	Fund 100/06, Animal Services		Fund 100/06, Animal Services	
As-Needed Staffing	001010, Salaries, General	$ 200,000.00	001070, Salaries, As Needed	$ 200,000.00
City Planning	Fund 100/68, City Planning		Fund 100/68, City Planning	
Deputy Directors Office Remodel	001010, Salaries General	$ 100,000.00	006010, Office and Administrative	$ 100,000.00
Convention and Tourism Development	Fund 100/48, Convention and Tourism Development		Fund 100/48, Convention and Tourism Development	
Funding for a FUSE Fellow	001010, Salaries General	$ 150,000.00	003040, Contractual Services	$ 150,000.00
	Fund 725/48, Convention Center Revenue Fund		Fund 725/48, Convention Center Revenue Fund	
CIEP Appropriation	48400R, Convention Center Facility Reinvestment	$ 1,077,000.00	48048R, LACC Private Operator Account	$ 1,077,000.00
Cultural Affairs	Fund 100/30, Cultural Affairs		Fund 100/30, Cultural Affairs	
Overtime	001010, Salaries General	$ 40,000.00	001090, Overtime General	$ 40,000.00
Theater Fiscal Receiver Contract	Fund 100/30, Cultural Affairs		Fund 100/30, Cultural Affairs	
	001010, Salaries General	$ 75,000.00	003040, Contractual Services	$ 75,000.00
Summer Youth Jobs Program	Fund 100/30, Cultural Affairs		Fund 100/30, Cultural Affairs	
	009785, Summer Arts and Culture Youth Jobs Program	$ 150,000.00	001070, Salaries As-Needed	$ 150,000.00
Economic and Workforce Development	Fund 100/22, Economic & Workforce Development (Fund 57W)		Fund 100/22, Economic & Workforce Development (Fund 57W)	
Workforce Innovation & Opportunity Act	001010, Salaries General	$ 7,353.00	001090, Overtime General	$ 7,353.00
	Fund 100/22, Economic & Workforce Development (Fund 551)		Fund 100/22, Economic & Workforce Development (Fund 551)	
Various Summer Youth Empl Prog	001010, Salaries General	$ 1,643.00	001090, Overtime General	$ 1,643.00
	Fund 100/22, Economic & Workforce Development (Fund 56L)		Fund 100/22, Economic & Workforce Development (Fund 56L)	
EWDD Summer Youth Program-Other (CFE/Citi Summer Youth Jobs Connect)	001010, Salaries General	$ 409.00	001090, Overtime General	$ 409.00
	Fund 100/22, Economic & Workforce Development (Fund 56E)		Fund 100/22, Economic & Workforce Development (Fund 56E)	
LA County Youth Jobs Program	001010, Salaries General	$ 507.00	001090, Overtime General	$ 507.00
	Fund 100/22, Economic & Workforce Development (Fund 45D)		Fund 100/22, Economic & Workforce Development (Fund 45D)	
High Risk/High Need Services Program	001010, Salaries General	$ 98.00	001090, Overtime General	$ 98.00
	Fund 100/22, Economic & Workforce Development (Fund 59A)		Fund 100/22, Economic & Workforce Development (Fund 59A)	
LACCD CA Career Pathway Trust Fund	001010, Salaries General	$ 54.00	001090, Overtime General	$ 54.00
	Fund 100/22, Economic & Workforce Development (Fund 10B)		Fund 100/22, Economic & Workforce Development (Fund 10B)	
Gang Injunction Curfew Settlement	001010, Salaries General	$ 87.00	001090, Overtime General	$ 87.00

ATTACHMENT 7

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Economic and Workforce Development Cont.				
	Fund 100/22, Economic & Workforce Development (Fund 10C)		Fund 100/22, Economic & Workforce Development (Fund 10C)	
LA RISE City GF Homeless Prog. Fund	001010, Salaries General	$ 87.00	001090, Overtime General	$ 87.00
Finance	Fund 100/39, Finance		Fund 100/39, Finance	
Software Additional Licenses	001010, Salaries, General	$ 97,000.00	003040, Contractual Services	$ 97,000.00
Fire	Fund 100/38, Fire		Fund 100/38, Fire	
	001012, Salaries, Sworn	$ 5,587,731.00	001090, Overtime General	$ 250,000.00
			001092, Overtime Sworn	$ 3,000,000.00
			003040, Contractual Services	$ 337,731.00
			003090, Field Equipment Expense	$ 2,000,000.00
			Subtotal	$ 5,587,731.00
General City Purposes	Fund 100/56, General City Purposes		Fund 100/56, General City Purposes	
Fire/Police Pension-Tier 5 defrayal costs	000577, Pensions Savings Plan	$ 21,109.24	000823, Fire/Police Pension Defrayal	$ 21,109.24
Housing and Community Investment	Fund 100/43, Housing and Community Investment (41M/43, 43R143)		Fund 100/43, Housing and Community Investment (41M/43, 43R143)	
Real Estate Information Contract	001010, Salaries, General	$ 16,000.00	003040, Contractual Services	$ 16,000.00
	Fund 100/43, Housing and Community Investment (440/43, 43R143)		Fund 100/43, Housing and Community Investment (440/43, 43R143)	
	001010, Salaries, General	$ 9,000.00	003040, Contractual Services	$ 9,000.00
		Subtotal $ 25,000.00		Subtotal $ 25,000.00
	Fund 100/43, Housing and Community Investment (10D/43, 43R143)		Fund 100/43, Housing and Community Investment (10D/43, 43R143)	
Accessible Housing Program	001010, Salaries, General	$ 51,000.00	003040, Contractual Services	$ 15,000.00
			006010, Office and Administrative	$ 36,000.00
			Subtotal	$ 51,000.00
	Fund 100/43, Housing and Community Investment (56V/43, 43R143)		Fund 100/43, Housing and Community Investment (56V/43, 43R143)	
Foreclosure Program Expenses	001010, Salaries, General	$ 133,005.00	001070, Salaries, As-Needed	$ 2,000.00
			001090, Salaries, Overtime	$ 2,200.00
			002120, Printing and Binding	$ 1,800.00
	Fund 56V/43, Foreclosure Registry Fund		002130, Travel	$ 50.00
	43R299, Reimbursements to General Fund	$ 71,645.00	003040, Contractual Services	$ 60,000.00
		Subtotal $ 204,650.00	003310, Transportation	$ 3,600.00
			006010, Office and Administrative	$ 8,000.00
			006030, Lease	$ 127,000.00
			Subtotal	$ 204,650.00

ATTACHMENT 7

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

REQUESTING DEPARTMENT	TRANSFER FROM FUND/ACCOUNT	AMOUNT	TRANSFER TO FUND/ACCOUNT	AMOUNT
Housing and Community Investment cont.				
	Fund 100/43, Housing and Community Investment (440/43, 43R143)		Fund 100/43, Housing and Community Investment (440/43, 43R143)	
RSO Awareness Campaign	001010, Salaries, General	$ 20,000.00	002120, Printing and Binding	$ 20,000.00
Vera Davis Transfer	Fund 100/43, Housing and Community Investment		Fund 100/43, Housing and Community Investment	
	001070, Salaries, As-Needed	$ 75,000.00	003040, Contractual Services	$ 35,000.00
			003340, Water and Electricity	$ 30,000.00
			006010, Office and Administrative	$ 10,000.00
			Subtotal	$ 75,000.00
Traffic Program Event Overtime	Fund 100/43, Housing and Community Investment (45C/43, 43R143)		Fund 100/43, Housing and Community Investment (45C/43, 43R143)	
	001010, Salaries, General	$ 6,338.00	001090, Overtime, General	$ 6,338.00
System Software Renewals, Hardware Purchases, Overtime, Contractual, and Maintenance Needs	Fund 100/43, Housing and Community Investment		Fund 100/43, Housing and Community Investment	
	001010, Salaries, General	$ 661.00	006010, Office and Administrative	$ 661.00
	Fund 100/43, Housing and Community Investment (240/43, 43R143)		Fund 100/43, Housing and Community Investment (240/43, 43R143)	
	001010, Salaries, General	$ 65,000.00	006010, Office and Administrative	$ 65,000.00
	Fund 100/43, Housing and Community Investment (440/43, 43R143)		Fund 100/43, Housing and Community Investment (440/43, 43R143)	
	001010, Salaries, General	$ 79,606.00	006010, Office and Administrative	$ 70,909.00
			001090, Salaries, Overtime	$ 8,697.00
	Fund 100/43, Housing and Community Investment (55J/43, 43R143)		Fund 100/43, Housing and Community Investment (55J/43, 43R143)	
	001010, Salaries, General	$ 11,523.00	001090, Salaries, Overtime	$ 477.00
			006010, Office and Administrative	$ 11,046.00
	Fund 100/43, Housing and Community Investment (815/43, 43R143)		Fund 100/43, Housing and Community Investment (815/43, 43R143)	
	001010, Salaries, General	$ 8,740.00	006010, Office and Administrative	$ 8,263.00
			001090, Salaries, Overtime	$ 477.00
	Subtotal	$ 165,530.00	Subtotal	$ 165,530.00
CF 17-1377 to appropriate additional CSBG grant received by the State	Fund 428/43, Community Services Block Grant Trust Fund		Fund 428/43, Community Services Block Grant Trust Fund	
	43P582, Family Source Centers Non-Profit Managed	$ 18,000.00	43R694, Family Source Discretionary	$ 18,000.00
	Fund 428/43, Community Services Block Grant Trust Fund		100/43Housing and Community Investment (428/43, 43R143)	
	43R411, Unallocated	$ 75,790.00	006030, Lease	$ 75,790.00
	Subtotal	$ 93,790.00	Subtotal	$ 93,790.00
RSO and SCEP Billing and Mailings	Fund 100/43, Housing and Community Investment (440/43, 43R143)		Fund 100/43, Housing and Community Investment (440/43, 43R143)	
	001010, Salaries, General	$ 35,000.00	006010, Office and Administrative	$ 20,000.00
			002120, Printing and Binding	$ 15,000.00
			Subtotal	$ 35,000.00
Neighborhhod Stabilization Program OT	Fund 53T/43, Neighborhood Stabilization Program 2		Fund 100/43, Housing and Community Investment (53T/43, 43R143)	
	43N806, NSP HCID Program Delivery	$ 8,000.00	001090, Salaries, Overtime	$ 8,000.00

ATTACHMENT 7

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Information Technology Agency	Fund 100/32, Information Technology Agency		Fund 100/32, Information Technology Agency	
Offset Anticipated Over-expenditures	001010, Salaries General	$ 600,000.00	001070, Salaries As-Needed	$ 100,000.00
	009350, Communication Services	$ 635,000.00	001090, Salaries Overtime	$ 500,000.00
	Subtotal	$ 1,235,000.00	001100, Hiring Hall Salaries	$ 635,000.00
			Subtotal	$ 1,235,000.00
	Fund 342/32, Telecommunications Development Account		Fund 342/32, Telecommunications Development Account	
New Programming Content	32008N, PEG Access Capital Costs	$ 150,000.00	32015R, LA CityView 35 Operations	$ 150,000.00
Police	Fund 100/70, Police		Fund 100/70, Police	
Salary Account Adjustments	001012, Salaries Sworn	$ 3,525,909.00	001010, Salaries General	$ 350,909.00
	007340, Field Equipment Expense	$ 259,065.83	001092, Sworn Overtime	$ 1,000,000.00
	003040, Contractual Services	$ 1,000,000.00	001095, Accumulated Overtime	$ 1,500,000.00
	Subtotal	$ 4,784,974.83	006010, Office and Administrative	$ 1,675,000.00
			003090, Field Equipment Expense	$ 259,065.83
			Subtotal	$ 4,784,974.83
Public Works-Sanitation	Fund 47R/50, Central Recycling Transfer Station Fund		Fund 47R/50, Central Recycling Transfer Station Fund	
CLARTS Operating Expenses	50RX82, Sanitation Expense and Equipment	$ 3,650,000.00	50R320, Private Haulers Expense	$ 1,250,000.00
			Fund 47R/50, Central Recycling Transfer Station Fund	
			50R325, Private Landfill Disposal Fees	$ 2,400,000.00
			Subtotal	$ 3,650,000.00
Water Reclamation Plants - Hiring Hall Staffing	Fund 100/82, Bureau of Sanitation		Fund 100/82, Bureau of Sanitation	
	001010, Salaries General	$ 504,500.00	001100, Hiring Hall Salaries	$ 338,020.00
			001120, Benefits Hiring Hall	$ 166,480.00
			Subtotal	$ 504,500.00
Salaries As-Needed Shortfalls	Fund 100/82, Bureau of Sanitation		Fund 100/82, Bureau of Sanitation	
	001010, Salaries General (GF)	$ 450,000.00	001070, Salaries As-Needed (GF)	$ 450,000.00
	001010, Salaries General (SWRRF)	$ 850,000.00	001070, Salaries As-Needed (SWRRF)	$ 850,000.00
	001010, Salaries General (MFBI)	$ 70,000.00	001070, Salaries As-Needed (MFBI)	$ 70,000.00
	001010, Salaries General (SCMO)	$ 500,000.00	001070, Salaries As-Needed (SCMO)	$ 500,000.00
	001010, Salaries General (SCMC)	$ 100,000.00	001070, Salaries As-Needed (SCMC)	$ 100,000.00
	Subtotal	$ 1,970,000.00	Subtotal	$ 1,970,000.00
Overtime General Shortfalls	Fund 100/82, Bureau of Sanitation		Fund 100/82, Bureau of Sanitation	
	001010, Salaries General (SWRRF)	$ 8,000,000.00	001090, Overtime General (SWRRF)	$ 8,000,000.00
	001010, Salaries General (SCMO)	$ 2,500,000.00	001090, Overtime General (SCMO)	$ 2,500,000.00
	Subtotal	$ 10,500,000.00	Subtotal	$ 10,500,000.00
Prior-Year Plant Vehicle Purchase and Maintenance	Fund 761/50, Sewer Capital Fund		Fund 761/50, Sewer Capital Fund	
	50NX82, Sanitation Expense and Equipment	$ 8,120.00	50RX40, GSD Expense and Equipment	$ 18,000.00
	50PX82, Sanitation Expense and Equipment	$ 9,880.00		
	Subtotal	$ 18,000.00		

ATTACHMENT 7

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Public Works-Street Services	Fund 100/86, Public Works-Street Services		Fund 100/86, Public Works-Street Services	
Address Projected Overspending	001010, Salaries General	$ 1,600,000.00	001100, Hiring Hall Salaries	$ 1,000,000.00
			001120, Benefits Hiring Hall	$ 600,000.00
			Subtotal	$ 1,600,000.00
Transportation	100/94, Transportation		50Y/94, Transportation Review Fee	
Mobility Accessibility & Eval Tools	FY 2019, 003040, Contractual Services (447/94)	$ 45,000.00	Account No. TBD, Mobility Accessibility & Evaluation Tools	$ 225,000.00
	FY 2019, 003040, Contractual Services (52F/68)	$ 45,000.00		
	FY 2019, 003040, Contractual Services (573/94)	$ 45,000.00		
	FY 2019, 003040, Contractual Services (681/94)	$ 45,000.00		
	50Y/94, Transportation Review Fee			
	94PY01, Enhancement Costs-Development Review	$ 45,000.00		
	Subtotal	$ 225,000.00		
	100/94, Transportation		50Y/94, Transportation Review Fee	
CLATS Upgrade	FY 2019, 003040, Contractual Services (447/94)	$ 25,000.00	Account No. TBD, Case Logging and Tracking System Upgrade	$ 125,000.00
	FY 2019, 003040, Contractual Services (573/94)	$ 25,000.00		
	FY 2019, 003040, Contractual Services (681/94)	$ 25,000.00		
	50Y/94, Transportation Review Fee			
	94NY01, Enhancement Costs-Development Review	$ 50,000.00		
	Subtotal	$ 125,000.00		
Transportation				
	51Q/94, Measure R Local Return		100/94, Transportation	
Measure R overtime deficit	94P634, ATSAC Systems Maintenance	$ 1,000,000.00	001090, Overtime General	$ 1,000,000.00
	51Q/94, Measure R Local Return		51Q/94, Measure R Local Return	
Design Manual Updates	94L487, Pedestrian Plan/Program	$ 90,000.00	94PM12, Consultant Services	$ 90,000.00
	840/94, Department of Transportation Trust		100/94, Transportation	
General Fund overtime deficit	94P194, Transportation	$ 1,841,919.41	001090, Salaries, Overtime	$ 2,094,057.70
	RSC 4658, Special Events	$ 252,138.29		
	Subtotal	$ 2,094,057.70		
	840/94, Department of Transportation Trust		100/94, Transportation	
LADWP Benedict Canyon Water Improvement Project	94P194, Transportation	$ 687,817.98	001090, Salaries, Overtime	$ 687,817.98
	100/94, Transportation		100/94, Transportation	
Overtime deficit in Prop C, Metro Rail-Prop C, and TGF-Prop C	001010, Salaries, General	$ 1,500,000.00	001090, Salaries, Overtime	$ 1,500,000.00
	100/94, Transportation		100/94, Transportation	
General Fund overtime deficit	001010, Salaries, General	$ 3,000,000.00	001090, Salaries, Overtime	$ 3,000,000.00
TOTAL ALL DEPARTMENTS AND FUNDS		**$ 41,126,736.75**		**$ 41,126,736.75**

ATTACHMENT 8

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
City Administrative Officer	Fund 100/54, Capital Improvement Expenditure Program (10A/43, 43P154)		Fund 100/78, Public Works-Engineering (10A/43, 43R178)	
Homelessness Program	00P296, El Pueblo Shelter	$ 32,356.00	001010, Salaries General	$ 32,356.00
	Fund 100/40, General Services (10A/43, 43R140)		Fund 100/78, Public Works-Engineering (10A/43, 43R178)	
Homelessness Program	003180, Construction Materials	$ 41,932.00	001010, Salaries General	$ 41,932.00
City Administrative Officer	Fund 10A/43, HCID General Fund		Fund 100/78, Public Works-Engineering (10A/43, 43R479)	
Homelessness Program	43P479, CES Crisis and Bridge	$ 120,706.00	001010, Salaries General	$ 120,706.00
Fire	Fund 100/38, Fire		Fund 100/32, Information Technology Agency	
Fire Station Alerting System	006020, Operating Supplies	$ 187,571.00	001090, Overtime General	$ 77,912.00
			001100, Salaries, Hiring Hall	$ 83,457.00
			001190, Overtime Hiring Hall	$ 26,202.00
			Subtotal	$ 187,571.00
General City Purposes	Fund 100/56, General City Purposes		Fund 100/10, City Administrative Officer	
Justice Fund	000918, Justice Fund	$ 1,000,000.00	003040, Contractual Services	$ 1,000,000.00
	Fund 100/56, General City Purposes		Fund 100/46, Mayor	
Census Outreach	000920, Census Operations and Outreach	$ 450,000.00	001010, Salaries General	$ 410,000.00
			003040, Contractual Services	$ 25,000.00
			006010, Office and Administrative Expense	$ 15,000.00
			Subtotal	$ 450,000.00
	Fund 100/56, General City Purposes		508/50, Solid Waste Resources Revenue Fund	
CD 9 Cleanups	000903, Council Community Projects	$ 200,000.00	RSRC 5301, Reimbursement from Other Funds - GF	$ 200,000.00
	Fund 100/56, General City Purposes		Fund 915/64, Fire and Police Pensions Fund	
Fire/Police Pension-Tier 5 defrayal costs	000823, Fire/Police Pension Defrayal	$ 21,109.24	RSRC 5188, Miscellaneous Revenue-Others	$ 21,109.24
Housing and Community Investment	Fund 57R/43, Lead Abatement Program 11		Fund 100/43, Housing and Community Investment (57R/43, 43R143)	
Close Out of Lead Grant 11	43M143, Housing and Community Investment	$ 229.56	001010, Salaries, General	$ 10,240.09
	43N143, Housing and Community Investment	$ 9,580.52		
	Cash Balance	$ 430.01		
	Subtotal	$ 10,240.09		
Accessible Housing Fund	Fund 10D/43, Accessible Housing Fund		Fund 100/43, Housing and Community Investment (10D/43, 43R143)	
for Website Registry - Development/	43P143, Housing and Community Investment	$ 246,625.00	003040, Contractual Services	$ 246,625.00

ATTACHMENT 8

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Information Technology Agency	Fund 100/32, Information Technology Agency		Fund 508/50, Solid Waste Resources Revenue Fund	
Annual Maintenance, CRM System Project	003040, Contractual Services	$ 90,245.00	RSRC 530100, Reimb from Other Funds (Gen)	$ 90,245.00
	Fund 100/32, Information Technology Agency		Fund 100/40, General Services	
Mt. Lukens HVAC Project	32009350, Communication Services Account	$ 813,094.00	001101, Construction Salaries Hiring Hall	$ 5,789.00
			001121, Construction Salaries Fringe Benefits	$ 3,859.00
			003180, Construction Materials and Supplies	$ 803,446.00
			Subtotal	$ 813,094.00
Mayor				
Gang Reduction Grant	Fund 55K/46, FY12 Community Based Violence Prev. Demonst. Grant		Fund 100/46, Mayor (46R299)	
	46P299, Reimbursement of General Fund	$ 17,809.59	RSC 5346, Related Costs Reimbursement from Grants	$ 17,809.59
Mayor continued				
Gang Reduction Grant	Fund 59L/46, FY16 Safe & Thriving Communities		Fund 100/46, Mayor (46R299)	
	46P299, Reimbursement of General Fund	$ 1,667.27	RSC 5346, Related Costs Reimbursement from Grants	$ 1,667.27
Public Works - Engineering	Fund 100/78, Bureau of Engineering (51Q/94, 94R178)		Fund 51Q/94, Measure R Local Return Fund	
Street Design Manual	003040, Contractual Services (Measure R)	$ 70,000.00	94PM12, Consulting Services	$ 70,000.00
Public Works-Sanitation	Fund 760/50, Sewer Operations and Maintenance Fund		Fund 56L/22, EWDD Summer Youth Program - Other Sources Fund	
Summer Youth Program	50PX82, Sanitation Expense and Equipment	$ 36,667.00	RSC5693, Addl Interfund Trans-Other Funds	$ 73,333.00
	Fund 508/50, Solid Waste Resources Revenue Fund			
	50PX82, Sanitation Expense and Equipment	$ 36,666.00		
	Subtotal	$ 73,333.00		
CLARTS Community Amenities	Fund 508/50, Solid Waste Resources Revenue Fund		Fund 47S/14, City Clerk	
	50R47S, CLARTS Community Amenities	$ 468,000.00	003040, Contractual Services	$ 768,000.00
	Fund 47R/50, Central Recycling Transfer Station Fund			
	50R47S, CLARTS Community Amenities	$ 300,000.00		
	Subtotal	$ 768,000.00		
Public Works-Street Lighting	Fund 43U/50, Street Banner Revenue Trust Fund		Fund 347/50, Street Lighting Maintenance Assessment Fund	
Street Banner Program	50L184, PW-Street Lighting	$ 5,625.00	RSC 530100, Reimb From Other Funds - General	$ 5,625.00
Ventura Blvd Median Project	Fund 523/94, Ventura/Cahuenga Blvd Corridor Specific Plan Rev Fund		Fund 347/50, Street Lighting Maintenance Assessment Fund	
	94N184, PW-Street Lighting	$ 26,176.00	RSC 530100, Reimb From Other Funds - General	$ 26,176.00
Metro Eastside Access Projects	Fund 305/50, Subventions and Grants Fund		Fund 347/50, Street Lighting Maintenance Assessment Fund	
	Available Cash Balance	$ 71,782.26	RSC 381100, Reimb From Other Agencies	$ 71,782.26

ATTACHMENT 8

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Public Works-Street Services	Fund 100/86, Public Works-Street Services (540/94/94R186)		Fund 100/78, Public Works-Engineering (540/94/94R178)	
BOE Survey Support Services	001010, Salaries General	$ 250,000.00	001100, Hiring Hall Salaries	$ 175,000.00
			001120, Benefits Hiring Hall	$ 75,000.00
			Subtotal	$ 250,000.00
	Fund 305/50, Subventions and Grants Fund		Fund 100/86, Public Works-Street Services	
Reimb for Special Events held from January 2017 - June 2018	RSRC 465800, Special Events-General	$ 1,056,222.82	RSRC 465800, Special Events-General	$ 56,728.00
			Fund 100/86, Public Works-Street Services 001090, Overtime General	$ 46,228.77
			Fund 100/94, Transportation 001090, Overtime General	$ 277,450.93
			Fund 508/50, Solid Waste Resources Fund RSRC 518801, Miscellaneous Revenue-Others	$ 2,923.83
			Fund 48R/08, Bldg & Safety Permit Enterprise Fund RSRC 3225, Building Permits-Regular	$ 8,593.39
			Fund 100/38, Fire 001012, Salaries Sworn	$ 81,149.69
			Fund 100/70, Police 001092, Overtime Sworn	$ 583,148.21
			Subtotal	$ 1,056,222.82
	Fund 305/50, Subventions and Grants Fund		Fund 100/86, Public Works-Street Services	
Reimb for Rams Game held on 12/31/2017	RSRC 465815, One Stop Special Events-Rams	$ 262,516.31	RSRC 465800, Special Events-General	$ 312.00
			Fund 100/86, Public Works-Street Services 001090, Overtime General	$ 3,267.66
			Fund 100/32, Information Technology Agency 001090, Overtime General	$ 7,477.27
			Fund 508/50, Solid Waste Resources Fund RSRC 518801, Miscellaneous Revenue-Others	$ 5,937.32
			Fund 100/38, Fire 001012, Salaries Sworn	$ 20,680.00
			Fund 100/70, Police 001092, Overtime Sworn	$ 224,842.06
			Subtotal	$ 262,516.31

ATTACHMENT 8

FY 2018-19 BUDGET ADJUSTMENTS
TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

	TRANSFER FROM		TRANSFER TO	
REQUESTING DEPARTMENT	**FUND/ACCOUNT**	**AMOUNT**	**FUND/ACCOUNT**	**AMOUNT**
Transportation	51Q/94, Measure R Local Return		682/50, Engineering Special Services	
Oakwood Project-Pedestrian Safety Study	94P487, Pedestrian Plan/Program	$ 300,000.00	Account No. TBD, Oakwood Project	$ 300,000.00
LAPD Transit Security on DASH, Commuter Express, and Cityride	385/94, Proposition A Local Transit Assistance		100/70, Police	
	94RA10, Transit Bus Security Services	$ 1,308,803.00	001092, Overtime Sworn	$ 1,520,400.00
	94NA10, Transit Bus Security Services	$ 216,597.00	003090, Field Equipment Expense	$ 2,800.00
	Subtotal	$ 1,525,400.00	006010, Office and Administrative Expense	$ 2,200.00
			Subtotal	$ 1,525,400.00
TOTAL ALL DEPARTMENTS AND FUNDS		**$ 7,642,410.58**		**$ 7,642,410.58**

ATTACHMENT 9

FY 2018-19 BUDGET ADJUSTMENTS
APPROPRIATIONS FROM THE UNAPPROPRIATED BALANCE

APPROPRIATE FROM:	APPROPRIATE TO:		AMOUNT
Fund, 100/58, Unappropriated Balance			
	Fund 100/38, Fire		
580274, Mutual Aid Overtime	001092, Overtime Sworn	$	3,000,000.00
	Fund 59B/14, Neighborhood Council Fund		
580199, Neighborhood Councils	TBD, New Neighborhood Council - North Westwood NC	$	42,000.00
	TBD, New Neighborhood Council - Historic Cultural NC	$	42,000.00
	Subtotal	$	84,000.00
	Fund 682/50, Engineering Special Services Fund		
580260, Bureau of Engineering - Supplemental Funding	TBD, Technology Replacement and Upgrades	$	300,000.00
	TBD, Hydraulics Lab Roof Replacement and Repairs	$	200,000.00
	TBD, Enhancements to Training Rooms	$	100,000.00
	TBD, 3-D Printers for Capital Projects	$	100,000.00
	TBD, Management Training for Succession Planning	$	50,000.00
	Subtotal	$	750,000.00
	Fund 100/74, Board of Public Works		
580241, Franchise Valuation and Health Studies	003040, Contractual Services	$	77,000.00
580272, Homeless Services Programs	Fund 100/74, Board of Public Works		
	003040, Contractual Services	$	420,000.00
TOTAL APPROPRIATIONS FROM THE UNAPPROPRIATED BALANCE		**$**	**4,331,000.00**

ATTACHMENT 10A
STATUS OF UNAPPROPRIATED BALANCE
GENERAL ACCOUNT as of 09-30-2018

C.F.	Appropriations	Date	Amount
18-0600	General		$ 50,000
	Approved Transfer		
18-0424	Heritage Month Celebrations		(1,465.00)
18-0830	Loyola Marymount University Special Reception		(204.00)
		Balance Available	48,331.00
	Anticipated Appropriations		
		Projected Balance Available	**$ 48,331.00**

ATTACHMENT 10B

STATUS OF UNAPPROPRIATED BALANCE NON-GENERAL ACCOUNT as of 09-30-2018

Account No.	UB Non-General Accounts	Primary Department	Adopted Budget	Transfer In/ Reapprop.	Appropriated during year	First FSR	Appropriated during year	Second FSR	Appropriated during year	Mid-Year FSR	Amount Appropriated during year	Year-End FSR	Available Balance
	General Fund												
580001	General (**see Attachment 10A**)	All	$ 50,000		(1,669)								$ 48,331.00
580132	Equipment, Expense, and Alterations & Improv.	All	5,344,725										$ 5,344,725.00
580160	Off-site Council and Committee Meetings	Council	-	45,307.44									$ 45,307.44
580168	Office of Public Accountability Studies	OPA	1,200,000										$ 1,200,000.00
580185	Tree Trimming Services	St. Svcs	4,424,000		(3,370,419)								$ 1,053,581.00
580186	BID Assessment on City Properties	City Clk	61,377										$ 61,377.00
580196	Reserve for Mid-Year Adjustments	All	20,325,000										$ 20,325,000.00
580197	Outside Counsel including Workers' Comp	City Atty	1,750,000		-								$ 1,750,000.00
580199	Neighborhood Councils	DONE	126,000			(84,000.00)							$ 42,000.00
580225	Commission on Revenue	CAO	250,000	250,000									$ 500,000.00
580232	Reserve for Extraordinary Liability	All	20,000,000										$ 20,000,000.00
580234	November 2018 Special Election	Clerk	4,500,000		(4,500,000)								$ -
580235	Firefighter Escape Bailout System	Fire	1,400,000										$ 1,400,000.00
580237	U.S. Economic Development Administration Grant Obligation	EWDD	1,200,000										$ 1,200,000.00
580239	Fire Boat Maintenance and Repairs	Fire											$ -
580240	Petroleum Revenue Enhancements	PW Board	25,000										$ 25,000.00
580241	Franchise Valuation and Health Studies	PW Board	400,000			(77,000.00)							$ 323,000.00
580242	Risk Management Information System	CAO	100,000										$ 100,000.00
580243	Short-Term Rental Enforcement	Various											$ -
580244	Public Bathroom Access	PW Board	2,183,379		(2,183,379)								$ -
580249	Fire Advanced Provider Unit - LAWA	Fire	688,494										$ 688,494.00
580257	Human Resources Payroll System Replacement	ITA	3,000,000										$ 3,000,000.00
580259	Repayment of Community Development Block Grant Projects	HCID	2,000,000										$ 2,000,000.00
580260	Bureau of Engineering - Supplemental Funding	BOE	750,000			(750,000.00)							$ -
580261	Load Bank Testing and Emergency Repairs	GSD	330,000										$ 330,000.00
580263	Homeless Outreach Partnership Endeavor (HOPE) Team	BOS	1,191,489										$ 1,191,489.00
580264	Congregate and Home-Delivered Meals Programs	Aging	400,000										$ 400,000.00
580265	Animal Services Sterilization Trust Fund	Animal Services	425,000										$ 425,000.00
580266	Certified Access Specialist	Building and Safety / Disability	81,989										$ 81,989.00
580267	Fire and Police GPS Transponders	Fire/Police	1,000,000										$ 1,000,000.00
580268	Neighborhood Empowerment Election Outreach	DONE	300,000										$ 300,000.00
580269	Oil Well and Facilities Inspection Program Fee Study	PW Board	50,000										$ 50,000.00
580270	Tree Maintenance and Urban Forestry Program	Street Services	2,000,000		(1,663,063)								$ 336,937.00
580271	Climate Change Emergency Mobilization Program	CLA/Council	500,000										$ 500,000.00
580272	Homeless Services Programs	Mayor & Council	10,000,000		(3,939,861)	(420,000.00)							$ 5,640,139.00
580273	Various Programs and Services - Contingent Revenues	All	10,000,000										$ 10,000,000.00
580274	Mutual Aid Overtime	Fire	3,000,000			(3,000,000.00)							$ -
580275	Fire and Police Recruitment Funding	Fire/Police	151,000										$ 151,000.00
580276	General Services - Custodial Services	GSD	2,789,572		-								$ 2,789,572.00
580277	Police Department Technology	Police	2,800,000										$ 2,800,000.00
580278	Oceanfront Walk at Venice Beach	BOE	250,000										$ 250,000.00
580279	Midnight Stroll Transgender Café	HCID	100,000										$ 100,000.00
580280	Integrated Disability Management Program	Personnel	224,084										$ 224,084.00
580282	Neighborhood Council Election Outreach	DONE	-	349,060.61	(215,000)								$ 134,060.61
			$ 105,371,109	**$ 644,368**	**$ (15,873,391)**	**(4,331,000.00)**	-	-	**$** -	-	-	**$** -	**$ 85,811,086.05**
	Special Funds												
580218	Wildlife Open Space Study	Planning											0
580236	DASH Services Expansion - Phase 2	DOT											0
580238	Accessible Housing Program Retrofit Contracts	HCID	5,000,000										5,000,000
580254	Historic Preservation Overlay Zone	Planning											0
580255	Measure M Fund Administration	DOT											0
580258	Lanark Park Security Enhancements	CIEP	121,800										121,800
580281	Street Damage Restoration Fee - Contingent Funding	Street Services	29,850,000										29,850,000
													0
			$ 34,971,800	**$** -	**$** -	-		-	**$** -	-		**$** -	**$** -
	Grand Total		**$ 140,342,909**	**$ 644,368**	**$ (15,873,391)**	**(4,331,000.00)**	-	-	**$** -	-	-	**$** -	**$120,782,886.05**

ATTACHMENT 11
EMPLOYMENT LEVEL REPORT
FY 2018-19

Department	Position Authorities				Filled Positions				
	Adopted Budget	Start of August	Changes	End of August	Start of August	Changes	End of August	Vacancies	Activated Sub. Auth.
Aging	44	47	-	47	33	-	33	14	-
Animal Services	357	362	-	362	312	(2)	310	52	2
Building and Safety	905	1,078	-	1,078	912	(2)	910	168	13
Cannabis	5	28	-	28	10	-	10	18	-
City Administrative Officer	117	127	(1)	126	115	(2)	113	13	4
City Attorney	878	1,011	-	1,011	962	7	969	42	4
City Clerk	116	117	-	117	105	(1)	104	13	-
City Planning	388	477	-	477	375	(3)	372	105	3
Controller	166	176	-	176	147	(2)	145	31	4
Convention Center and Tourism Dev't	13	15	-	15	8	-	8	7	2
Cultural Affairs	65	75	-	75	60	(1)	59	16	-
Disability	22	24	-	24	22	-	22	2	-
Economic & Workforce Development	101	164	-	164	128	(1)	127	37	-
El Pueblo	10	10	-	10	9	-	9	1	-
Emergency Management	23	30	-	30	23	1	24	6	-
Employee Relations Board	3	3	1	4	3	1	4	-	1
Ethics Commission	27	27	-	27	25	1	26	1	-
Finance	348	372	-	372	311	(2)	309	63	5
Fire - Civilian	397	434	-	434	355	-	355	79	4
Fire - Sworn	3,363	3,451	-	3,451	3,407	(3)	3,404	47	1
General Services	1,352	1,361	-	1,361	1,199	31	1,230	131	2
Housing	581	747	-	747	587	-	587	160	6
Information Technology Agency	423	455	-	455	382	-	382	73	4
Neighborhood Empowerment	27	32	-	32	31	-	31	1	-
Personnel	498	566	-	566	483	1	484	82	23
Police - Civilian	3,388	3,443	-	3,443	2,983	2	2,985	458	13
Police - Sworn	10,549	10,674	-	10,674	9,976	9	9,985	689	4
Public Accountability	7	7	-	7	4	-	4	3	-
PW/Board of Public Works	97	114	-	114	92	-	92	22	-
PW/Bureau of Contract Admin	250	402	-	402	314	16	330	72	-
PW/Bureau of Engineering	680	940	2	942	807	-	807	135	8
PW/Bureau of Sanitation	3,066	3,299	-	3,299	2,755	(11)	2,744	555	7
PW/Bureau of Street Lighting	210	341	1	342	249	(2)	247	95	1
PW/Bureau of Street Services	905	1,367	-	1,367	994	(3)	991	376	18
Transportation	1,372	1,709	-	1,709	1,363	(10)	1,353	356	5
Zoo	238	259	-	259	227	(1)	226	33	5
Subtotal	**30,991**	**33,744**	**3**	**33,747**	**29,768**	**23**	**29,791**	**3,956**	**139**
Library	1,095	1,095	-	1,095	1,012	4	1,016	79	-
Recreation and Parks	1,472	1,734	-	1,734	1,426	(2)	1,424	310	254
Subtotal	**2,567**	**2,829**	**-**	**2,829**	**2,438**	**2**	**2,440**	**389**	**254**
Total	**33,558**	**36,573**	**3**	**36,576**	**32,206**	**25**	**32,231**	**4,345**	**393**

"Position Authorities-Start of August" includes resolution authority and substitute positions.

Monthly Summary	Position Authorities				Filled Positions				
	Adopted Budget	Start of Month	Changes	End of Month	Start of Month	Changes	End of Month	Vacancies	Activated Sub. Auth.
July	33,558	36,543	30	36,573	32,123	83	32,206	4,367	390
August	33,558	36,573	3	36,576	32,206	25	32,231	4,345	393

STATUS OF LIABILITY ACCOUNTS

Department/Bureau	Account	Budget (A1) 2018-19 Adopted Budget	Budget (A2) 2018-19 Adjusted Budget	Paid (B) Amount	Available Balance After Paid Amounts (C=A2+B) Amount	Pending Payments (D) Amount	Available Balance Based After Paid and Pending Payments (E=C+D) Amount	% to Adjusted Budget (1)
Fire	009790	$ -	$ -	$ -	$ -	$ -	$ -	0%
General Services	009791	$ -	$ -	$ -	$ -	$ -	$ -	0%
Police	009792	$ -	$ 11,198,000	$ (8,850,000)	$ 2,348,000	$ (2,348,000)	$ -	0%
PW/Engineering	009793	$ -	$ -	$ -	$ -	$ -	$ -	0%
PW/Sanitation	009794	$ 8,750,000	$ 8,750,000	$ -	$ 8,750,000	$ (1,075,000)	$ 7,675,000	88%
PW/Street Services	009795	$ -	$ 4,825,000	$ (4,625,000)	$ 200,000	$ (200,000)	$ -	0%
Recreation & Parks	009796	$ -	$ 2,000,000	$ (2,000,000)	$ -	$ -	$ -	0%
Transportation	009797	$ -	$ 3,862,500	$ (3,862,500)	$ -	$ -	$ -	0%
Miscellaneous (2)	009798	$ 80,340,000	$ 58,801,783	$ (2,575,739)	$ 56,226,044	$ (2,396,748)	$ 53,829,296	92%
TOTALS		**$ 89,090,000**	**$ 89,437,283**	**$ (21,913,239)**	**$ 67,524,044**	**$ (6,019,748)**	**$ 61,504,296**	69%

Note:

(1) Percentage to Adjusted Budget applies to Fire, General Services, Police, PW/Engineering, PW/Sanitation, Recreation & Parks, and Transportation Liability Accounts.

(2) Includes a $167,317 transfer from 2016-17 and a $179,966 from 2017-18 from Years 1 and 2 monitoring fees for the Independent Living Center settlement.

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
DEPT OF TRANSPORTATION					
	AUTOMOBILE	ELECTRIC	1	$42,000	$42,000
	AUTOMOBILE	ELECTRIC	66	48,000	3,168,000
	AUTOMOBILE	HYBRID	67	48,000	3,216,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	42,000	42,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	50,000	100,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	4	52,000	208,000
	TRUCKS:10,001-26,000#GVWR	CNG	1	140,000	140,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	52,000	52,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	80,000	80,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	90,000	90,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	95,000	95,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	7	140,000	980,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	150,000	150,000
DEPT OF TRANSPORTATION Total			**154**		**$8,363,000**
EL PUEBLO					
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	$52,000	$52,000
EL PUEBLO Total			**1**		**$52,000**
GENERAL SERVICES					
	TRUCKS:10,001-26,000#GVWR	DIESEL	1	$230,000	$230,000
	AUTOMOBILE	ELECTRIC	5	42,000	210,000
	AUTOMOBILE	HYBRID	5	42,000	210,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	50,000	50,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	48,000	96,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	4	50,000	200,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	20	51,875	1,037,500
	TRUCKS:10,000# OR < GVWR	GASOLINE	3	70,000	210,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	80,000	160,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	85,000	85,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	75,000	75,000

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
	TRUCKS:10,001-26,000#GVWR	GASOLINE	2	80,000	160,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	120,000	120,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	150,000	150,000
	TRUCKSTER	GASOLINE	1	30,000	30,000
	AERIAL EQUIPMENT & CRANES	NONE	1	35,000	35,000
	TRAILER/ WITH MTD EQUIP	GASOLINE	1	19,000	19,000
	TRAILER/ WITH MTD EQUIP	NONE	1	95,000	95,000
GENERAL SERVICES Total			**53**		**$3,172,500**
GSD - EXEC VEHICLES					
	AUTOMOBILE	ELECTRIC	14	$42,000	$588,000
	AUTOMOBILE	HYBRID	14	42,000	588,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	65,000	65,000
GSD - EXEC VEHICLES Total			**29**		**$1,241,000**
INFO TECHNOLOGY AGCY					
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	$42,000	$42,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	52,000	52,000
INFO TECHNOLOGY AGCY Total			**2**		**$94,000**
LA ZOO DEPT					
	CONST. EQUIP. GENERAL	DIESEL	1	$115,000	$115,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	3	48,000	144,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	50,000	100,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	5	52,000	260,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	80,000	80,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	85,000	170,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	80,000	80,000
	TRUCKSTER	GASOLINE	4	25,000	100,000
LA ZOO DEPT Total			19		$1,049,000
PUBLIC WORKS - BOARD					
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	$52,000	$52,000
PUBLIC WORKS - BOARD Total			1		$52,000

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
PUBLIC WORKS - CONTRACT ADMIN					
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	$48,000	$48,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	52,000	52,000
PUBLIC WORKS - CONTRACT ADMIN Total			2		$100,000
PUBLIC WORKS - ENGINEERING					
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	$50,000	$50,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	52,000	52,000
PUBLIC WORKS - ENGINEERING Total			**2**		**$102,000**
PW - STREET SERVICES					
	CLASS 7 26,001-33,000GVWR	CNG	1	$340,000	$340,000
	CLASS 7 26,001-33,000GVWR	CNG	1	375,000	375,000
	CLASS 7 26,001-33,000GVWR	CNG/GAS	1	240,000	240,000
	CLASS 8: >33,000# GVWR	CNG/GAS	1	240,000	240,000
	CLASS 8: >33,000# GVWR	GNG/GAS	1	380,000	380,000
	CONST. EQUIP. GENERAL	DIESEL	4	210,000	840,000
	CONST. EQUIP. GENERAL	DIESEL	1	260,000	260,000
	CONST. EQUIP. GENERAL	DIESEL	1	275,000	275,000
	STREET SWEEPER	CNG	14	425,000	5,950,000
	TRAILER/ TRANSPORT TYPE	NONE	2	95,000	190,000
	TRAILER/ TRANSPORT TYPE	NONE	8	150,000	1,200,000
	TRUCKS:10,000# OR < GVWR	CNG	1	52,000	52,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	16	52,000	832,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	52,000	52,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	2	70,000	140,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	4	80,000	320,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	120,000	120,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	145,000	145,000
PW - STREET SERVICES Total			**61**		**$11,951,000**

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
PW - STREET SERVICES (Resurfacing Program)					
	CLASS 8: >33,000# GVWR	CNG	1	$340,000	$340,000
	STREET SWEEPER	CNG	1	425,000	425,000
	CONST. EQUIP. GENERAL	DIESEL	3	225,000	675,000
	PAVERS AND PROFILERS	DIESEL	1	625,000	625,000
	PAVERS AND PROFILERS	DIESEL	2	950,000	1,900,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	1	50,000	50,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	8	52,000	416,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	80,000	80,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	230,000	230,000
	TRAILER/ TRANSPORT TYPE	NONE	1	135,000	135,000
PW - STREET SERVICES (Resurfacing Program) Total			**20**		**$4,876,000**
REC AND PARKS					
	TRUCKS:10,001-26,000#GVWR	CNG/GAS	1	$80,000	$80,000
	CONST. EQUIP. GENERAL	DIESEL	1	12,500	12,500
	CONST. EQUIP. GENERAL	DIESEL	1	120,000	120,000
	CONST. EQUIP. GENERAL	DIESEL	1	125,000	125,000
	CONST. EQUIP. GENERAL	DIESEL	3	150,000	450,000
	CONST. EQUIP. GENERAL	DIESEL	1	210,000	210,000
	PAVERS AND PROFILERS	DIESEL	1	425,000	425,000
	AUTOMOBILE	ELECTRIC	1	42,000	42,000
	AUTOMOBILE	HYBRID	1	42,000	42,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	8	50,000	400,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	34	52,000	1,768,000
	TRUCKS:10,000# OR < GVWR	GASOLINE	2	80,000	160,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	2	70,000	140,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	2	75,000	150,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	14	80,000	1,120,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	95,000	95,000
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	120,000	120,000

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
	TRUCKS:10,001-26,000#GVWR	GASOLINE	1	385,000	385,000
	TRUCKSTER	GASOLINE	1	18,000	18,000
	TRAILER/ TRANSPORT TYPE	NONE	2	25,000	50,000
	TRAILER/ TRANSPORT TYPE		1	35,000	35,000
REC AND PARKS Total			**80**		**$5,947,500**
GSD FLEET REPLACEMENT Total		--	**424**		**$37,000,000**
POLICE					
	SUV	--	9	$ 43,000	$ 387,000
	Sedan	--	15	35,000	525,000
	Trailer	--	3	29,333	88,000
POLICE Total			**27**		**$ 1,000,000**
PW - STREET LIGHTING					
REPLACEMENT VEHICLES	AERIAL LIFT TRUCK	--	3	$170,000	$510,000
	COMPRESSOR DUMP TRUCK	--	4	200,000	800,000
	CREW CAB PICKUP TRUCK	--	1	35,000	35,000
	DERRICK TRUCK	--	4	400,000	1,600,000
	PANEL STEP VAN	--	1	40,000	40,000
	TRUCKS LESS THAN 10,000 LBS	--	4	32,000	128,000
	Subtotal		**17**		**$3,113,000**
NEW VEHICLES					
	AERIAL LIFT TRUCK	--	4	$170,000	$680,000
	CREW CAB PICK UP TRUCK	--	3	35,000	105,000
	DERRICK TRUCK	--	2	400,000	800,000
	FLAT BED TRUCK (W/ COMPRESSOR)	--	2	150,000	300,000
	VACUUM EXCAVATOR (W/ TRAILER)	--	1	100,000	100,000
	Subtotal		**12**		**$1,985,000**
PW - STREET LIGHTING Total			**29**		**$5,098,000**

DEPARTMENT	UNIT TYPE	FUEL TYPE	QUANTITY	UNIT COST	TOTAL COST
FIRE					
	Apparatus, 100' Aerial Ladder	--	5	$ 1,283,989	$ 6,419,945
	Apparatus, Triple Combination	--	8	842,661	6,741,288
	BC/AC Command Vehicle (Emergency)	--	4	215,915	863,660
	Ambulance*	--	12	223,009	2,676,108
	Brush Patrol	--	2	312,970	625,940
	Fleet Utility Service Truck	--	1	173,689	173,689
	Sedans (Emergency)	--	22	62,941	1,384,702
	Sedans (Non-Emergency)	--	27	43,178	1,165,806
	Sedans Electric (Non-Emergency) FPB	--	15	46,418	696,270
	Heavy Equipment Fuel Tender	--	1	166,371	166,371
	EMS Battalion Command VHC	--	7	92,685	648,795
	Swift Water Rescue Vehicle	--	1	216,271	216,271
	Arson Utility Vehicle	--	2	196,271	392,542
	Box Truck (US&R Trench Rescue)	--	1	190,271	190,271
	Van, Side Load 8600 GVW	--	8	55,915	447,320
	Van, 15-Passenger	--	2	57,915	115,830
	Dodge Ram Crew Cab Pickup Truck	--	1	107,199	107,199
	Fuel Tender / Air Ops	--	1	789,500	789,500
	Helicopter Auxiliary Power Unit (APU)	--	1	47,090	47,090
	Forklift	--	1	57,000	57,000
FIRE Total			**122**		**$ 23,925,597**
	Unit cost includes communications package & labor costs				

ALL AGENCIES GRAND TOTAL	**$67,023,597**