

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

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Council District: All

To: Antonio R. Villaraigosa, Mayor
Herb J. Wesson, Council President
Paul Krekorian, Chair, Budget and Finance Committee

From: Miguel A. Santana, City Administrative Officer



Reference: 2012-13 Budget

Subject: **MID-YEAR (SECOND) FINANCIAL STATUS REPORT**

INTRODUCTION

In December 2012, the country stood at the edge of the fiscal cliff. The American Taxpayer Relief Act of 2012 relieved pressure by resolving the tax portion of the fiscal cliff, but it did not address sequestration. Automatic across-the-board cuts will occur if Congress fails to act on a plan to reduce the deficit by \$1.2 trillion over ten years by March 1, 2013. Sequestration could reduce up to \$115 million in 2012-13 Federal grant funding providing the City with little lead time to make the necessary reductions. Aside from the direct impact of sequestration to the City's budget, which is discussed later in this report, the severity of across-the-board cuts and uncertainty about the Federal budget are likely to adversely impact the economy and hinder a stronger recovery. Highlighting the fragile nature of the economic recovery, GDP retracted unexpectedly in the final quarter of 2012 and the national unemployment rate increased in January 2013 to 7.9 percent.

Notwithstanding Federal sequestration, the City's General Fund receipts indicate that the housing market and tourism have been improving with other economy sensitive revenues are at or below plan. While revenue has been stronger than recent past years the City's unemployment rate remains high and the City should be cautious going into 2013-14. Adding to the uncertainty is the outcome of the sales tax initiative on the March 5, 2013 ballot.

Compounding the City's challenges, it continues to be difficult to contain costs and implement ongoing expenditure reductions to solve the structural deficit. In a recent review of the City's General Obligation and Proposition K bond ratings, Fitch Ratings and Moody's Rating Service (Moody's) both stated that there is still significant work necessary to balance the budget. Moody's stated that ***"Despite significant General Fund budget cuts in recent years, the City continues to have a substantial structural deficit. This is driven by deferred labor cost increases, an above average General Fund pension burden compared to most highly rated cities nationwide, and the relative weakness of the economic recovery compared to projected expenditure growth."***

In light of the rating agencies ongoing concerns, the looming threat of sequestration, and tepid economic growth, it is critical that the City seize all opportunities to address the structural deficit and save any unanticipated revenues in 2012-13, to offset potential service reductions in 2013-14 if the sales tax measure does not pass.

SUMMARY

Pursuant to the City Charter Section 291, the Office of the City Administrative Officer (CAO) monitors the budget and transmits periodic reports to the Mayor and Council detailing the City's current financial condition. As such, this Office is transmitting the Mid-Year (Second) Financial Status Report (FSR) for this fiscal year. This report provides an update on the current-year budget, including the projected departmental deficits, trend in revenues, the Reserve Fund, and issues of concern and their potential impact to the City. Recommendations totaling approximately \$96.8 million for appropriations, transfers and other budgetary adjustments are included in this report.

In the First FSR, a deficit of \$16.6 million was reported. The deficit was due to departmental expenditure shortfalls and unbudgeted expenses. Solutions adopted as part of the First FSR, the Managed Hiring Committee and other measures implemented to control General Fund spending have reduced the deficit to \$9.6 million. The current shortfall is attributed to the Fire Department and the Office of the City Attorney. Included in this report is a recommendation to transfer \$3.7 million from the Attorney Conflict Panel Fund to the Unappropriated Balance for outside counsel expenditures.

While an increase in Citywide revenue is currently projected, related costs reimbursements from the Solid Waste Resources Fund and the Sewer Construction Maintenance Fund will be below budget. Additionally, there continues to be uncertainty regarding the fire emergency medical reimbursements from the state. This issue is addressed in the revenue section that follows and in Attachment 14, Status Update Inspector General of Citywide Collections.

Despite the positive 2012-13 outlook, the forecasted budget gap of \$216 million in 2013-14 and \$327 million in 2014-15 still needs to be closed. The City should continue to comply with the austerity measures it has implemented, including the Managed Hiring Process, releasing prior year encumbrance, maximizing General Fund reimbursements, and building the Budget Stabilization Fund.

2012-13 Revenue

Total fiscal year 2012-13 revenue through December is ahead of plan. Property tax and documentary transfer tax revenue continue to do well with the gradual recovery of the housing market, and the Transient Occupancy Tax is ahead of plan. However, there are risks to the revenue budget. Reimbursement for ambulance services through AB678 is still pending, user taxes, the power revenue transfer, and franchise income are below plan, and related costs reimbursements will be reduced. Additionally, there are economic concerns, as the recovery continues to be moderate. Unemployment, though decreasing, remains high at 10.2 percent, and

the growth rate remains lackluster with GDP expected to average less than 1.8 percent through the fiscal year. This Office will closely monitor receipts and economic indicators over the coming months. Please refer to the revenue discussion and corresponding attachments for additional information (See Section 11 and Attachments 13A-R).

Fire Emergency Medical Reimbursements: The receipt of \$23.6 million in revenue this fiscal year from AB 678 is less certain compared to earlier projections yet the Beta Group (group consisting of the City and outside agencies responsible for piloting the AB 678 program) remains optimistic that funds will be received by end of this fiscal year. Although the State has allocated \$80 million for the first year of the reimbursement program, the California Department of Health Care Services has not received final approval from the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMMS) on the cost allocation methodology detailed in AB 678. The Inspector General believes that the City is still likely to receive AB 678 funds by end of this fiscal year if CMMS approves the proposed State Plan Amendment (SPA) and required forms by end of February 2013. If the SPA, including cost allocation methodologies and reports, is not approved before March 2013, then the City should proceed with caution if it opts to continue to rely on AB 678 funds in this fiscal year's revenue projections. SPA approval on or after April 2013, will most likely result in receipt of AB 678 funds early next fiscal year.

Issues of Concern

In addition to the aforementioned concerns, there are additional factors that may adversely impact the City; the size and/or timing of which cannot be accurately determined at this time:

Class Action Liability: As reported in previous FSRs, the California Supreme court ruled in *Ardon v. City of Los Angeles* that taxpayers may file a class action claim against a municipal government entity for the refund of local telephone use taxes, overturning an earlier Court of Appeal ruling. The Ardon lawsuit challenges the validity of the City's telephone users' tax that was previously based on a federal government interpretation of the federal excise tax. The Supreme Court concluded that class claims for tax refunds against a local governmental entity are permissible, and remanded the matter back to the trial court for consideration on the merits. If the plaintiffs prevail, based on the current timing of the litigation, the City's liability could potentially be several hundred millions dollars, payable in 2013-14 or thereafter. However, any potential settlements could result in some financial impact as early as 2012-13. Additionally, there are several lawsuits that are also pending that may result in high judgments against the City.

State Budget: The Governor proposes continuing 2012-13 mandate suspensions, as well as suspend nine more. For four of these mandates, the City is not eligible as a claimant. The City has already filed claims for two of the five mandates for which the City is eligible for reimbursements. By suspending the Domestic Violence Background Checks and the Identity Theft, the State will defer payment it owes the City. However, this does not impact the City's budget as revenues from state mandates are not included in the current fiscal year revenue projections. The impact on the City of the three remaining mandates is still unknown since the

Commission on State Mandates has not approved the parameters and guidelines for claiming instructions or has not approved the programs for filing.

Federal annual budget appropriations: On January 1, 2013, the House and Senate passed the American Taxpayer Relief Act of 2012 (ACT) that permanently extended several Bush-era tax breaks that were set to expire on December 31, 2012, adjusted the Alternative Minimum Tax (AMT), and temporarily extended other benefits and breaks for individuals, excluding high income earners, and businesses. Additionally, the ACT delayed the start automatic across-the-board cuts known as "sequestration" by two months, from January 2, 2013 until March 1, 2013.

Unless exempted, Federal grants received by the City will likely see an eight to nine percent decrease, representing a cut as high as \$115 million in 2012-13: \$23 million from community development and public safety related programs and \$92 million from public housing and other housing assistance programs. Specific program reductions could impact the Community Development Block Grant (CDBG), HOME Investment Partnership, Section 8 Housing Programs, and Community Oriented Policing Services (COPS) and Byrne Justice Assistance Grants. These programs have already experienced significant cuts over the last two federal fiscal years and would face an additional 28 percent reduction beginning in 2013 through 2021.

Additional information was provided in the *Impact of Sequestration* report submitted to Council on January 3, 2013 (C.F. 12-0600-S169).

Four Year Outlook and Future Budget Outlook

The Four-Year Outlook remains unchanged from the First FSR. It was last updated in July 2012 to reflect the City's 2012-13 Adopted Budget as well as the new terms with various bargaining units and reported a budget gap of \$216 million for 2013-14.

However, the Los Angeles City Employees Retirement System (LACERS) and the Los Angeles Fire and Police Pension (LAFPP) have recently adopted 2012 contribution rates that were lower than projected in the Four-Year Outlook. This will result in a lower than expected 2013-14 contribution for the City of approximately \$44 million for both systems. The long-term savings cannot be qualified at this time without new five-year projections from the retirement systems. This Office has requested projections from LACERS and LAFPP and expects to receive them in the next three to four weeks.

Additionally, as provided in this report, this Office is projecting additional revenue growth in the current year of approximately \$55 million at this time. This additional revenue should be set aside in the Budget Stabilization Fund (BSF), Service Protection Account to potentially offset next year's deficit. With the additional revenue received in the current year, receipts for 2013-14 should also be higher than originally anticipated in June 2012.

This Office recently released a report recommending that departments disencumber approximately \$18 million in prior year General Fund encumbrances. These funds are also recommended to be placed in the BSF. Any other savings accrued in the current year should also

be transferred to the BSF at year-end. Early estimates for potential savings that could be transferred to the BSF could be as high as \$70-80 million.

With the one-time funds set aside in the BSF, revenue growth in 2013-14, the lower contribution rates for both pension systems, the \$216 million deficit originally projected for 2013-14 will be significantly reduced. Offsetting this positive adjustment are increased costs for Police and Fire to maintain current service levels. While the lower deficit for 2013-14 is encouraging, the City still faces a large deficit in 2014-15. The City should remain cautious as the use of one-time funding in 2013-14 will not provide the ongoing savings necessary to close the deficit that the City will face in 2014-15. This Office will provide a revised Four-Year Outlook upon receipt of updated five-year projections from the pensions systems.

Reserve Fund and Budget Stabilization Fund

The current Reserve Fund balance is \$229.2 million, after accounting for an additional \$24 million in loan repayments and other receipts, and approximately \$21.7 million in approved and proposed loans and transfers. The balance consists of a \$125.1 million Emergency Reserve and \$104.1 million Contingency Reserve. Please refer to Attachment 1 for greater detail on the Reserve Fund.

The \$24 million in additional loan repayments and other receipts include the transfer of \$16.51 million in 2011-12 Special Parking Revenue Fund (SPRF) surplus approved by Council on October 19, 2012. Section 5.117, Subsection 7 of the Los Angeles Administrative Code (LAAC) authorizes the Council to make a surplus determination in the SPRF and to transfer the surplus to the Reserve Fund. This action was delayed from the previous fiscal year. Funds can only be declared surplus subsequent to the provision of monies for repayment of debt service, the cost of operation and maintenance of on-and-off street parking facilities as detailed in a Council-approved 5-Year Parking Operations and Maintenance Plan, the restoration of funds loaned in prior surplus transfers and the maintenance of a contingency amount in the SPRF defined at the discretion of the Mayor and Council.

The current Reserve Fund balance represents 5.37 percent of the Adopted General Fund budget. While the December 31, 2012, Reserve Balance allowed the City to meet the five percent requirement established by the City's Financial Policies, this Office recommends that we remain cautious in using the Reserve Fund to offset deficits in light of the forecasted 2013-14 budget gap of \$216 million.

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 current balance is \$500,000, deposited in fiscal year 2009-10. At this time it is recommended that \$15 million of the \$16.5 million from SPRF be transferred to the Budget Stabilization Fund. Additionally, while a policy is forthcoming, this Office recommends that the City increase the BSF balance to \$70-80 million by year-end to help offset the projected 2013-14 budget gap of \$216 million.

2012-13 Projected Departmental Deficits

This FSR is based on department expenditure and revenue information through the end of November and includes the following assumptions: departments must absorb any unbudgeted cost of living adjustments, the Managed Hiring Process will continue, and the 209 positions identified for potential layoff will be continued through the end of the fiscal year. Any changes to these assumptions will impact the City's budget outlook. Based on five months of data, approximately \$9.6 million in expenditure shortfalls and unbudgeted expenses are projected at this time.

Departmental projected expenditure shortfalls of \$9.6 million are primarily due to a shortfall in the Fire Department's Overtime Constant Staffing account (\$5 million) and the Office of the City Attorney's Outside Counsel account (\$3.7 million). Included in this report is a recommendation to transfer \$3.7 million from the Attorney Conflict Panel Fund to the Unappropriated Balance for outside counsel expenditures.

Budgetary Adjustments

Budgetary adjustments totaling approximately \$96.8 million are recommended in Sections 1 and 2 of this report which include:

- \$1.6 million in new appropriations;
- \$34.3 million for transfers between accounts within various departments and funds;
- \$11.3 million for transfers between departments and funds;
- \$5 million from the Petroleum line item in the Unappropriated Balance;
- \$22.4 million re-authorization to spend Municipal Improvement Corporation of Los Angeles (MICLA) funds for the Fire Department and Police Department, as per the 2012-13 Adopted Budget, as well as authorization to expend up to \$130,000 in prior year MICLA funding for the Fire Department and \$444,450 for mobile data computers for the Police Department;

Attachments

- 1 Current Status of the Reserve Fund
- 2 New Appropriations
- 3 Transfers between Accounts within Departments and Funds
- 4 Transfers between Departments and Funds
- 5 Appropriations from the Unappropriated Balance
- 6-a Status of the Unappropriated Balance – General Account
- 6-b Status of the Unappropriated Balance – Non-General Accounts
- 7 209 Resolution Authorities – Substitute and In-Lieu Authorities
- 8 Employment Level Report
- 9 Status of Voluntary Furlough Program
- 10 Status of 120 Day Employees

- 11 Status of Fee Increases in the 2012-13 Budget
- 12 GRYD Program Contracts and Expenditures
- 13-a Fiscal Year 2012-13 General Fund Receipts
- 13-b Revenue Monthly Status Report: Property Tax by Account
- 13-c Property Tax: 12-Month Moving Sum
- 13-d Revenue Monthly Status Report: Documentary Transfer Tax
- 13-e Deeds recorded in the City: 12-Month Moving Sum
- 13-f City Revenue Per Recorded Deed: 12-Month Moving Average
- 13-g Documentary Transfer Tax: 12-Month Moving Sum
- 13-h Revenue Monthly Status Report: Transient Occupancy Tax
- 13-i Revenue per Available Room, Los Angeles Area
- 13-j Revenue Monthly Status Report: Utility Users Tax
- 13-k Revenue Monthly Status Report: Electric Users' Tax
- 13-l Revenue Monthly Status Report: Gas Users' Tax
- 13-m Cost of Natural Gas
- 13-n Revenue Monthly Status Report: Telephone Users' Tax
- 13-o Franchise Income: Detail Income by Account
- 13-p Revenue Monthly Status Report: Business Tax
- 13-q Revenue Monthly Status Report: Sales Tax
- 13-r Revenue Monthly Status Report: Parking Users' Tax
- 14 Status Update from the Inspector General of Citywide Collections

RECOMMENDATIONS

(Refer to Discussion Sections 1 and 2)

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

1. Appropriate \$1,713,265.98 to Department accounts as specified in Attachment 2;
2. Transfer \$35,581,510.22 between accounts within various departments and funds as specified in Attachment 3;
3. Transfer \$11,339,008.02 between various departments and funds as specified in Attachment 4;
4. Transfer \$8,758,502.00 from the Unappropriated Balance to various departments as specified in Attachment 5;

City Administrative Officer

5. Transfer \$50,000 from Insurance Premiums Special Fund No. 46S/10, Account No.100230, Insurance and Bonds Premiums to a new account, "Line of Credit Costs" to pay Wells Fargo for services associated with the Bond Assistance Program;

6. Authorize the City Administrative Officer to receive reimbursements for such services from Merriwether and Williams Insurance Services, which will be placed in Insurance Premiums Special Fund No. 46S and appropriate back upon the fiscal year received under Account No.100230, Insurance and Bonds Premiums;
7. Upon receipt of the invoice from the Los Angeles City Employee Retirement System (LACERS), authorize the Controller to transfer up to \$25,000 from the General Fund 100/10, Account No. 003040, Contractual Services, to LACERS Fund 800/16, Revenue Source Code 5188, Miscellaneous Revenue for the five-year projection;

General Services

8. Rescind the action taken on December 12, 2012 (C.F. 12-1791) related to the appropriating \$225,477 to General Services Fund No. 100/40, 006030, Leasing Account for office space for the Police Department's South Traffic Division due to an unanticipated surplus in the Leasing Account to fund this expense;
9. Authorize the Controller to appropriate \$700,000 from General Services Fund 100/40, RSRC 4227 Laboratory Testing Fees to support additional materials testing services for the Los Angeles World Airports as detailed below;

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|----------------------|------------------|
| 001090 | Overtime General | \$545,000.00 |
| 001070 | Salaries As-Needed | 40,000.00 |
| 003040 | Contractual Services | 40,000.00 |
| 004500 | Laboratory Expenses | <u>75,000.00</u> |
| | Total | \$700,000.00 |

Housing

10. Decrease appropriations by \$20,971 within the Federal Emergency Shelter Grant Fund No. 517/43 to align the Housing Department's budget with the actual grant administration entitlement amount;
 - a) Decrease appropriations within the Federal Emergency Shelter Grant Fund 517/43 as follows:

| <u>Account No</u> | <u>Account Name</u> | <u>Amount</u> |
|-------------------|---------------------|-------------------|
| 43J143 | Housing | (\$13,241.00) |
| 43J299 | Related Costs | <u>(7,730.00)</u> |
| | Total | (\$20,971.00) |

- b) Decrease appropriations by \$13,241 within Housing Fund 100/43, Account No. 001010, Salaries General;

11. Authorize the Controller to establish a new account and transfer Lead Fund No. 49E and Housing Fund 100/43 appropriations for accounting and Lead Hazard Remediation Program staff as follows:

a) Establish a new account within Lead Fund No. 49E, Department 43, Fiscal Year 2012-13 as follows:

| <u>Account No.</u> | <u>Account Name</u> |
|--------------------|---------------------|
| 43J299 | Related Costs |

b) Transfer appropriations within the Lead Grant Fund No. 49E, Department 43, Fiscal Year 2012-13 as follows:

From:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|-------------------------------|------------------|
| 43E702 | Lead Hazard Reductions-LGV11 | \$ 34,349.16 |
| 43E802 | Lead Hazard Reduction-LGVIII | 36,163.77 |
| 43E844 | Tech Services-LG VII and VIII | 46,134.82 |
| 43G143 | LAHD Admin | 490.47 |
| 43G844 | Technical Services | 9,469.00 |
| 43G899 | Related Cost-LGVIII | 0.21 |
| 43H702 | Lead Hazard Reduction | 12,029.64 |
| 43H802 | Lead Hazard Reduction | 31,758.38 |
| 43H844 | Technical Services | <u>16,326.00</u> |
| | Total | \$186,721.45 |

To:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------|------------------|
| 43J143 | LA Housing Dept | \$132,127.95 |
| 43J299 | Related Costs | <u>54,593.50</u> |
| | Total | \$186,721.45 |

c) Expend funds not to exceed \$186,721.45 from the above funds and accounts upon proper written demand from the LAHD General Manager, or designee;

d) Increase appropriations within Housing Fund 100/43, Fiscal Year 2012-13 as follows:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------|---------------|
| 001010 | Salaries General | \$ 131,900.22 |
| 001090 | Overtime General | <u>227.73</u> |
| | Total | \$ 132,127.95 |

12. Authorize the Controller to establish accounts and transfer special fund and Housing Fund 100/43 appropriations for the Affordable Housing Preservation Program as follows:

- a) Establish new accounts within the LAHD Small Grants and Awards Fund No. 49N, Fiscal Year 2012-13 as follows:

| <u>Account No.</u> | <u>Account Name</u> |
|--------------------|------------------------|
| 43J143 | Housing |
| 43J244 | Administrative Reserve |
| 43J299 | Related Costs |
| 43J412 | Service Delivery |

- b) Transfer appropriations within the LAHD Small Grants and Awards Fund No. 49N, Fiscal Year 2012-13 as follows:

From:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|------------------------|------------------|
| 43F143 | Housing | \$ 25,503.31 |
| 43G143 | LAHD Admin | 20,443.60 |
| 43G299 | Related Costs | 22,557.96 |
| 43H143 | Housing | 70,847.98 |
| 43H244 | Administrative Reserve | <u>70,119.52</u> |
| | Total | \$209,472.37 |

To:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|------------------------|------------------|
| 43J143 | Housing | \$84,159.00 |
| 43J244 | Administrative Reserve | 70,910.37 |
| 43J299 | Related Costs | 22,803.00 |
| 43J412 | Service Delivery | <u>31,600.00</u> |
| | Total | \$209,472.37 |

- c) Prorate any interest or program income earned in the future from the MacArthur Grant Fund and appropriate these additional funds from interest or program income, into the LAHD Small Grants and Awards Fund No. 49N, Account No. 43J244, Administrative Reserve;
- d) Expend funds from the funds and accounts specified above upon proper written demand by the LAHD General Manager, or designee, for grant program administration in accordance with applicable state and federal guidelines and all City rules, regulations and ordinances;

e) Increase appropriations within Housing Fund 100/43, Fiscal Year 2012-13 as follows:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------------|---------------------|
| 001010 | Salaries General | \$ 52,419.00 |
| 001070 | Salaries As-Needed | 15,740.00 |
| 002120 | Printing & Binding | 4,000.00 |
| 002130 | Travel | 7,000.00 |
| 006010 | Office and Administrative | 5,000.00 |
| | Total | <u>\$ 84,159.00</u> |

f) Expend funds from the Housing Fund 100/43 for an amount up to \$84,159.00 from the accounts specified above upon proper written demand by the LAHD General Manager, or designee;

Mayor

13. Reappropriate \$57,160 in encumbered prior year funds in Mayor Fund 100/46, Account No. 003040, Contractual Services to the current fiscal year to support service provider contractors associated with the Gang Reduction and Youth Development Program;

14. Appropriate \$468,193 from Mayor Fund 100/46, Revenue Source Code 5161, Reimbursement of Expenditures, to Mayor Fund 100/46, Account No. 001070, Salaries As-Needed for Measure R Projects related expenditures;

15. Appropriate \$16,314 from Mayor Fund 100/46, Revenue Source Code 5161 Reimbursement of Expenditures, to Mayor Fund 100/46, Account No. 003040 Contractual Services to reprogram returned advancement funds from a GRYD contractor;

16. Appropriate \$43,984.27 from the Justice Assistance Grant Fund 54B for City Attorney salaries and related costs as follows:

a) Transfer appropriations from within Justice Assistance Grant Fund 54B, Fiscal Year 2010-11 as follows:

From:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------|------------------|
| RSRC 4903 | Interest Income | \$ 12,363.27 |
| 46H299 | Related Costs | <u>31,621.00</u> |
| | Total | \$ 43,984.27 |

To:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|-----------------------------------|------------------|
| 46J112 | City Attorney Salaries | \$ 12,013.27 |
| 46J601 | Mayor – Office and Administrative | 350.00 |
| 46J299 | Related Costs | <u>31,621.00</u> |
| | Total | \$ 43,984.27 |

- b) Transfer appropriations from Justice Assistance Grant Fund 54B to Mayor Fund 100/46 as follows:

From:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------|---------------|
| 46J299 | Related Costs | \$ 31,621.00 |

To:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|-----------------------------------------|---------------|
| RSRC 5346 | Related Costs Reimbursement from Grants | \$ 31,621.00 |

- c) Increase appropriations within City Attorney Fund 100/12, Account 001010, Salaries General by \$12,013.27;
- d) Upon presentation of proper documentation from City Attorney and approval from the Mayor's Office, transfer cash in an amount not to exceed \$12,013.27 from the Justice Assistance Grant (JAG) Fund 54B/46, Account 46J112 to reimburse the General Fund for JAG related expenditures.

Neighborhood Empowerment

17. Authorize the Controller to disencumber \$19,443 (GAE 47 FMISCO1114490M), revert the same amount to the Neighborhood Empowerment Fund 44B/47 and reappropriate therefrom to the Neighborhood Empowerment Fund No 100/47, Account No. 003040, Contractual Services;
18. Reappropriate \$119,992.24 from Neighborhood Empowerment Fund 44B/47/47H147 to the following appropriation accounts in Neighborhood Empowerment, Fund No. 100/47 for Neighborhood Council election expenses:

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|---------------------------|---------------|
| 002120 | Printing and Binding | \$ 40,000.00 |
| 003040 | Contractual Services | 69,992.24 |
| 006010 | Office and Administrative | 10,000.00 |
| | Total | \$ 119,922.24 |

Personnel

19. Upon receipt of reimbursement from the Department of Water and Power for personnel services, authorize the Controller to appropriate \$200,000.00 from Personnel Fund 100/66, RSRC 4596, Service To Water and Power, to Personnel Fund 100/66, Account No. 001070, Salaries As-Needed;

20. Instruct the Department of Personnel to work with the Office of the City Administrative Officer to invoice and receive \$200,000 from the Department of Water and Power and to deposit these funds into Personnel Fund 100/66 RSRC 4596 Service To Water and Power;

Police

21. Authorize the Controller Office to process the revision of Fiscal Year 2011-12 Year-End Reversion Worksheet submitted by Los Angeles Police Department on November 29, 2012;

Public Works, Bureau of Sanitation

22. Authorize the Controller to decrease appropriations within the Solid Waste Resources Fund No. 508/50, Account No. 50J299, Related Costs, by \$2,110,000 to reflect reduced reimbursements due to a high vacancy rate;
23. Authorize the Controller to decrease appropriations within the Sewer Capital Fund No. 761/50, Account No. 50J299, Related Costs, by \$6,740,000 to reflect reduced reimbursements due to a high vacancy rate;

MICLA

24. Relative to the Fire Department,

- a) Authorize the Controller to increase appropriations in the Information Technology Agency, Fund 100/32, Account No. 001100, Hiring Hall Salaries, by up to \$130,000 for the estimated costs of installation of communications equipment in Fire Department vehicles, and correspondingly transfer up to \$130,000 to Fund 298/38 MICLA, Account 38J132 from Fund 298/38 MICLA, Account No. 38H206 upon presentation of approved invoices.
- b) Re-approve the use of \$5,000,000 in Municipal Improvement Corporation of Los Angeles (MICLA) financing provided in the 2012-13 Budget to replace the Fire Station Alerting System;
- c) Re-approve the use of \$12,000,000 in Municipal Improvement Corporation of Los Angeles (MICLA) financing provided in the 2012-13 Budget to replace the Fire Computer-Aided Dispatch System;

25. Relative to the Police Department,

- a) Re-approve the use of \$5,368,000 in Municipal Improvement Corporation of Los Angeles (MICLA) financing provided in the 2012-13 Budget for the acquisition of 144 non-patrol vehicles;

- b) Increase appropriations in the amount of \$444,450 within the MICLA AO Series 2002F Acquisition Fund 290/70, Account No. 70J470, LAPD Mobile Data Computers for the replacement of 195 mobile data computers;

Attorney Conflict Panel Fund

- 26. Transfer \$3,700,000 from the Attorney Conflict Panel Fund No. 46T/10/100594 to the Reserve Fund and therefrom to the Unappropriated Balance, Outside Counsel;
- 27. Transfer from \$1,772,340.35 the Attorney Conflict Panel, Fund No. 46T/10/100594 to the Reserve Fund and therefrom to the Unappropriated Balance, Reserve For Economic Uncertainty;

Budget Stabilization Fund

- 28. Authorize the Controller to transfer \$15,000,000 from the Reserve Fund, through the Unappropriated Balance, to the Budget Stabilization Fund.

Human Resources Benefits Fund

- 29. Transfer \$2,000,000 from Human Resources Benefits Fund No. 100/61, as detailed below, to the Unappropriated Balance Fund No. 100/58, Account No. 000037, Reserve for Economic Uncertainties;

| <u>Account No.</u> | <u>Account Name</u> | <u>Amount</u> |
|--------------------|-----------------------------------|------------------------|
| 009100 | Unemployment Insurance | \$ 1,000,000.00 |
| 009200 | Civilian Flex Program | 750,000.00 |
| 009220 | Police Health and Welfare Program | 250,000.00 |
| | Total | <u>\$ 2,000,000.00</u> |

Technical

- 30. Authorize the City Administrative Officer to make technical corrections as necessary to those transactions included in this report to implement Mayor and Council intentions.

FISCAL IMPACT STATEMENT

Based on preliminary estimates, \$9.6 million in expenditure shortfalls and major unbudgeted expenses are identified in this report. No adjustment to budgeted revenue is recommended at this time. Transfers, appropriations and other adjustments totaling approximately \$96.8 million are recommended in Sections 1 and 2. Included in these recommendations is the re-authorization of \$22.4 million in Municipal Improvement Corporation of Los Angeles (MICLA) financing as per the 2012-13 Adopted Budget.

DEBT IMPACT STATEMENT

The issuance of MICLA bonds is a General Fund obligation. In connection with the re-authorization to use MICLA financing provided for in the adopted budget, it is estimated that the City will need to borrow a total of \$24,973,000 (includes cost of equipment, costs of issuance, and debt service reserve fund) at a five percent interest rate. Actual interest rates may differ as rates are dependent on market conditions at the time of issuance. This Office cannot predict what interest rates will be in the future. The total estimated debt service is \$32,039,000 which includes the borrowing amount and interest (\$7,066,000). During the life of the bonds, the estimated average annual debt service is \$3,204,000 over 10 years.

DISCUSSION

The Office of the City Administrative Officer (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 the current-year budget deficit, revenue shortfall and reserve fund status, and it highlights current issues of concern and the potential impact to the City. In addition, it provides an update on department revenues and expenditures, which includes recommendations totaling approximately \$96.8 million for appropriations, transfers and other budgetary adjustments, and status reports on the City’s spending and savings efforts.

The following is a discussion regarding the recommendations included in the report and other budget related items. The discussion is presented in 13 sections as follows:

- Section 1. Status of Departmental Budgets..... 16
- Section 2. Status of Non-Departmental Funds and Special Accounts..... 41
- Section 3. Status of The Office Of Public Safety Consolidation..... 43
- Section 4. Status of the Human Resources Consolidation 43
- Section 5. Status of The 209 Resolution Authorities 44
- Section 6. Status of Employment and Labor Cost Savings Efforts 45
- Section 7. Status of Fee Increases..... 46
- Section 8. Status of the City’s MICLA Commercial Paper Program 46
- Section 9. Status of Fee Waivers and Subsidies..... 47
- Section 10. Status of the Gang Reduction and Youth Development Program..... 47
- Section 11. Status of General Fund Receipts..... 48
- Section 12. Status of Debt Collections From the Inspector General..... 49
- Section 13. State Budget Update 50

1. STATUS OF DEPARTMENTAL BUDGETS

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

This analysis is based on department expenditure and revenue information through the end of November and includes the following assumptions: departments must absorb any unbudgeted cost of living adjustments, the Managed Hiring Process will continue, and the 209 positions identified for elimination will be continued through June 30, 2013. Any changes to these assumptions will impact the City's budget outlook. Departments projecting expenditure shortfalls of \$9.6 million primarily consist of Fire (\$5 million) and City Attorney (\$3.7 million for Outside Counsel) deficits.

A. Aging

No Recommendations

The Department is projecting a year-end special funds surplus of \$540,197 in the Salaries General account. This projection assumes the Department will fill six vacant positions. Grant funds may be returned to the grantor after June 30, 2013 if the funds are not expended by that time. However, the funds may be reprogrammed for other purposes or returned to the Department as one time only funds in subsequent fiscal years.

B. Animal Services

No Recommendations

The Department is projected to complete the year within budget. This includes providing a full year of funding for positions that were originally slated to be laid off on December 31, 2012.

A \$220,000 deficit is projected in General Fund receipts. This is primarily due to lower than expected dog licensing fee revenue resulting from reduced staffing. This Office will continue to monitor revenues and work with the Department to ensure effective revenue collection.

C. Building and Safety

Attachment 4 – Transfers between Department and Funds

The Department is projected to complete the year within budget, provided the Community Development Block Grant funding for the Proactive Code Enforcement Program is continued at current levels in the 39th Program Year Plan. If the funding is discontinued, a \$300,000 deficit is projected.

The Department expects to meet its General Fund revenue budget by year-end. Revenue to the Building and Safety Enterprise Fund is projected to exceed budget by ten percent (\$10.5 million) due to increasingly strong building permit demand in the City. To help the Department meet the increase in workload resulting from rising building permit volume, the Managed Hiring Committee

has granted the Department blanket unfreeze authority for Engineer and Inspector positions. On January 11, 2013, Council approved a motion to transfer \$1.5 million to the Department's Overtime General account to meet the increased workload (C.F. 12-0747-S1).

The following transaction is recommended:

- Transfer \$125,000 from within the Building and Safety Enterprise Fund from the Reserve for Unanticipated Costs account to the Salaries As-Needed account.

D. City Administrative Officer

Attachment 3 – Transfers between Accounts within Departments and Funds Recommendation Nos. 5, 6 and 7

It is projected that the Office will complete the year within budget after reimbursements for staff costs. This includes a transfer of up to \$25,000 to the Los Angeles City Employee Retirement System (LACERS) for the cost of a five-year projection to be provided by The Segal Company in accordance with actuarial assumptions adopted by the LACERS Board and as commissioned by the Office. The Office is projecting a \$50,000 deficit in the Salaries As-Needed account, which is offset by a \$50,000 surplus in the Salaries General account. Part-time interns are hired as as-needed staff to fill gaps created by the loss of positions in recent years.

The Office received authority for four positions related to Asset Management to be funded by future sale(s) of surplus properties. At this time, no funding adjustment is recommended. Funding adjustments may be provided at year-end.

In addition, the City Risk Manager requires a transfer of \$50,000 within the Insurance Premiums Special Fund to pay one-time fees to Wells Fargo associated with new banking procedures for the Bond Assistance Program.

At this time, General Fund revenue is projected to be on budget.

The following transactions are recommended:

- Establish a new account in the Insurance Premiums Special Fund to pay for services related to the Bond Assistance Program and authorize the Office to receive reimbursements from Merriwether and Williams Insurance Services for fees related to the program.
- Transfer up to \$25,000 from the Contractual Services account to LACERS Fund 800/16, Revenue Source Code 5188, upon receipt of the invoice from LACERS for the five-year projection.
- Transfer \$50,000 from the Salaries General account to the Salaries As-Needed account.

**E. City Attorney
No Recommendations**

In the First FSR, a surplus of \$118,000 was projected for the Department's salary accounts. It is now projected that the Department will have a \$1.2 million surplus among the salary accounts and an \$838,000 deficit among the expense accounts, for a net surplus of \$362,000 at year-end. The increase in the surplus among the Department's salary accounts is primarily due to unanticipated attrition and employees on leave of absence without pay. The deficit in the expense accounts is due to unbudgeted records retention expenses and higher than anticipated litigation expense costs. At this time, the Department is not requesting to transfer funds between accounts, but will continue to closely monitor expenditures and request transfers in a future financial status reports.

The Department continues to project a deficit of \$3.7 million in Outside Counsel as previously reported in the First FSR. According to the Department, the increase in projected expenditures is due to increased litigation activity in high-exposure cases alleging violations of the Americans with Disabilities Act and the alleged unlawful imposition of a Telephone Users Tax. It is recommended that \$3.7 million be transferred from the Attorney Conflicts Panel (ACP) to the Unappropriated Balance (UB) for anticipated Outside Counsel expenditures (See Section 2.A). The City Attorney's Office will submit a separate request to Council to transfer the funds from the UB to the City Attorney's Office at a later date.

The Department's General Fund revenues are projected to be on budget at this time.

**F. City Clerk
No Recommendations**

The Department is projecting a deficit of \$224,003 in the Salaries General account as a result of a one-time salary reduction of \$254,384 approved in the 2012-13 Budget. At the time the budget was adopted, it was assumed that the Department would absorb the one-time budget reduction through attrition and by maintaining vacancies. The Department has advised that it will reduce the salaries deficit with savings to be identified later in the fiscal year.

The Department has identified potential unfunded election expenditures totaling \$491,831. The unfunded expenditures include the cost of a voter initiative petition to overturn the City's ban on medical marijuana dispensaries (\$39,831), two additional medical marijuana initiative petitions (\$180,000), provision of election language services in the Armenian language (\$109,000), Cost of Living Adjustments (COLA) for as-needed election staff (\$128,000), and a Council District 6 Special Election (\$35,000). The Department has historically absorbed these unfunded costs through its election expense account. This Office will continue to monitor expenses and make recommendations for adjustments in subsequent financial status reports, if necessary, when the actual election expenses have been determined.

The Department's General Fund revenues are projected to be on budget.

G. Community Development Department
Attachment 3 – Transfers between Accounts within Departments and Funds
Attachment 4 – Transfers between Department and Funds

The Department is projected to complete the year within budgeted funding from grant resources. The departmental receipts for General Fund related costs reimbursements is \$9.7 million. This amount may be revised by up to \$0.4 million (from \$9.7 million to \$10.1 million) due to the change in the calculation for related costs. This projection will change if the Department obtains authority to fill more positions or if the number of filled positions is reduced through attrition. The Department also indicates that adjustments to the related costs for some grant contracts and budgets may not be feasible due to grant restrictions. This may be applicable for smaller grants. This office will work with the Department on the projected receipts and provide updates in future financial status reports.

The following transactions are recommended:

- Transfer \$200,000 from the Salaries General account to the Leasing account for Garland Building leasing costs.
- Transfer \$24,300 within the Enterprise Zone Tax Voucher Fund for related costs (\$3,130) and to the Department's operating budget (\$21,170) to reflect the Department's current budget.
- Transfer \$13,075 within the Community Development Block Grant American Recovery and Reinvestment Act Fund to the Department's operating budget for funding adjustments to the Department's current budget.
- Transfer \$230,374 from the Community Development Trust Fund to the City Attorney's operating budget for costs associated with the Focused Attack Linking Community Organizations and Neighborhoods (FALCON) program, pursuant to the C.F. 11-1593.

H. Controller
No Recommendations

The Department is projected to complete the year within budget and reports that it will meet all adopted budget revenue projections.

I. Convention Center
Attachment 3 – Transfers between Accounts within Departments and Funds

The Department is projected to complete the year within budget. There is a surplus of approximately \$1.0 million in the Salaries General account due to high vacancy rates. However, based on prior year trends, the surplus will be used to address as-needed employment demands that are driven by scheduled events.

Further, the amount of prior year cash, a source of funds for the Department, is short by approximately \$500,000. As in prior years, the Department will make appropriate adjustments in its budget to account for the difference. This Office will continue its review and monitor the Department's expenditures and activities.

The following transaction is recommended:

- Transfer \$750,000 from the Salaries General account to the Salaries As-Needed account.

J. Council

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 5 – Appropriations from the Unappropriated Balance

The Council requests the following transaction:

- Transfer \$3.2 million from the Salaries General account to the Salaries As-Needed (\$3 million) and Contractual Services (\$200,000) accounts.
- Transfer \$2,829,000 from the Unappropriated Balance, Equipment, Expense and Alterations and Improvement Account to the Salaries As-Needed account.

K. Cultural Affairs

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Department and Funds

The First FSR projected that the Department would end the year within budget. However, due to increased usage of as-needed staffing, this Office is now projecting a year-end deficit of \$486,000. The Department has increased use of as-needed staffing for community arts projects, theaters and other facilities, as well as a facilities partnering plan that is still in the planning stages. The 2012-13 Adopted Budget only provided partial funding for these purposes.

The deficit may be reduced to \$287,000 through additional reimbursements from partners in the Public Arts and Grants Programs. This Office will continue to work with the Department to identify sources of funds to eliminate the deficit and recommend any necessary transactions in future financial status reports.

The following transactions are recommended:

- Transfer \$150,000 in salary savings from the Salaries General account to the Salaries As-Needed account.
- Transfer \$18,587 from the Arts and Cultural Facilities and Services Trust Fund to the Salaries As-Needed account.

- Transfer \$45,450, in reimbursements from partners and agencies in the Public Arts and Grants Programs from the Arts Development Fee Trust Fund to the Salaries As-Needed account.

L. Disability
No Recommendations

It is projected that the Department will have a \$427,000 surplus due to vacancies. A portion of the anticipated surplus may be needed to offset a potential deficit in the contractual services account. This Office will continue to monitor the account and make any necessary adjustments in a future financial status report.

M. El Pueblo
Attachment 4 – Transfers between Department and Funds

The Department is projected to end the year within budget. This includes a \$100,000 transfer to the Office of the City Administrative Officer (CAO) to reimburse the CAO for costs associated with the employment of the previous General Manager. However, the Department is projecting a \$310,000 year-end revenue shortfall. This Office will monitor revenue and report back in future financial status reports if action is necessary.

The following transfer is recommended:

- Transfer \$100,000 from the Salaries General account to the CAO for costs associated with the employment of the previous General Manager.

N. Emergency Management
Attachment 3 – Transfers between Accounts within Departments and Funds

The Department is projecting to complete the year within budget, subject to the receipt of Regional Catastrophic Preparedness Grant Program and Urban Areas Security Initiative grant appropriations.

The following transaction is recommended:

- Transfer \$305,000 within the Emergency Operations Fund from the 2011-12 Travel Expense (\$225,000) and Office and Administrative (\$80,000) accounts to the 2012-13 Contractual Services account to front-fund grant-supported contracts for the development of the Neighborhood Emergency Preparedness and Response Plan and to conduct Enhanced Incident Management Unified training.

**O. Employee Relations Board
No Recommendations**

The Department is projected to close the year within budget.

**P. Ethics Commission
Attachment 4 – Transfers between Department and Funds**

The Department is projected to close the year within budget. This includes reversing a re-appropriation made at the beginning of the fiscal year resulting from duplicate actions when implementing the 2012-13 Adopted Budget instruction to appropriate up to \$245,000 from the City Ethics Commission Fund to restore three positions.

Approximately 14.5 percent of revenue from fees and fines has been received at this point. It is too early to project year-end revenue, as the primary sources of revenue are lobbyist registration fees and administrative penalties which can vary.

As of January 2013, payouts totaling \$3.7 million have been made from the Public Campaign Matching Trust Fund. The fund is anticipated to be exhausted by year-end.

The following transaction is recommended:

- Transfer funds in the amount of \$178,986 from the Salaries General and Contractual Services accounts to the City Ethics Commission Fund to reverse an inadvertent re-appropriation made in the start of 2012-13.

**Q. Finance
Attachment 3 – Transfers between Accounts within Departments and Funds**

Including bank fees, the Department is projected to complete the year within budget. Revenue is expected to be on target.

The following transaction is recommended:

- Transfer \$235,000 from the Salaries General account to the Salaries As-Needed (\$20,000), Transportation (\$15,000), and Office Administrative (\$200,000) accounts to offset shortfalls and complete a desktop computer and software upgrade.

**R. Fire
Attachment 3 – Transfers between Accounts within Departments and Funds
Attachment 4 – Transfers between Department and Funds
Recommendation Nos. 24**

The First FSR projected a deficit of \$5.2 million. The deficit is now projected to be \$5 million by year-end. A \$9.6 million shortfall is projected in the Overtime Constant Staffing account.

Surpluses in other accounts reduce the deficit to \$5 million. The deficit is attributed to the completion of the meet and confer process to change dispatchers from Platoon Duty to Administrative Duty. The Overtime Constant Staffing account was reduced by \$3.2 million in anticipation of a change in the Fire Dispatch Center staffing. Delays in implementing the new staffing plan have created a \$266,660 monthly shortfall in the account. The account was also impacted by expenditures totaling \$972,435 for extreme weather, Red Flag days, and the Getty Fire.

Assuming the anticipated \$23.6 million in AB678 funds for ambulance transport reimbursements is received this fiscal year, the Department expects revenue to be \$3.2 million below budget by year-end. This is attributed to a \$5 million increase in ambulance billing for efficiencies that may not be fully realized. Surpluses in other revenue categories reduce the deficit to \$3.2 million. This Office will continue to monitor revenues and work with the Department to ensure effective revenue collection.

The deficit could be further reduced by \$695,000 from additional Special Services Fee (\$675,000) and Pre-Inspection Services for Day Care Facilities (\$20,000) revenue. The Department is in continued discussion with the Department of Water and Power to be reimbursed for downed power lines and other emergency response services, which could reduce the deficit by up to \$3 million if all General Fund receipts exceed budget.

Lastly, pending lawsuits could cost several million dollars in back wages. The amount and timing of the settlements is unknown at this time.

The following transactions are recommended:

- Appropriate up to \$130,000 from the MICLA 2010-11 Budget to the Information Technology Agency for communication installations in MICLA-funded vehicles.
- Re-approve the use of \$5 million in Municipal Improvement Corporation of Los Angeles (MICLA) financing included in the 2012-13 Adopted Budget for a replacement Fire Station Alerting System.
- Re-approve the use of \$12 million in MICLA financing included in the 2012-13 Adopted Budget for a replacement Fire Computer-Aided Dispatch (CAD) System.
- Transfer \$15.4 million from various accounts to offset shortfalls in the Overtime General, Overtime Sworn, Overtime Constant Staffing, and Field Equipment Expense accounts.
- Transfer \$99,916 from the Special Training Fund, State Educational account, to the Department of General Services for construction services for asbestos removal at the Frank Hotchikins Training Center.

- Transfer \$18,600 from the Fire Grant Fund, CAL/EPA Grant account to the Fire Trust, Fire Prevention Bureau Enforcement account, to reimburse for funds borrowed to purchase equipment eligible for grant funding.
- Transfer \$20,400 from the Fire Grant Fund, FEMA US&R 2011 account to the Operating Supplies account, to reimburse the General Fund for a grant funded purchase.

S. General Services

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 5 – Appropriations from the Unappropriated Balance

Recommendation Nos. 8 and 9

In the First FSR, excluding Petroleum costs, the Department was projected to have a \$1.4 million deficit. The deficit is now projected to be \$3.075 million due to a Special Fund shortfall in the Field Equipment Expense account (\$2.7 million) and a General Fund deficit in the Contractual Services account (\$375,000).

The Field Equipment Expense account deficit is due to an aging fleet of Bureau of Sanitation refuse trucks and increases in parts costs. The Department has identified \$800,000 in Solid Waste Resources Fund salary savings to transfer to the account. The Department is working with the Bureau of Sanitation to address the remaining \$2.7 million deficit.

The projection includes the recommended reimbursements of \$4,044,590 (Salaries General) and \$470,406 (Overtime General) from the Los Angeles Police Department (LAPD) for the 94 sworn positions that remained at the Department through the first half of the fiscal year as part of the Office of Public Safety consolidation. All the sworn positions have been transferred to LAPD. Additional information on the Office of Public Safety consolidation is provided in Section 3 of this report.

Based on year-to-date expenditure data and historical seasonal price trends, the Department is projecting a deficit in the Petroleum account between \$6 million to \$9 million by the end of the fiscal year. The average cost of fuel per gallon for the week of December 24th was \$3.59 per gallon for diesel and \$3.20 for unleaded. Petroleum prices tend to increase by early February as some refineries are shut-down for scheduled yearly maintenance and the higher priced summer fuel blend is being introduced back into the market. If the recommendation below is approved, there will be \$4 million remaining in the Unappropriated Balance to address the remaining deficit. This Office will continue to monitor the account and recommend any necessary adjustments in a future financial status report.

The Department provides testing support services for the Los Angeles World Airports' (LAWA) capital projects. LAWA has requested additional testing services from the Department for new projects such as the LAX Central Plan Replacement and the Van Nuys Airport Runway. Appropriation increases totaling \$700,000 are required to perform the work. The General Fund will be fully reimbursed for the direct and indirect costs of the additional work. The Department's revenue will increase by \$721,255.

The following transactions are recommended:

- Rescind the action taken on December 12, 2012 (C.F. 12-1791) related to the appropriating \$225,477 to General Services Fund No. 100/40, 006030, Leasing account for office space for the Police Department's South Traffic Division. There are sufficient savings in the Leasing account for this expense. A new appropriation is not required.
- Appropriate \$700,000 in Laboratory Testing Fees revenue to various salary and expense accounts to provide additional materials testing services for LAWA.
- Transfer \$800,000 in Solid Waste Resources Fund funding from the Salaries General account to the Field Equipment Expense account for refuse truck maintenance.
- Appropriate \$5 million from the Unappropriated Balance to the Department's Petroleum Products account.

T. Housing

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

Recommendation Nos. 10, 11, and 12

The Department expects to remain within budget through year-end.

The following transactions are recommended:

- Decrease salary and related costs appropriations in the Federal Emergency Shelter Grant fund by \$20,971 to reflect the actual grant administration entitlement amount from the Emergency Solutions Grant.
- Transfer \$186,721.45 from the Lead Grant Fund for accounting and Lead Hazard Remediation Program staff.
- Transfer \$209,472.37 from the LAHD Small Grants and Awards Fund for Affordable Housing Preservation Program staff and expenses. Funding for the program is provided by MacArthur Foundation.
- Transfer \$18,368 from the Code Enforcement Trust Fund and \$18,367 from the Rent Stabilization Trust Fund for a total of \$36,735 to the Department of General Services to pay for postage costs incurred by the Department in 2011-12.
- Transfer \$148,502 from the Health Homes Fund for salaries and related costs related to the Health Homes Project.

- Establish a Technical Services Appropriation account in the Affordable Housing Trust Fund and transfer \$142,708 from the Low Income Housing Tax Credit Fund to the new account to comply with Controller audit findings related to the Low Income Housing Tax Credit Fund.

U. Information Technology Agency

Attachment 2 – New Appropriations

Attachment 3 – Transfers between Accounts within Departments and Funds

It is projected that the Department will complete the year within budget. The Department is currently projecting a deficit of approximately \$1.7 million within the Salaries General account, which will be reduced to approximately \$525,000 once the Department receives anticipated salary appropriations from various grant and special funds, including the Urban Areas Security Initiative (UASI) grants, the Proposition F Bond Fund, and the Proposition Q Bond Fund. The Department is also projecting a deficit of \$345,000 in the Overtime General account in anticipation of overtime expenditures in support of public safety functions. However, the Department has sufficient savings within the Communication Services account to offset these projected deficits.

The Department anticipates achieving budgeted General Fund and Telecommunications Development Account revenue.

The following transactions are recommended:

- Appropriate \$128,354 in reimbursements from the Department of Recreation and Parks to the Overtime General (\$29,577) and Communication Services (\$98,777) accounts for Communications Services Requests.
- Appropriate \$75,500 in reimbursements from the Department of Water and Power (\$42,000) and the Los Angeles World Airports (\$33,500) to ITA's Contractual Services (\$57,338) and Office and Administrative (\$2,000) accounts, and to the Council's Salaries As-Needed account (\$16,162), for enhancements made by contract programmers and Council staff to the Business Assistance Virtual Network (BAVN) system.
- Transfer \$870,000 in savings from the Communication Services account to the Salaries General (\$525,000) and Overtime General (\$345,000) accounts to eliminate the projected deficits in these accounts.

V. Library

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

It is projected that the Department will have a \$1,565,900 year-end surplus in the Salaries General account. The Department reports deficits in the Salaries As-Needed (\$1,200,000) and

Transportation (\$25,000) accounts. The Department requests that surplus salaries funding be transferred to these accounts to eliminate the projected deficits. These transfers have been approved by the Board of Library Commissioners.

The Department reports a deficit of \$413,945 in Library Fund revenue for the period ending November 30, 2012. The deficit is projected to be \$963,846 by year-end and is attributed to lower than expected revenue from fines and fees. This Office will monitor department attrition and expenditures and will transfer funds from various department accounts to ensure the Department remains within their budgeted funds.

The following transactions are recommended:

- Transfer \$1,225,000 from the Salaries General account to Salaries As-Needed (\$1,200,000) and Transportation (\$25,000) accounts.
- Transfer \$38,597 from the Library Fund, Various Special account to the Department of General Services', Contractual Services account for library parking lot sweeping costs incurred during the current fiscal year.

W. Mayor

Attachment 2 – New Appropriations

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

Attachment 5 – Appropriations from the Unappropriated Balance

Recommendation Nos. 13, 14, 15, and 16

The Mayor's Office requests the following transactions:

- Reappropriate \$57,160 in encumbered prior year funds to 2012-13 for services provided by contractors associated with the Gang Reduction and Youth Development Program.
- Transfer \$468,193 from Fund 100/46, Revenue Source Code 5161, Reimbursement of Expenditures, to the Salaries As-Needed account for Measure R Projects related expenditures.
- Transfer \$16,314 from Fund 100/46, Revenue Source Code 5161, Reimbursement of Expenditures, to the Contractual Services account to reprogram unexpended advancement funds from a GRYD contractor.
- Transfer \$43,984 from within the 2011 Justice Assistance Grant Fund for City Attorney salaries and related costs.
- Appropriate \$98,945 from Fund 100/46 Revenue Source Code 5161, Reimbursement of Expenditures, to the Salaries As-Needed account for Million Trees LA.

- Transfer \$152,230 from the 2009 Justice Assistance Grant Fund 52A for City Attorney salaries and related costs.
- Transfer \$143,186 from within the 2009 ARRA Justice Assistance Grant Fund for LA RICS and Mayor operating related expenditures, and related costs.
- Transfer \$11,727 in interest income from the 2010 Justice Assistance Grant Fund for City Attorney salaries.
- Transfer \$53,000 from Grant Reimbursements to the Salaries As-Needed account.
- Transfer \$753,000 from the Unappropriated Balance, Equipment, Expense and Alterations and Improvement Account to the Salaries As-Needed account to address current expenditure patterns

X. Neighborhood Empowerment

Attachment 3 – Transfers between Accounts within Departments and Funds Recommendation Nos. 17 and 18

The Department is expected to end the year within budget. However, the Neighborhood Empowerment Fund has a projected to have a \$700,000 to \$1 million deficit due to prior year Neighborhood Council expenditures and encumbrances exceeding estimates. This Office is working with the Department and the Office of the Controller to identify offsetting savings and will report back in future financial status reports on the status of the fund and recommend actions if necessary.

The following transactions are recommended:

- Appropriate \$19,443 in 2010-11 funds from the Neighborhood Empowerment Fund to the Department for expenses incurred for elections.
- Appropriate \$119,992.24 in 2011-12 funds from the Neighborhood Empowerment Fund to the Department for expenses incurred for elections.
- Reappropriate \$3,500 from the 2011-12 Empowerment Congress North Area Neighborhood Development Council and South Central Neighborhood Council accounts to the corresponding 2012-13 accounts for services provided by the Kitty Bungalow Charm School for Wayward Cats.
- Reappropriate \$1,095.78 from the 2011-12 Central San Pedro Neighborhood Council account to the corresponding 2012-13 account to pay Barton Hill Elementary School for miscellaneous educational supplies and equipment.

- Reappropriate \$134,618 from various 2011-12 accounts within the Neighborhood Empowerment Fund to the corresponding 2012-13 accounts for expenses incurred by Neighborhood Councils for election outreach.

Y. Personnel

Attachment 3 – Transfers between Accounts within Departments and Funds Recommendation Nos. 19 and 20

The Department is projected to complete the year within budget. The Department has a surplus of \$515,000 in the Salaries General account and a deficit \$400,000 in the Salaries As-Needed account. The surplus includes the anticipated expenditures associated with Phase II of the Human Resources Consolidation.

In addition, the Department and the Department of Water and Power (DWP) have executed a Memorandum of Agreement (MOA) to enable DWP to pay directly for Department costs associated with DWP exams. Through this MOA, DWP agrees to provide \$200,000 per year for the Department's Salaries As-Needed account. Consequently, it is recommended that \$200,000 be appropriated to the Department, which will be reimbursed by DWP.

The Department anticipates achieving budgeted General Fund Revenue.

The following transactions are recommended:

- Appropriate \$200,000 from Revenue Source Code 4596, Services to Water and Power, to the Salaries As-Needed account
- Instruct the Department to work with the Office of the City Administrative Officer to invoice and receive reimbursements totaling \$200,000 from DWP.
- Transfer \$400,000 from the Salaries General account to the Salaries As-Needed account.

Z. Planning

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

Attachment 5 – Appropriations from the Unappropriated Balance

The Department is projected to complete the year within budget.

The First FSR projected a revenue shortfall of \$2.4 million due to revenues inadvertently included in the 2012-13 Budget. New revenue for related cost reimbursements has reduced the projected shortfall to \$1.5 million. This Office will continue to monitor the Department's General Fund revenue and make recommendations in subsequent financial status reports.

Revenue from case filings, which supports the Planning Case Processing Special Revenue Fund (PCPSRF), declined in November, causing projected year-end revenue to be about \$750,000

below budget. Should the PCPSRF's revenue remain below budget at year end, it is not expected to cause a shortfall in the Department's Salaries General account because significant hiring did not take place in the first half of the year and sufficient cash is available in the PCPSRF to cover a revenue shortfall.

The Department requires funding in the amount of \$19,800 to facilitate stakeholder meetings that will include representatives of neighborhood councils and the outdoor advertising industry to determine preferences, implications, and recommendations regarding the future of off-site signage in the City. These stakeholder meetings, to be mediated by a neutral third party contractor, will be the first step in establishing a citywide policy on digital billboards, and will include discussions on quality of life concerns, public benefits that might be achievable as part of a comprehensive program, and possible new revenue streams for the City.

The following transactions are recommended:

- Transfer \$80,000 in Planning Case Processing Special Revenue funding from the Salaries As-Needed account to the Overtime General account.
- Transfer \$14,035 from the Salaries As-Needed account to the Controller for use of the Accounting Resource Pool.
- Appropriate \$19,800 from the Unappropriated Balance, Layoff Avoidance account to the Contractual Services account to facilitate stakeholder meetings on the future of off-site signage in the City.

AA. Police

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

Attachment 5 – Appropriations from the Unappropriated Balance

Recommendation Nos. 21 and 25

The First FSR projected a shortfall of \$2.4 million. At this time, the Department is projected to complete the year within budget. This includes providing a full year of funding for positions that were originally slated to be laid off on December 31, 2012 and transferring \$4,514,996 to the Department of General Services (GSD) to reimburse for the Office of Public Safety (OPS) sworn personnel who remained on the GSD payroll through December 31, 2012.

Through December 2, 2012, 145 Police Officers have been hired and attrition is 151, 28 more than projected at this point. For Pay Period 11, anticipated total payroll is 9,893. The Department is projecting attrition to be 209 officers between December 2012 and June 30, 2013. An Academy class for 48 recruits started on December 3, 2012. The next planned Academy class for 37 recruits is expected to start on March 11, 2013.

The Department's revenue relative to Impound Fee/Vehicle Release Fee are projected to come in below plan due to a change in the impound policy. A shortfall of approximately \$1.5 million for this revenue source is projected.

The following transactions are recommended:

- Revise the 2012 Year-End Reversion Worksheet submitted by the Department on November 29, 2012 to reverse the receivables in Reserve Fund and decrease the year-end reverted amount by up to \$1,590,272.61.
- Re-approve the use of Municipal Improvement Corporation of Los Angeles (MICLA) financing (\$5,368,000) provided in the 2012-13 Budget for the acquisition of 144 various vehicles (80 plain, 46 undercover, 17 light duty vans and trucks, and 1 unmarked cargo passenger van).
- Increase appropriations by \$444,450 in the MICLA AO Series 2002F Acquisition, LAPD Mobile Data Computers account for the replacement of 195 mobile data computers (MDCs). MDCs enable patrol units to connect wirelessly to various law enforcement computer database systems, providing police officers with the ability to access a broad range of critical information thereby enhancing the communications and response capabilities of field forces.
- Transfer \$7.66 million from various accounts to eliminate shortfalls in the Salaries General, Salaries As-Needed, Travel Expense, Contractual Services, and Field Equipment Expense accounts.
- Transfer \$4,514,996 from the Sworn Salary account to the GSD Salaries General (\$4,044,590) and Overtime General (\$470,406) accounts for expenditures for sworn Office of Public Safety personnel for the period of July 1 through December 31, 2012.
- Transfer \$75,000 from the Police Department, Forfeited Assets Trust Fund to the GSD to repair carwash water runoff and install air blowers at five Police Department Area Stations (Main Street Parking, Hollenbeck, Olympic, North Hollywood, and Rampart).
- Appropriate \$156,702 from the Unappropriated Balance, Layoff Avoidance account to the Office and Administrative account for the reimbursement of the purchase of a secured information sharing platform that was front-funded with LAPD technology funds per C.F. 12-0367-S1.

BB. Public Works/Board
No Recommendations

The Bureau projects a \$236,719 year-end surplus, which is mostly comprised of special fund savings created by vacancies in special funded positions. General Fund revenue is projected to

be on budget. This Office will continue to monitor and report on the status of these surplus funds throughout the year.

CC. Public Works/Bureau of Contract Administration
No Recommendations

At this time, the Bureau projects a year-end surplus of \$2.85 million consisting of a \$1.12 million General Fund surplus and a \$1.73 million surplus in special funds due to vacancies. This surplus includes \$1.5 million in anticipated new off-budget appropriations for bond programs and special projects. It is important to note that workload estimates are currently being revised. Projected revenue and expenditures for the year will likely change as work plans are refined and interim appropriations from bond funded and special projects are approved.

General Fund receipts through the end of December total \$9.93 million, which represents approximately 45.3 percent of the Bureau's total revenue budget. The Bureau anticipates meeting all General Fund targets and reports that General Fund revenue from overhead reimbursements is typically received at the end of the fiscal year.

DD. Public Works/Bureau of Engineering
No Recommendations

The Bureau is projecting an \$8.11 million year-end special fund surplus, which is comprised of a \$7.77 million surplus in the Salaries General account and a \$336,191 surplus in the Overtime General account. This is an increase of \$820,000 from the First FSR and is mainly attributed to a high vacancy rate.

As of November 2012, approximately 36.6 percent of the Bureau's budgeted General Fund Revenue has been received. The Bureau is projecting to meet its overall revenue target for the year.

EE. Public Works/Bureau of Sanitation
Attachment 3 – Transfers between Accounts within Departments and Funds
Attachment 4 – Transfers between Departments and Funds
Recommendation Nos. 22 and 23

In the First FSR, the Bureau of Sanitation was projecting an \$18.0 million year-end surplus across its special funds and expense accounts. The Bureau is now projecting a \$19.4 million year-end surplus across its special funds. Although the Bureau has received a Managed Hiring exemption to fill critical positions that support refuse collection and clean water operations, the Bureau's attrition rate continues to exceed its hiring efforts. The Bureau has relied on hiring hall, overtime, and as-needed staffing to absorb the additional workload and prevent disruption to critical services. These actions have significantly reduced projected revenues from related cost reimbursements.

This Office projects that General Fund related costs reimbursements from Sewer Construction & Maintenance (SCM) and Solid Waste Resources (SWRF) funds will be reduced by \$8.85 million. This Office will work with the Bureau to monitor related costs reimbursements for the remainder of the year and, as necessary, revise estimates.

In the First FSR, a \$1.6 million General Fund reimbursement obligation was reported for the Lifeline Program for Solid Waste Disposal as a result of the Department of Water and Power under-reporting the number of subscribers dating back to December 2010. The Bureau has identified approximately \$200,000 in prior year savings associated with non-SWRF collections to reduce the deficit to \$1.4 million. The Lifeline Program has an enrollment cap of 51,400 participants and there are currently 36,040 subscribers in the program. The remaining deficit will be absorbed through the timing of enrollment of new applicants from the waitlist. No additional General Fund appropriation will be required.

The following transactions are recommended:

- Decrease appropriations in the Related Costs account in the Sewer Capital Fund (SCM) by \$6.74 million in to reflect a revised 2012-13 related costs reimbursement due to a high vacancy rate.
- Decrease appropriations in the Related Costs account in the Solid Waste Resources Revenue Fund (SWRF) by \$2.11 million to reflect a revised 2012-13 related costs reimbursement due to a high vacancy rate.
- Transfer \$1,202,500 from the Salaries General account to the Salaries As-Needed, Overtime General, and Transportation accounts within the Solid Waste Resources Revenue Fund (SWRF) to address peak workloads in refuse collection in anticipation of the early storm season.
- Transfer \$875,000 from the Salaries General account to the Salaries As-Needed, Overtime General, and Hiring Hall accounts within the Sewer Construction & Maintenance Operations Fund (SCMO) to address peak workloads in clean water operations in anticipation of the early storm season.
- Transfer \$150,000 from the Salaries General account to the Overtime General account within the Stormwater Pollution Abatement (SPA) Fund to address anticipated peak workloads.
- Transfer \$50,000 from the Salaries General account to the Salaries As-Needed account within the Citywide Recycling Trust Fund (CRTF) to address anticipated peak workloads.
- Transfer \$15,000 from the Salaries General account to the Salaries As-Needed account within the Central Los Angeles Recycling Transfer Station (CLARTS) Trust Fund to address anticipated peak workloads.

- Transfer \$30,000 from the Printing and Binding account to the Office and Administrative account within SWRF to address cost increases in office supplies and equipment.
- Transfer \$10,000 from the Printing and Binding account to the Operating Supplies account within SWRF to replace broken chairs in the Solid Resources Call Center.
- Reappropriate \$211,895 in prior year unspent funds from the Environmental Affairs Trust Fund to the Bureau of Sanitation's Salaries As-Needed and Overtime General accounts and the Bureau of Street Services' Salaries As-Needed account to support work on the Clean Cities, Branching Out (C.F. 10-0097), Heat Re-Leaf (C.F. 09-2835), and Drayage (C.F. 10-1692) grant programs.
- Transfer \$5,000 from the available cash balance within the Environmental Affairs Trust Fund to a new account within the fund to pay invoices for CicLAvia.
- Transfer \$8,038 from the LARA Expense & Equipment account within the Los Angeles Regional Agency Fund to the Salaries General account to address an anticipated salary shortfall.
- Transfer \$26,620 from the available cash balance within the Used Oil Fund to the Salaries General account to address an anticipated salary shortfall.

FF. Public Works/Bureau of Street Lighting
Attachment 4 – Transfers between Departments and Funds

Pending approval of the recommendations in this report, it is projected that the Bureau will have a year-end special funds surplus of \$756,294. The surplus is attributed to off-budget funding that is transferred to the Bureau for work on special projects throughout the year, and savings from vacancies due to attrition. The Managed Hiring Committee has attempted to address the high vacancy rate by approving several field-based positions prone to attrition. The Department is in the process of filling those positions.

The Bureau has received five percent of General Fund and 23 percent of special fund budgeted receipts to date, and projects that it will meet budgeted revenue. The largest proportion of receipts comes from maintenance assessments, which are distributed in December and May. Additionally, related cost receipts from the Bureau's work on Metro projects have yet to be reimbursed through the Department of Transportation.

The following transactions are recommended:

- Reappropriate \$138,926 from Proposition C for the overtime expenditures related to various MTA projects, such as the I-405 widening.

- In accordance with Section 5.516 of the Administrative Code, transfer \$434,000 from the Street Banner Revenue Trust Fund to Council Districts 2 through 15's Office and Administrative accounts (\$31,000 each), for roadway improvements, transit related services and equipment, sidewalk and curb improvements, and other beautification projects.
- Reappropriate \$100,000 from the Street Lighting Maintenance Assessment Fund to the Department of General Services (GSD) for a cement truck replacement.
- Reappropriate \$63,158 from the Transportation Development Fund to the Bureau for design costs associated with the Headwater Bikeway Lighting Project. This project will install 76 Solar LED electroliers on the bikeway that extends from Owensmouth Avenue to Mason Avenue along the LA River.
- Reappropriate \$250,000 from the Street Lighting Maintenance Assessment Fund to the Bureau for pole painting.
- Reappropriate \$360,000 from the Street Lighting Maintenance Assessment Fund to GSD for a Derrick truck replacement.
- Appropriate \$53,895 from the Street Lighting Maintenance Assessment Fund to the Bureau for work associated with the Southern California Gas Company's (SCGC) installation of new meter readers on approximately 200 street poles. The meter readers exceed the weight capacity allowed on the poles and deeper foundations are needed to support the additional weight. All expenses are reimbursed by the SCGC.

GG. Public Works/Bureau of Street Services

Attachment 2 – New Appropriations

Attachment 4 – Transfers between Departments and Funds

At this time, the Bureau projects a year-end surplus of \$3.13 million in special funds, assuming the approval of recommendations contained within this report. The surplus is attributed to existing vacancies.

Transfers and appropriations totaling \$2.8 million are recommended below. These include transfers of Gas Tax funds and Measure R funds from the Capital Improvement Expenditure Program to the Bureau's operating budget for bridge and tunnel maintenance, and guardrail construction at various locations throughout the City and reimbursements to various City departments for special events held from January 2012 through June 2012.

General Fund receipts through December total \$11.62 million, which represents approximately 23 percent of the Bureau's total revenue budget. The Bureau anticipates meeting all General Fund targets.

Traffic Safety Fund: There is a projected shortfall of \$2.4 million in this fund. The Fund receives revenue through Municipal Court fines collected from persons charged with a misdemeanor or infraction under the Vehicle Code of the State of California by an officer within the City of Los Angeles. The revenues can be used to fund the maintenance, improvement or construction of public streets, bridges and culverts. The Fund can also be used for traffic control and safety devices, traffic law enforcement and accident prevention.

The Fund provides the Bureau with \$4.1 million to support the costs of maintaining the City's streets and \$6.9 million for the Department of Transportation (DOT) to maintain traffic control devices and provide crossing guards. This Office is working with the Bureau and the DOT to identify reductions that can be made to current year appropriations and other available sources of funds to mitigate any potential cash shortfalls in the Fund resulting from the decline in revenue.

Special Gas Tax Street Improvement Fund: State receipts into this fund are projected to be \$3.4 million below budget. The 2012-13 Adopted Budget included \$102.5 million in receipts; the revised projection is \$99.1 million. The Fund receives revenue from the State's Excise Tax on the sale of gasoline and from federal reimbursements through the Surface Transportation Program. The revenue is allocated to various departments for road repairs and used for eligible Capital Improvement Expenditure Program – Physical Plant projects. The Bureau receives \$64.2 million from the Fund, the largest allocation of all the departments. This Office is reviewing project expenditures to identify savings and will work with the Bureau to identify reductions.

This Office will report back in a future financial status report with a list of recommendations to mitigate the revenue shortfall in both funds.

The following transactions are recommended:

- Transfer receipts totaling \$203,882 from the Subventions and Grants Fund to the Bureau's Revenue Source Code No. 465800, Special Events, to reimburse for various services provided by the Bureau for special events held from January 2012 through June 2012.
- Transfer and appropriate \$556,358 from the Subventions and Grants Fund to the DOT's Overtime General account to reimburse for various services provided by the DOT for special events held from January 2012 through June 2012.
- Transfer and appropriate \$12,953 from the Subventions and Grants Fund to the Building and Safety Permit Enterprise Fund for various services provided by Building and Safety for special events held from January 2012 through June 2012.
- Transfer and appropriate \$250,952 from the Subventions and Grants Fund to the Police Department's (LAPD) Sworn Overtime account to reimburse for various services provided by LAPD for special events held from January 2012 through June 2012.

- Transfer and appropriate \$114,645 from the Subventions and Grants Fund to the Fire Department's (LAFD) Sworn Salaries account to reimburse for various services provided by LAFD for special events held from January 2012 through June 2012.
- Transfer and appropriate \$9,189 from the Subventions and Grants Fund to the Information Technology Agency's (ITA) Overtime General account to reimburse for various services provided by ITA for special events held from January 2012 through June 2012.
- Appropriate \$776 from the Subventions and Grants Fund to the Bureau for the CBS Location Access for Filming at the 6th Street Yard.
- Appropriate \$221,174 from the Subventions and Grants Fund to the Bureau for the Encino Commons Duratherm Streetprint.
- Appropriate \$37,804 from the Subventions and Grants Fund to the Bureau for the State of California Waste Tire Recycling Management.
- Appropriate \$1,099 from the Subventions and Grants Fund to the Bureau for the Bel-Air Pothole Sweep (8/25/2012).
- Appropriate \$1,099 from the Subventions and Grants Fund to the Bureau for the Bel-Air Pothole Sweep (9/16/2012).
- Appropriate \$1,086 from the Subventions and Grants Fund to the Bureau for the ABC Location Access for Filming at the 6th Street Yard.
- Appropriate \$2,450 from the Subventions and Grants Fund to the Bureau for the Council District 15 6th Street San Pedro Sportwalk Plaque Installation.
- Transfer \$176,000 from the Gas Tax Fund to the Bureau for bridge and tunnel maintenance per the Adopted Budget Capital Improvement Expenditure Program (CIEP) (C.F. 12-0600)
- Transfer \$154,800 from the Measure R Fund to the Bureau for guardrail construction per the Adopted Budget Capital Improvement Expenditure Program (CIEP) (C.F. 12-0600).
- Transfer \$410,000 from the Measure R Fund to the Bureau for the Second Street Tunnel Ventilation Fan Replacement project per the Adopted Budget Capital Improvement Expenditure Program (CIEP) (C.F. 12-0600).
- Transfer \$240,000 from the Measure R Fund to the Bureau for the Third Street Tunnel Ventilation Fan Replacement project per the Adopted Budget Capital Improvement Expenditure Program (CIEP) (C.F. 12-0600).

- Transfer \$410,000 from the Measure R Fund to the Bureau for the Sherman Way Tunnel Ventilation Fan Replacement project per the Adopted Budget Capital Improvement Expenditure Program (CIEP) (C.F. 12-0600).

HH. Recreation and Parks

Attachment 4 – Transfers between Departments and Funds

In the First FSR, a year-end surplus of \$2.5 million in the Salaries General account was projected. The projected surplus has increased to \$5.6 million due to continuing vacancies. Any year-end surplus will revert to the Department's Unreserved and Undesignated Fund Balance (UUFB) and could potentially be available to fund additional related cost charges for 2013-14.

Budgeted revenue is expected to be met at this time.

The following transaction is recommended:

- Transfer \$40,000 from the Salaries General account to the Controller's Salaries As-Needed account for use of the Accounting Resource Pool Program.

II. Transportation

Attachment 3 – Transfers between Accounts within Departments and Funds

Attachment 4 – Transfers between Departments and Funds

The Department is projecting a year-end surplus of \$1.43 million, which is comprised of a \$442,000 General Fund shortfall and a \$1.872 million special funds surplus. The Department plans to offset the General Fund shortfall with internal transfers from various accounts and anticipated special event reimbursements from the Space Shuttle move and Triathlon.

The Parking Fine revenues are budgeted at \$153.4 million, which includes additional receipts from a \$5 increase approved in the budget process. The Department reports that \$63 million has been collected through November which is short by \$466,784 or less than one percent when compared to projections. The Department anticipates this gap will be met as additional revenues are received due to the increase in fines.

The departmental General Fund receipts are behind plan. However the majority of these receipts are received in the second half of the fiscal year (such as related cost billings). It is expected that revenues will be on target by the end of the fiscal year.

There is a projected shortfall of \$2.4 million in the Traffic Safety Fund (TSF). The Department receives \$6.9 million from the TSF to maintain traffic control devices and provide crossing guards. This Office is working with the Bureau of Street Services and the Department to identify reductions that can be made to current year appropriations and other available sources of funds to mitigate any potential cash shortfalls in the TSF resulting from the decline in revenue and will report back in a future financial status report with a list of recommendations to mitigate the revenue shortfall. Additional information is provided under the Bureau of Street Services.

The following transactions are recommended:

- Transfer \$1,232,896 to offset projected shortfalls as follows:
 - \$95,000 from the Salaries As-Needed account to the Salaries General account (Special Gas Tax Fund);
 - \$324,896 from the Salaries General account to the Overtime General account (Proposition C, Metro Rail Fund);
 - \$700,000 from the Salaries General account to the Overtime General account (Proposition C Fund);
 - \$70,000 from the Overtime General account to the Salaries General account (Proposition A Fund);
 - \$23,000 from the Salaries As-Need account to the Overtime General account (Traffic Safety Fund); and,
 - \$20,000 from the Investigations account to the Transportation account (General Fund).

- Transfer \$200,000 from the Local Transportation Fund, 2011-12 Bikeways Program account, to the Bureau of Street Services' Salaries General and Overtime General accounts for pavement repair work and minor roadway modifications needed prior to installation of new bike lanes this fiscal year.

- Transfer \$24,800 from the Subventions and Grants Fund, Foothill Rockfall Mitigation account to the Salaries General (\$1,800), Overtime General (\$8,000) and Paint and Sign Maintenance (\$15,000) accounts for traffic control plans to be prepared at the request of Bureau of Engineering. Estimated funding was initially provided in the First FSR for this project. However, the Department now reports that better cost estimates are now available and additional funds are needed.

- Transfer \$1,174,990,000 from the Measure R Local Return Fund, 2010-11 Transportation and the Transportation Grant Fund Work Program accounts, to the Salaries General and Overtime General accounts for staffing costs associated with Measure R projects. The Department reports the following projects will move forward in the second half of the fiscal year: San Vicente Blvd Bike Lane, Lankershim Blvd Bike Lane, Tijunga Ave Bike Lane, Lassen Street Bike Lane, 96th Street Bike Lane, Glenoaks Blvd Bike Lane, Burbank Blvd Bike Lane, Colfax Ave Bike Lane, Nordhoff Street Bike Lane, Normandie Ave Bike Lane, Winnetka Bike Lane, 26th Street Bike Lane, 9th Street Bike Lane, 11th Street Bike Lane, 12th Street Bike Lane, Lindley Avenue Bike Lane, Braddock Bike lane, Dumetz Road Bike lane, Belle Porte Ave Bike Lane, and the Loyola Street Bike Lane. The funds will also be used for various other pedestrian projects and the construction of new traffic signals.

- Transfer \$160,000 from the Measure R Local Return Fund, Bicycle Plan/Program account to the Department's Salaries As-Needed account to provide funding for Student Professional Workers performing preliminary engineering design work and inspecting

project sites relative to Bike Lane projects, Bike Friendly Street projects and implementation of the Bicycle Plan.

- Transfer \$93,000 from the Permit Parking Program Revenue Fund to Department's Salaries General and Overtime General accounts to offset anticipated year-end shortfalls.
- Transfer \$292,620 from the ATSAC Trust Fund, Accumulated Interest account to the ATSAC Systems Maintenance account within Proposition C to provide front funding for the purchase of 40 personal computers and one Blade Server required for the ATSAC Operations. In addition, transfer \$37,000 from the ATSAC Trust Fund to the Department's Salaries General and Overtime General accounts for labor charges related to ATSAC.
- Transfer \$10,000 from the Harbor Revenue Fund to the Department in anticipation of overtime expenditures related to access ramp and rail yard improvements.
- Transfer \$20,000 from the Department's Contractual Services account to the Information Technology Agency's (ITA) Communication Services account to replenish the Department's allotment. These funds need to be in place before ITA proceeds with the installation of a new California Law Enforcement Tracking System (CLETS) terminal at the Southern Parking Enforcement Office.

JJ. Zoo

Attachment 4 – Transfers between Departments and Funds

The Department is projected to end the year within budget. This projection relies on the transfer of approximately \$500,000 from the Department's deferred wastewater reimbursements to the Salaries General account, of which \$311,000 is recommended below.

During the 2012-13 budget deliberations, the Mayor and Council waived the payment of the Zoo's wastewater loan to the Bureau of Sanitation for 2011-12 and 2012-13. These funds were to be appropriated to the Zoo's salary account to fund critical positions in the Zoo.

In the First FSR, a revenue surplus of \$200,000 was projected. Due to poor weather conditions and delays in implementing the \$1 fee increase, the Department now projects a revenue shortfall of \$93,000. This Office will continue to monitor the Department's revenue and report in future financial status reports.

The following transactions are recommended:

- Transfer of \$5,548.30 from the Salaries General account to the Controller's Salaries As-Needed account for use of the Accounting Resource Pool Program.
- Transfer \$2,950 from the Salaries General account to the Department of General Services for salaries and expenses related to the Zoo's Pilot Pay Preferred Parking Program.

- Transfer \$310,575.75 from the Zoo Enterprise Trust Fund, Zoo Wastewater account to the Salaries General account.

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. Attorney Conflict Panel Recommendation Nos. 26 and 27

It is recommended that \$5.47 million surplus in the Attorney Conflict Panel Fund (ACP) be transferred to the Unappropriated Balance (UB) for anticipated Outside Counsel expenditures (\$3.7 million) and to the Reserve for Economic Uncertainty (\$1.77 million) to address Citywide shortfalls.

B. Budget Stabilization Recommendation No. 28

The current balance of the Fund is \$500,000, deposited in 2009-10. A policy for this Fund will be submitted to the City Council in a separate report from this Office. This Office and the Office of the Chief Legislative Analyst have received a draft Ordinance for the Fund and will submit recommendations for the Council's consideration in the coming months. It is recommended that, upon adoption of the Ordinance, \$15 million be transferred from the Reserve Fund to the Budget Stabilization Fund.

C. General City Purposes No Recommendations

The accounts within the General City Purposes (GCP) Fund appear to be appropriately funded. No adjustments are recommended at this time. This Office will continue to monitor these accounts.

D. Human Resources Benefits Recommendation No. 29

The Personnel Department is projecting a \$2 million surplus consisting of \$1 million from the Unemployment Insurance account, \$750,000 from the Civilian Flex account, and \$250,000 from the Police Health and Welfare account. This projection assumes that no layoffs will occur this fiscal year and includes the \$2 million transfer from the fund to the Unappropriated Balance approved by Council in December 2012 (C.F. 12-0600-S166).

Based on December 2012 expenditures, the Workers' Compensation account may have a \$4 million surplus. The Department is conducting a detailed analysis to validate and determine the basis of the savings.

Workers' compensation reform legislation, SB 863, went into effect on January 1, 2013, although the State Division of Worker's Compensation continues to work on the final procedures and documents. This legislation is intended to increase benefits to injured workers and at the same time lower costs for employers. Based on information currently available, the Workers' Compensation Divisions of the Personnel Department and the City Attorney's Office anticipate a negative financial impact on the City. The reform applies new fees payable by the City when a provider disagrees with medical or bill reviews, increases workers' compensation benefits, such as permanent disability, and includes additional fee schedule payment. The potential impact on the City's 2012-13 budget will be negligible. The 2013-14 budget requirements will be addressed in the City's actuary study available in March 2013.

The following transaction is recommended:

- Transfer \$2 million in surpluses from the Human Resources Benefits Fund to the Unappropriated Balances, Reserve for Economic Uncertainty.

E. Liability Claims Account No Recommendations

The 2012-13 Adopted Budget provides \$47.91 million for liability claims to settle claims and pay judgments against the City. In addition, \$30,000 was transferred from the Street Lighting Maintenance Assessment Fund and \$400,000 from the Stormwater Pollution Abatement Fund, for a total Liability Claims budget of \$48.34 million. As of December 2012, the City has approved \$26.09 million in payouts resulting in an available balance of \$22.25 million in the Liability Claims account. Based on historical expenditures, this Office projects a shortfall of \$4 million to \$6 million. This Office will continue to monitor this account and make recommendations, if necessary, in future financial status reports.

F. Unappropriated Balance

Attachment 5 – Appropriations from the Unappropriated Balance

Attachment 6-A – Status of the Unappropriated Balance – General Accounts

Attachment 6-B – Status of the Unappropriated Balance – Non-General Accounts

With the approval of the adopted budget, the Unappropriated Balance (UB) began with a balance of approximately \$27.5 million. Within the UB General account, as of December 31, 2012, \$9,620 has been appropriated through Council action, reducing the General account balance from \$50,000 to \$40,380. To date, approximately \$6.39 million has been transferred or reappropriated to the UB and \$6.1 million has been transferred out, leaving a balance of \$27.5 million. The UB balance will be \$25.7 million with the approval of the recommendations in this report.

3. STATUS OF THE OFFICE OF PUBLIC SAFETY CONSOLIDATION

The functional transfer of the Office of Public Safety (OPS) from the Department of General Services (GSD) to the Police Department (LAPD) was adopted with an effective implementation date of July 1, 2012, as a part of the 2012-13 Adopted Budget. On July 1, 2012, the Security Services Division (SECSD) was established within the LAPD and an interim Memorandum of Agreement (MOA) was signed between the GSD and the LAPD to maintain operational continuity between the OPS and the SECSD until the consolidation is completed.

All civilian employees were transferred to the SECSD on July 1, 2012. On September 29, 2012, the Governor signed Senate Bill 1466 (SB 1466), which amends the Penal Code to allow OPS sworn personnel to maintain their peace officer status while employed by the LAPD. As such, all sworn employees were transferred to the SECSD on January 1, 2013.

The Mayor and Council approved an ordinance to amend the Los Angeles Administrative Code to allow sworn peace officer personnel, who provide police services for the City, to maintain membership in the Los Angeles City Employees' Retirement System when their sworn positions are transferred from GSD to the LAPD (C.F. 11-1392-S1). This ordinance (No. 182298) became effective on December 19, 2012.

In addition, Measure B on the March 2013 Municipal election ballot is a Charter amendment to allow sworn police personnel from the GSD who become LAPD officers to transfer their retirement benefits from the City's civilian employee retirement system to the sworn employee retirement system at no cost to the City. If approved, eligible employees would be able to purchase retirement credit for sworn City service at their own expense.

The LAPD is continuing to meet with the General Managers of all of the involved client departments to discuss service commitments that will be memorialized in Memoranda of Agreements (MOAs). At this time, four MOAs have been signed (Zoo, Los Angeles Convention Center, Bureau of Sanitation, and Library). The LAPD is continuing to meet with Recreation and Parks and the GSD to finalize the MOAs. The LAPD's Motor Transport Division is in the process of inspecting the OPS vehicle inventory used by the GSD's sworn personnel and is in the process of transitioning vehicles to the LAPD fleet. Additionally, all of the OPS facilities have been inspected and the LAPD is in the process of installing computers and integrating LAPD's various technologies and systems at various facilities.

4. STATUS OF THE HUMAN RESOURCES CONSOLIDATION

In July 2012, 69 positions were functionally transferred to the Personnel Department (Department) including nine vacancies. In January 2013, an additional 27 positions were transferred, of which three were vacant. While funding to cover salaries was transferred, the Department is absorbing incidental expenses associated with the new staff.

With Phase One in effect for six months, and Phase Two just underway, progress has been made to achieve consistency across departments, reduce redundancy, increase automation and share

knowledge. The Department is partnering with the Department of Transportation (DOT) to modify their human resources information management system to use it for all 23 consolidated departments. The system will track employee discipline, grievances, and complaints, as well as monitor employee attendance. Staff is also looking at various departments' in-house position control systems to develop a system that can be shared with the consolidated departments. These automated systems will increase efficiency, reduce errors and help staff identify important patterns and trends.

The human resources staff received a number of training opportunities, including the International Public Management Agency – Human Resources (IPMA-HR) Core Competency Training Program. The primary goal of this training was to ensure that consolidated and existing Department staff have a common understanding of the key roles they will be required to carry out as they interact with various City departments. A second IPMA-HR training program covering a wide range of human resources topics has recently completed the first of seven sessions. Much of the same staff was trained in the beginning of the fiscal year on the topic of disciplinary practices and risk management with the goal of carrying out these functions more consistently. Also, the City's Workplace Violence vendor provided training to staff concerning the procedures to follow in case a violent situation arises.

In order to help ensure a consistent delivery of services, 35 core human resources topics have been identified for review and development of citywide best practices procedures. A task force has been working on a similar effort concerning human resources clerical tasks. The group has learned that the handling of employee leaves has not always been consistent from department to department. As a result, the group has developed a standard for leaves and is working on plans to designate a small number of experienced "leave specialists" to handle this task for the 23 departments.

A pilot study among a subset of liaison departments has been developed to assign disciplinary work on a rotating basis, as opposed to assigning the work solely to the employee from the department where the discipline is taking place. Staff from departments with minimal exposure to disciplinary work has a greater opportunity to learn, while at the same time, the group will become better positioned to handle the occasional large influx of disciplinary cases. Plans are in the works, too, to form an advocacy unit to advise on and, in many cases, handle disciplinary activity across the 23 departments.

The success of this consolidation effort will rely, in large part on the ability to maintain a sufficient level of staff. The Department will make every effort to maintain the current authorities and ensure the positions are filled so that departments receive timely and effective human resources services.

5. STATUS OF THE 209 RESOLUTION AUTHORITIES

Attachment 7 – Substitute and In-lieu Authorities

In the Mayor's 2012-13 Proposed Budget, 231 filled positions were proposed for deletion from various departments. Subsequent to the proposal of the budget, 11 of the filled positions

proposed for deletion were vacated, reducing the number of filled positions down to 220. The City Council restored 11 of the remaining positions back to the departments, while the remaining 209 filled positions were restored as resolution (temporary) authorities. The City Council instructed that "no layoff of these 209 positions will occur prior to January 1, 2013 until subsequent action by the Council and/or the Mayor."

To mitigate layoffs, and in accordance with C.F. 12-0600-S166, the City Administrative Officer (CAO) was authorized to continue temporary employment of individuals in filled positions eliminated as of December 31, 2012, through substitute authorities. A total of 105 positions have been vacated and/or placed into vacant authorities. The remaining 104 positions have been placed into substitute authorities, effective January 1, 2013 through June 30, 2013. The Attachment 7 provides a detail of the authorized substitute authorities by department.

This Office will work with the departments to continue identifying additional transfer opportunities for those occupying substitute position authorities and will report back in the next Financial Status Report.

6. STATUS OF EMPLOYMENT AND LABOR COST SAVINGS EFFORTS

A. Employment Level Report

Attachment 8 – Employment Level Report

Citywide employment authority from all funding sources totaled 34,033 at the end of November for both civilian and sworn classes. Based on data through November, there are 30,852 filled positions, compared to the 30,993 reported in the First FSR. Departments reported a total of 3,181 vacant positions: 1,860 General Fund and 1,321 special funded.

B. Voluntary Furloughs

Attachment 9 – Status of Voluntary Furlough Program

As of January 17, 2017 (Pay Period 13), approximately \$804,000 in savings has been achieved across City departments through voluntary furloughs. However, it is estimated that only 58 percent of this amount, approximately \$463,000, represents General Fund savings.

C. 120 Day Employees

Attachment 10 – Status of 120 Day Employees

Pursuant to the 2012-13 Adopted Budget, this Office is required to report the number of retired individuals employed under Charter Section 1164(b). Charter Section 1164(b) authorizes employment of a retired employee to a vacant position in a class in which he or she has been previously employed for a period not to exceed 120 days in any fiscal year, subject to Mayor approval. This is authorized when the retired employee's services are required for an emergency or to prevent stoppage of public business or when his/her special skills are needed to perform work of a limited duration. Attachment 10 provides a breakdown by City department of the total number of 120 day appointments that have been approved by the Mayor for the current fiscal

year. The Mayor has authorized 249 appointments this fiscal year. However, the total number approved does not represent the actual number of 120 day employees that will actually come on payroll.

7. STATUS OF FEE INCREASES

Attachment 11- Status of Fee Increases in the 2012-13 Budget

Attachment 11 provides a status of fee increases included in the 2012-13 Adopted Budget, and consists of revenue collected by the Fire Department, Planning Department, Bureau of Engineering, Bureau of Street Services, Department of Transportation (Parking Fines), and Zoo. To date, increases to the Bureau of Engineering Fees, Parking Fines, and Zoo admission have been implemented. The Industrial Building Inspection ordinance is being drafted by the City Attorney. The Plan Review Fee was adopted by Council on January 29, 2013 (C.F. 11-1443). The ordinances for the Planning Department's Comprehensive Zoning Code Rewrite Fee and the Case Management Fee have been drafted and are under review by the Office of the City Attorney. The ordinance to increase the Peak Hours Compliance Fee (Street Services) has been drafted and is under review by the Offices of the City Attorney and City Administrative Officer and the, Bureau of Public Works.

8. STATUS OF THE CITY'S MICLA COMMERCIAL PAPER PROGRAM

The City's Financial Policies instruct the City Administrative Officer (CAO) to periodically report on the status of the MICLA Commercial Paper (CP) Program. In June 2004, the Mayor and Council approved a \$200 million MICLA CP program to be used as temporary financing for approved capital construction projects and capital equipment purchases. In December 2009, the Mayor and Council approved an increase of \$100 million to expand the MICLA CP program from \$200 million to \$300 million.

During the past few months, MICLA CP was used towards the construction and improvements of the Alternative Fuel Infrastructure Facilities, Neighborhood City Halls, and Transportation-ARRA projects. Capital equipment and replacement vehicles were purchased for the departments of Fire, General Services, Information Technology Agency and Police.

On August 22, 2012, Council approved the issuance of callable CP (C.F. 12-1196). Since October 2012, JP Morgan Securities LLC, the dealer, has remarketed (re-sold) \$37.75 million of callable CP several times. The callable CP interest rates were only two to three basis points (0.02% - 0.03%) higher than traditional CP. The Letter of Credit fee reduction of 35 basis points (0.35%) that the City received from JP Morgan Chase Bank outweighs the interest rate spread on callable CP therefore resulting in net savings for the MICLA CP Program.

Below is the status of the MICLA CP Program through January 8, 2013:

| Reporting Period | Amount Outstanding | Range of Interest Rates |
|------------------------------|---------------------------|--------------------------------|
| 10/22/12-01/08/13 | \$ 136,197,000 | 0.11% to 0.26% (tax-exempt) |
| 10/22/12-01/08/13 | \$ 13,000,000 | 0.20% (taxable) |
| ----- | | |
| <i>Total: \$ 149,197,000</i> | | |

9. STATUS OF FEE WAIVERS AND SUBSIDIES

A. Special Event and Convention Center Fee Waivers

The Budget and Finance Committee instructed this Office to periodically report on the number and amount of Council-approved fee waivers (subsidies) associated with special events and with Convention Center meetings and events.

The Office of the City Clerk, which is responsible for the administration of fee waivers, reports out of available fiscal year funding that 75 fee waivers have been allocated, which includes 4 waivers from 2010-11, five waivers from 2011-12, and 66 waivers from 2012-13. Approximately \$4.3 million in Citywide special events and Council District fee subsidies remains to be allocated, \$2.2 million and \$2.1 million, respectively. These figures do not include Citywide or Council District events that are pending or undergoing review by the Office of the Chief Legislative Analyst.

One fee waiver has been approved for the Convention Center (C.F. 10-1667-S2).

B. Development Fee and Permit Subsidies

In accordance with the City's Development Fee Subsidy Policy, this Office is required to report on the number and amount of Council-approved development fee subsidies. There are no subsidies to report at this time.

10. STATUS OF THE GANG REDUCTION AND YOUTH DEVELOPMENT PROGRAM Attachment 12 – GRYD Program Contracts

At the request of the Budget and Finance Committee (C.F. 09-0600-S203), the Mayor's Office provides an update of current year Gang Reduction and Youth Development Program spending in the Financial Status Report. This Office was instructed to work with the Mayor's Office to review allocations from all funding sources.

Total funding for the 2012-13 Gang Reduction Program in the Mayor's Gang Reduction and Youth Development (GRYD) Office is approximately \$23.43 million from the following sources: \$21.66 million from the General Fund and \$1.77 million from federal and state grants. Of this amount, \$1.41 million is allocated for GRYD salaries and administration and approximately

\$22.02 million for contracted agencies. Actual General Fund expenditures totaled \$2,963,143.88 and encumbrances totaled \$9,645,799.97 as of October 31, 2012.

Attachment 12 outlines the distribution of funds to each of the GRYD contracted agencies. As of November 17, 2012, the GRYD Office is comprised of 30 positions: nine staff provide executive and contract/fiscal management, nine staff provide program development and implementation, seven staff implement the Mayor's Summer Night Lights Program and the Young Women from Adversity to Resiliency (YWAR) program, three staff are implementing the Watts Regional Strategy, and two staff members provide administrative support. Funds allocated for the GRYD Office, administration and program staff consists of \$1,347,030 in General Funds. Salary expenditures for the period July 1 to November 17, 2012 total \$713,509.89 (General Fund - \$651,448.40; Grant Fund - \$62,061.49).

On November 30, 2012, the Mayor's GRYD Office received notification from the California State Board of State and Community Corrections (BSCC) that the City will be the recipient of the 2013-2014 California Gang Reduction, Intervention, and Prevention (CalGRIP) Program grant in the amount of \$1 million over two years. Proposed services will support implementation of the GRYD comprehensive strategy (i.e. secondary prevention, intervention, etc.). A transmittal with details on the grant application and acceptance is forthcoming.

11. STATUS OF GENERAL FUND RECEIPTS

Attachments 13-A through 13-R

Adopted budget for General Fund revenue for 2012-13 is \$4.55 billion, of which \$1.89 billion has been received through December. Excluding interest income, actual receipts are \$55.9 million ahead of plan, representing 1.2 percent of budgeted receipts through December (Attachment 13-A).

As reported in the First FSR, the upward trends in property tax, documentary transfer tax, and hotel tax revenues continue, largely attributed to the improvements in the housing market and the tourism industry. Although no changes to the revenue budget are recommended at this time, it is projected that all three will likely finish ahead of budget. Currently, property tax is \$40 million ahead of plan across most tax categories (Attachments 13-B and 13-C). However, half the revenue variance reflects the delayed receipt of at least \$14 million in 2011-12 revenue and \$6.4 million in savings resulting from a lower-than-projected 2012-13 County administrative charge. Additionally, property tax receipts resulting from the dissolution of the CRA are \$4.2 million above plan. The documentary transfer tax has seen double-digit growth from the previous fiscal year resulting from the multiplying effect of increasing sales and prices. Both the number of deeds recorded, stimulated by the drop in peak home prices and low interest rates, and the revenue recorded per deed from the gradual improvement in the real estate market reflect upward trends resulting in revenue \$15 million ahead of plan (Attachments 13-D through 13-G). The transient occupancy tax, nearly \$6 million above budgeted plan receipts, continues to benefit from the increase in room rates and occupancy; although, the seasonal drop in room rates and limitations on increasing occupancy may temper further growth (Attachments 13-H and 13-I). Additionally,

the City benefited from the unexpected receipt of \$2 million in motor vehicle license fee revenue, a previous source of revenue to the City budget that had been eliminated by the State last year.

Offsetting these gains are shortfalls in user taxes, the power revenue transfer and franchise income. As previously reported, both the gas users and telephone users' taxes continue in their downward trend resulting in receipts from the utility users' tax falling approximately \$4 million behind plan. Recent gains in the electrical users' tax receipts have mitigated some of the decline. Gas users' tax receipts, for which the adopted budget assumed a 6.9 percent growth, began falling at the close of 2011-12. Receipts-to-date are 18 percent behind plan. Natural gas price futures remain low through the end of the fiscal year, so receipts will likely continue to fall below budgeted receipts. Revenue from the telephone users' tax have been declining since 2009-10, for which the adopted budget is 2.7 percent lower than previous year's receipts. Receipts-to-date are one percent behind plan (Attachments 13-J through 13-N). The Power Revenue Fund transfer fell short from the projected revenue estimate by \$2.6 million. Franchise income receipts are currently \$1.8 million behind plan which is also attributed to low natural gas prices as well as lower official police garage and taxi franchise revenue. All three income sources also came in below budget the previous fiscal year (Attachment 13-O). Business tax receipts are \$4.6 million behind plan; however, as 80 percent of receipts are received in February and March (Attachment 13-P).

Department receipts in the Licenses, Permits, Fees and Fines pose significant risks. Reimbursement of \$23.6 million for ambulance services through AB678 is still pending and department revenues are now expected to fall \$15.2 million below budget. Approximately half of this shortfall is due to vacancies in the Bureau of Sanitation which are estimated to result in lower overhead reimbursements. Additional shortfalls are attributed to the inadvertent inclusion of revenue in the Planning Department's budget and lower receipts from lower dog licensing fees, vehicle release fees, and ambulance billings.

Other economy-sensitive revenues such as sales tax and parking occupancy tax hover close to plan (Attachments 13-Q and 13-R). Their final numbers will rely on the continuing recovery. The local housing market has stabilized; however, local unemployment remains persistently high at 10.2 percent. Additionally, GDP for the fourth quarter declined (0.1 percent) for the first time in three-and-a-half years, attributed to a sharp decline (6.6 percent) in Federal spending and concern over the automatic spending cuts that were scheduled to take effect in January. Moreover, consumer spending may slow in the first quarter with the expiration of the payroll tax cut, affecting final quarter sales tax receipts. Renewed discussion of debt ceiling and budget reduction measures beginning March and the ongoing effects of the global economic slump pose additional uncertainties to the economy.

12. STATUS OF DEBT COLLECTIONS FROM THE INSPECTOR GENERAL

Attachment 14 – Status Update from the Inspector General

As part of the 2012-13 Adopted Budget, this Office was instructed to include debt collection updates from the Inspector General of Citywide Collections (C.F. 12-0600). The Inspector General's report outlines issues that he is monitoring with major revenue implications, and

provides details on the timing of anticipated revenue from Emergency Medical Services (AB 678) and the implementation of Commission on Revenue Efficiency (CORE) recommendations.

13. STATE BUDGET UPDATE

The Governor's proposed budget reflects significant improvement in California finances, with the elimination of the deficits previous budgets have struggled with since 2008. The budget includes proposed expenditures of \$97.7 billion and forecasts \$99.3 billion in revenues and transfers. Prior budget cuts, the improving State economy, and voter approval of Proposition 30, the quarter cent sales tax and income tax increase, aided in achieving a balanced budget.


With the exception of education funding, General Fund spending maintains 2012-13 program and service levels. Proposals in education include additional funding for the public university systems and a new "local control funding formula" to channel more funding to school districts with a higher proportion of low-income families and children who speak English as a second language. The budget also presents options for expanding Medi-Cal under the federal health care reform law and sets aside \$350 million from the General Fund for associated costs. Approximately \$42.2 million from the General Fund is allocated to the unfunded state retirement and pension liabilities currently estimated at \$100 billion. In addition, the multiyear budget plan includes proposals to significantly reduce the "wall of debt" resulting from approximately \$30 billion in internal borrowing by 2016-17.

With regards to potential City impacts, the budget projects that the state will realize General Fund savings in the amount of \$2.1 billion in 2012-13 and \$1.1 billion in 2013-14 from the dissolution of redevelopment agencies with cities receiving approximately \$1.6 billion. The Governor's plan also includes reforms to the Enterprise Zone program through regulatory changes which are expected to save \$10 million in 2012-13 and \$50 million in 2013-14. The Community Development Department has stated that most of these reforms are beneficial or neutral with the exception of the proposed one-year limit for retroactive hires which may reduce CDD's voucher fee income by up to \$130,000.

The overview provided by the State's Legislative Analyst Office is supportive of the Governor's budget, particularly with regards to continued fiscal discipline and the payment of debt. However, the report notes that under the Governor's multiyear plan, the state would still have no sizable reserve at the end of 2016-17 and considerable risks to revenue remain from the uncertainty of federal debt limits and "fiscal cliff" issues and the normal volatility in the State's revenue structure.


Emily C. Mayeda, Senior Administrative Analyst

APPROVED:


Raymond P. Ciranna, Assistant City Administrative Officer

MAS:RPC:BC/ECM:01130060c

Attachments

Attachment 1
Status of Reserve Fund as of January 15, 2013

| Council File No. Item Description | Amount |
|-----------------------------------------------------------------|-----------------------|
| Balance Available, 7/1/2012 | \$ 226,971,195 |
| Less: Emergency Reserve Account | 125,139,000 |
| | |
| Contingency Reserve Account 7/1/2011 | \$ 101,832,195 |
| General Fund Appropriation to the Reserve Fund | - |
| Loan Repayment and Other Receipts | 24,060,717 |
| Contingency Reserve Account | \$ 125,892,912 |
| | |
| Loans and Transfers Approved to Date | |
| 12-0600-S154 Economic Development Functions | (2,000,000) |
| 12-1006 Posner v. City (SPA loan) storm drain case settlement | (400,000) |
| CAO Memo LA Inc. | (234,394) |
| 11-0086 CRA - AB1290 Transfer | (3,813,659) |
| 12-1236 CRA - Overpayment for City Oversight Services | (121,996) |
| 09-0010-S49 Andrew Garcia Special Rewards TF | (50,000) |
| 07-0010-S39 Mr. Balderas Special Rewards TF | (50,000) |
| 12-1185 Los Angeles Neighborhood Land Trust | (40,500) |
| 10-0010-S22 Mr. Zelman Special Rewards TF | (25,000) |
| 11-1487-S4 Police Admin Bldg landscape rework (reappropriation) | (17,479) |
| 12-1173 Salvadoran Day | (696) |
| | |
| Loans and Transfers Approved to Date Subtotal | \$ (6,753,724) |
| | |
| Proposed Loans and Transfers | |
| Mid-Year Budget Stabilization Fund | (15,000,000) |
| | |
| Proposed Loans and Transfers Subtotal | \$ (15,000,000) |
| | |
| Contingency Reserve Available Balance as of 12/31/2012 | \$ 104,139,188 |
| | |
| Total Emergency and Contingency Reserve Fund | \$ 229,278,188 |

**Attachment 2
NEW APPROPRIATIONS**

| TRANSFER FROM | | | TRANSFER TO | | |
|----------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------|---------------|--------------------------------------------------------------------------------------------------|---------------|--|
| REQUESTING DEPARTMENT | FUND/ACCOUNT | AMOUNT | FUND/ACCOUNT | AMOUNT | |
| Information Technology Agency <i>Reimbursement for Recreation and Parks CSRs</i> | <u>Fund 100/32, Information Technology Agency</u> RSRC 5301, Reimbursements from Funds | \$ 128,354.18 | <u>Fund 100/32, Information Technology Agency</u> 009350, Communication Services | \$ 98,777.00 | |
| | | | 001090, Overtime General | \$ 29,577.18 | |
| | | | Subtotal | \$ 128,354.18 | |
| <i>Reimbursement for BAVN Enhancements</i> | <u>Fund 100/32, Information Technology Agency</u> RSRC 4595, Service to Airports | \$ 33,500.00 | <u>Fund 100/32, Information Technology Agency</u> 006010, Office and Administrative Expense | \$ 2,000.00 | |
| | RSRC 4596, Service to DWP | \$ 42,000.00 | 003040, Contractual Services | \$ 57,338.00 | |
| | Subtotal | \$ 75,500.00 | Subtotal | \$ 59,338.00 | |
| | | | <u>Fund 100/28, Council</u> 001070, Salaries, As-needed | \$ 16,162.00 | |
| | | | Subtotal | \$ 75,500.00 | |
| Mayor <i>Reimbursement for Million Trees Staff</i> | <u>Fund 100/46, Mayor</u> RSRC 5161, Reimbursement of Expenditures | \$ 95,945.18 | <u>Fund 100/46, Mayor</u> 001070, Salaries As-Needed | \$ 95,945.18 | |
| Public Works - Street Services <i>Reimbursement for Special Events (01/2012-06/2012)</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465801, One Stop Special Events Revenue BSS | \$ 203,882.08 | <u>Fund 100/86, Street Services</u> 465800, Special Events | \$ 203,882.08 | |
| | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465803, One Stop Special Events Revenue DOT | \$ 556,358.16 | <u>Fund 100/94, Transportation</u> 001090, Overtime General | \$ 556,358.16 | |
| <i>Reimbursement for Special Events (01/2012-06/2012)</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465804, One Stop Special Events Revenue B&S | \$ 12,952.90 | <u>Fund 48R/08, Building & Safety</u> 005693, Additional Operating Transfer - Other Funds | \$ 12,952.90 | |
| <i>Reimbursement for Special Events (01/2012-06/2012)</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465807, One Stop Special Events Revenue LAPD | \$ 250,951.77 | <u>Fund 100/70, Police</u> 001092, Sworn Overtime | \$ 250,951.77 | |
| <i>Reimbursement for Special Events (01/2012-06/2012)</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465808, One Stop Special Events Revenue LAFD | \$ 114,645.08 | <u>Fund 100/38, Fire</u> 001012, Sworn Salaries | \$ 114,645.08 | |
| <i>Reimbursement for Special Events (01/2012-06/2012)</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 465812, One Stop Special Events Revenue ITA | \$ 9,189.00 | <u>Fund 100/32, ITA</u> 001090, Overtime General | \$ 9,189.00 | |
| <i>CBS Location Access for Filming</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 381100, Reimbursement from Other Agencies | \$ 776.00 | <u>Fund 100/86, Street Services</u> 001090, Overtime General | \$ 776.00 | |
| <i>Encino Commons Duratherm Streetprint</i> | <u>Fund 305/50, Subventions and Grants Fund</u> RSRC 381100, Reimbursement from Other Agencies | \$ 221,174.00 | <u>Fund 100/86, Street Services</u> 001010, Salaries General | \$ 55,000.00 | |
| | | | 001090, Overtime General | \$ 26,000.00 | |
| | | | 003030, Construction Expense | \$ 108,000.00 | |
| | | | 003040, Contractual Services | \$ 29,000.00 | |
| | | | 006020, Operating Supplies | \$ 3,174.00 | |
| | | | Subtotal | \$ 221,174.00 | |

**Attachment 2
NEW APPROPRIATIONS**

| REQUESTING DEPARTMENT | TRANSFER FROM | | TRANSFER TO | |
|-----------------------------------------------------------------|-------------------------------------------------|------------------------|-------------------------------------|------------------------|
| | FUND/ACCOUNT | AMOUNT | FUND/ACCOUNT | AMOUNT |
| <i>State of California Waste Tire Recycling Management</i> | <u>Fund 305/50, Subventions and Grants Fund</u> | | <u>Fund 100/86, Street Services</u> | |
| | RSRC 381100, Reimbursement from Other Agencies | \$ 37,803.63 | 001010, Salaries General | \$ 20,000.00 |
| | | | 001090, Overtime General | \$ 5,000.00 |
| | | | 006010, Office and Administrative | \$ 2,000.00 |
| | | | 006020, Operating Supplies | \$ 10,803.63 |
| | | Subtotal | \$ 37,803.63 | |
| <i>Bel-Air Pothole Sweep 8/25/2012</i> | <u>Fund 305/50, Subventions and Grants Fund</u> | | <u>Fund 100/86, Street Services</u> | |
| | RSRC 381100, Reimbursement from Other Agencies | \$ 1,099.00 | 001090, Overtime General | \$ 600.00 |
| | | | 003030, Construction Expense | \$ 300.00 |
| | | | 006020, Operating Supplies | \$ 199.00 |
| | | | Subtotal | \$ 1,099.00 |
| <i>Bel-Air Pothole Sweep 9/16/2012</i> | <u>Fund 305/50, Subventions and Grants Fund</u> | | <u>Fund 100/86, Street Services</u> | |
| | RSRC 381100, Reimbursement from Other Agencies | \$ 1,099.00 | 001090, Overtime General | \$ 600.00 |
| | | | 003030, Construction Expense | \$ 300.00 |
| | | | 006020, Operating Supplies | \$ 199.00 |
| | | | Subtotal | \$ 1,099.00 |
| <i>ABC Location Access for Filming</i> | <u>Fund 305/50, Subventions and Grants Fund</u> | | <u>Fund 100/86, Street Services</u> | |
| | RSRC 381100, Reimbursement from Other Agencies | \$ 1,086.00 | 001090, Overtime General | \$ 1,086.00 |
| <i>CD 15 6th Street San Pedro Sportwalk Plaque Installation</i> | <u>Fund 305/50, Subventions and Grants Fund</u> | | <u>Fund 100/86, Street Services</u> | |
| | RSRC 381100, Reimbursement from Other Agencies | \$ 2,450.00 | 001090, Overtime General | \$ 1,000.00 |
| | | | 003030, Construction Expense | \$ 1,000.00 |
| | | | 006020, Operating Supplies | \$ 450.00 |
| | | | Subtotal | \$ 2,450.00 |
| TOTAL ALL DEPARTMENTS AND FUNDS | | \$ 1,713,265.98 | | \$ 1,713,265.98 |

Attachment 3

TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

| | | TRANSFER FROM | | TRANSFER TO | |
|-------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|---------------------------|
| REQUESTING DEPARTMENT | FUND/ACCOUNT | AMOUNT | FUND/ACCOUNT | AMOUNT | |
| City Administrative Officer <i>As-Needed support</i> | <u>Fund 100/10 CAO</u> 001010, Salaries General | \$ 50,000.00 | <u>Fund 100/10 CAO</u> 001070, Salaries As-Needed | \$ 50,000.00 | |
| Community Development Department <i>Lease Costs</i> | <u>Fund 100/22 Community Development</u> 001010, Salaries General | \$ 200,000.00 | <u>Fund 100/22 Community Development</u> 006030, Leasing | \$ 200,000.00 | |
| Convention Center <i>Show Operations</i> | <u>Fund 100/48, Convention Center</u> 001010, Salaries General | \$ 750,000.00 | <u>Fund 100/48, Convention Center</u> 001070, Salaries As-Needed | \$ 750,000.00 | |
| Council <i>Account Adjustments</i> | <u>Fund 100/28, Council</u> 001010, Salaries General | \$ 3,200,000.00 | <u>Fund 100/28, Council</u> 001070, Salaries As-Needed 003040, Contractual Services | \$ 3,000,000.00 \$ 200,000.00 | Subtotal \$ 3,200,000.00 |
| Cultural Affairs <i>As-Needed Staffing</i> | <u>Fund 100/30, Cultural Affairs</u> 001010, Salaries General | \$ 150,000.00 | <u>Fund 100/30, Cultural Affairs</u> 001070, Salaries As-Needed | \$ 150,000.00 | |
| <i>PWIAP</i> | <u>Fund 480, Arts & Cultural Facilities & Services Trust Fund</u> V370, LAPD - Percent for Art Project V338, Fire Dept - Percent for Art Project V370, LAPD - Percent for Art Project V378, Bur Engineering - Percent for Art Project | \$ 7,600.19 \$ 5,473.01 \$ 4,104.76 \$ 1,408.80 | <u>Fund 480, Arts & Cultural Facilities & Services Trust Fund</u> J130, Cultural Affairs | \$ 18,586.76 | Subtotal \$ 18,586.76 |
| Emergency Management Department <i>Grant funded contractual services</i> | <u>Fund 392/34, Emergency Operations Fund (EOF)</u> 342130, Travel Expense (FY 2012) 346010, Office and Administrative (FY 2012) | \$ 225,000.00 \$ 80,000.00 | <u>Fund 392/34, Emergency Operations Fund (EOF)</u> 343040, Contractual Services | \$ 305,000.00 | Subtotal \$ 305,000.00 |
| Finance <i>Temporary Staffing Mileage Reimbursement Computer Equipment & Licenses</i> | <u>Fund 100/39, Finance</u> 001010, Salaries General | \$ 235,000.00 | <u>Fund 100/39, Finance</u> 001070, Salaries As-Needed 003310, Transportation 006010, Office and Admin | \$ 20,000.00 \$ 15,000.00 \$ 200,000.00 | Subtotal \$ 235,000.00 |
| Fire <i>Account Deficits</i> | <u>Fund 100/38, Fire</u> 001010, Salaries General 001012, Salaries Sworn 001030, Unused Sick Time 001098, Overtime Variable Staffing 004430, Uniforms | \$ 288,000.00 \$ 12,600,000.00 \$ 400,000.00 \$ 1,100,000.00 \$ 1,000,000.00 | <u>Fund 100/38, Fire</u> 001090, Overtime General 001092, Overtime Sworn 001093, Overtime Constant Staffing 003090, Field Equipment Expense | \$ 188,000.00 \$ 1,000,000.00 \$ 13,200,000.00 \$ 1,000,000.00 | Subtotal \$ 15,388,000.00 |
| General Services <i>Solid Waste Resources Fund (SWRF)</i> | <u>Fund 100/40 General Services</u> 001010, Salaries General | \$ 800,000.00 | <u>Fund 100/40 General Services</u> 003090, Field Equipment Expense | \$ 800,000.00 | |
| Housing <i>Postage</i> | <u>Fund 41M/43, Systematic Code Enforcement Fund</u> 2539, Unrestricted and Undesignated Fund Balance | \$ 18,368.00 | <u>Fund 41M/43, Systematic Code Enforcement Fund</u> 43J140, General Services | \$ 18,368.00 | |

Attachment 3

TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | FUND/ACCOUNT | TRANSFER FROM AMOUNT | FUND/ACCOUNT | TRANSFER TO AMOUNT |
|--------------------------------------------------------------------------------------|------------------------------------------------------------------------|-------------------------|----------------------------------------------------------------------------|------------------------|
| | <u>Fund 440/43, Rent Stabilization Trust Fund</u> | | <u>Fund 440/43, Rent Stabilization Trust Fund</u> | |
| | 2539, Unrestricted and Undesignated Fund Balance | \$ 18,367.00 | 43J140, General Services | \$ 18,367.00 |
| | Subtotal | <u>\$ 36,735.00</u> | Subtotal | <u>\$ 36,735.00</u> |
| <i>Healthy Homes Fund</i> | <u>Fund 54K/43, Healthy Homes 1</u> | | <u>Fund 54K/43, Healthy Homes 1</u> | |
| | 43H143, Housing | \$ 109,068.52 | 43J143, Housing | \$ 109,068.52 |
| | 43H299, Related Costs | \$ 39,433.41 | 43J299, Related Costs | \$ 39,433.41 |
| | Subtotal | <u>\$ 148,501.93</u> | Subtotal | <u>\$ 148,501.93</u> |
| <i>Information Technology Agency Salaries and Overtime deficits</i> | <u>Fund 100/32, Information Technology Agency</u> | | <u>Fund 100/32, Information Technology Agency</u> | |
| | 009350, Communication Services | \$ 870,000.00 | 001010, Salaries General | \$ 525,000.00 |
| | | | 001090, Overtime General | \$ 345,000.00 |
| | | | Subtotal | <u>\$ 870,000.00</u> |
| <i>Library Account Deficits</i> | <u>Fund 300/44, Library</u> | | <u>Fund 300/44, Library</u> | |
| | 001010, Salaries General | \$ 1,225,000.00 | 001070, Salaries As-Needed | \$ 1,200,000.00 |
| | | | 003310, Transportation | \$ 25,000.00 |
| | | | Subtotal | <u>\$ 1,225,000.00</u> |
| <i>Mayor CLEAR Program</i> | <u>Fund 52A/46, FY09 Justice Assistance Grant</u> | | <u>Fund 52A/46, FY09 Justice Assistance Grant</u> | |
| | 46F846, Mayor Salaries Reserve | \$ 79,029.91 | 46H299, Related Costs | \$ 4,204.35 |
| | 46F299, Related Costs - Mayor and City Attorney | \$ 65,565.32 | 46J299, Related Costs | \$ 40,390.88 |
| | RSRC 4903, Interest Income-Other | \$ 7,635.13 | 46J112, City Attorney Salaries | \$ 107,635.13 |
| | Subtotal | <u>\$ 152,230.36</u> | Subtotal | <u>\$ 152,230.36</u> |
| <i>CLEAR & LA RICS</i> | <u>Fund 51V/46, 2009 ARRA Justice Assistance Grant</u> | | <u>Fund 51V/46, 2009 ARRA Justice Assistance Grant</u> | |
| | RSRC 4903, Interest Income-Other | \$ 74,770.83 | 46G304, LARICS | \$ 71,770.83 |
| | 46F246, Mayor Reserve | \$ 68,415.62 | 46G846, Mayor Operating | \$ 3,000.00 |
| | Subtotal | <u>\$ 143,186.45</u> | 46J299, Related Costs | \$ 68,415.62 |
| | | | Subtotal | <u>\$ 143,186.45</u> |
| <i>CLEAR Program</i> | <u>Fund 53D/46, FY10 Justice Assistance Grant</u> | | <u>Fund 53D/46, FY10 Justice Assistance Grant</u> | |
| | RSRC 4903, Interest Income-Other | \$ 11,726.53 | 46J112, City Attorney Salaries | \$ 11,726.53 |
| <i>As-Needed Staffing</i> | <u>Fund 100/46, Mayor</u> | | <u>Fund 100/46, Mayor</u> | |
| | 001020, Grant Reimbursed | \$ 52,934.24 | 00107, Salaries As-Needed | \$ 52,934.24 |
| <i>Neighborhood Empowerment Kitty Bungalow Charm School for Wayward Cats</i> | <u>Fund 44B/47, FY12 Neighborhood Empowerment</u> | | <u>Fund 44B/47, FY13 Neighborhood Empowerment</u> | |
| | 471020 Empowerment Congress North Area Neighborhoc District Council | \$ 3,000.00 | 471020 Empowerment Congress North Area Neighborhood Development Council | \$ 3,000.00 |
| | 471085 South Central Neighborhood Council | \$ 500.00 | 471085 South Central Neighborhood Council | \$ 500.00 |
| | Subtotal | <u>\$ 3,500.00</u> | Subtotal | <u>\$ 3,500.00</u> |
| <i>Demand Warrant Adjustment between Neighborhood Councils</i> | <u>Fund 44B/47, FY12 Neighborhood Empowerment</u> | | <u>Fund 44B/47, FY13 Neighborhood Empowerment</u> | |
| | 471011 Central San Pedro Neighborhood Council | \$ 1,095.78 | 471011 Central San Pedro Neighborhood Council | \$ 1,095.78 |
| <i>Neighborhood Council Election Expenses</i> | <u>Fund 44B/47, FY12 Neighborhood Empowerment</u> | | <u>Fund 44B/47, FY13 Neighborhood Empowerment</u> | |
| | 471002 Coastal San Pedro Neighborhood Council | \$ 1,500.00 | 471002 Coastal San Pedro Neighborhood Council | \$ 1,500.00 |
| | 471071 Sherman Oaks Neighborhood Council | \$ 1,967.77 | 471071 Sherman Oaks Neighborhood Council | \$ 1,967.77 |
| | 471061 Studio City Neighborhood Council | \$ 4,000.00 | 471061 Studio City Neighborhood Council | \$ 4,000.00 |

Attachment 3

TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | FUND/ACCOUNT | TRANSFER FROM AMOUNT | FUND/ACCOUNT | TRANSFER TO AMOUNT |
|-----------------------|------------------------------------------------------------------------|-------------------------|------------------------------------------------------------------------|-----------------------|
| | <u>Fund 44B/47 Neighborhood Empowerment (FY 12) continued</u> | | <u>Fund 44B/47, FY13 Neighborhood Empowerment continued</u> | |
| | 471057 North Hollywood North East neighborhood Council | \$ 1,090.00 | 471057 North Hollywood North East neighborhood Council | \$ 1,090.00 |
| | 471024 Harbor City Neighborhood Council | \$ 1,893.16 | 471024 Harbor City Neighborhood Council | \$ 1,893.16 |
| | 471070 Hollywood United Neighborhood Council | \$ 1,453.19 | 471070 Hollywood United Neighborhood Council | \$ 1,453.19 |
| | 471097 Lake Balboa Neighborhood Council | \$ 1,017.40 | 471097 Lake Balboa Neighborhood Council | \$ 1,017.40 |
| | 471099 Northridge East Neighborhood Council | \$ 3,971.91 | 471099 Northridge East Neighborhood Council | \$ 3,971.91 |
| | 471027 Eagle Rock Neighborhood Council | \$ 3,078.69 | 471027 Eagle Rock Neighborhood Council | \$ 3,078.69 |
| | 471021 Empowerment Congress West Area Neighborhood District Council | \$ 2,313.58 | 471021 Empowerment Congress West Area Neighborhood District Council | \$ 2,313.58 |
| | 471049 Greater Griffith Park Neighborhood Council | \$ 114.25 | 471049 Greater Griffith Park Neighborhood Council | \$ 114.25 |
| | 471029 Hollywood Hills West Neighborhood Council | \$ 1,311.57 | 471029 Hollywood Hills West Neighborhood Council | \$ 1,311.57 |
| | 471094 Olympic Park Neighborhood Council | \$ 1,470.00 | 471094 Olympic Park Neighborhood Council | \$ 1,470.00 |
| | 471036 United Neighborhood Neighborhood Council | \$ 4,268.39 | 471036 United Neighborhood Neighborhood Council | \$ 4,268.39 |
| | 471009 West Adams Neighborhood Council | \$ 3,779.30 | 471009 West Adams Neighborhood Council | \$ 3,779.30 |
| | 471028 Downtown Los Angeles Neighborhood Council | \$ 1,498.64 | 471028 Downtown Los Angeles Neighborhood Council | \$ 1,498.64 |
| | 471040 Arroyo Seco Neighborhood Council | \$ 9,864.71 | 471040 Arroyo Seco Neighborhood Council | \$ 9,864.71 |
| | 471088 Winnetka Neighborhood Council | \$ 1,065.92 | 471088 Winnetka Neighborhood Council | \$ 1,065.92 |
| | 471076 North Hills West Neighborhood Council | \$ 7,796.05 | 471076 North Hills West Neighborhood Council | \$ 7,796.05 |
| | 471095 Greater Wilshire Neighborhood Council | \$ 48.94 | 471095 Greater Wilshire Neighborhood Council | \$ 48.94 |
| | 471017 Empowerment Congress Central Area Neighborhood District Council | \$ 17,208.13 | 471017 Empowerment Congress Central Area Neighborhood District Council | \$ 17,208.13 |
| | 471106 Panorama City Neighborhood Council | \$ 1,937.14 | 471106 Panorama City Neighborhood Council | \$ 1,937.14 |
| | 471053 Greater Valley Glenn Community Council | \$ 23.28 | 471053 Greater Valley Glenn Community Council | \$ 23.28 |
| | 470177 CANNDU | \$ 585.99 | 470177 CANNDU | \$ 585.99 |
| | 471114 Westlake North Neighborhood Council | \$ 576.38 | 471114 Westlake North Neighborhood Council | \$ 576.38 |
| | 471072 Tarzana Neighborhood Council | \$ 4,163.85 | 471072 Tarzana Neighborhood Council | \$ 4,163.85 |
| | 471090 Porter Ranch Neighborhood Council | \$ 750.00 | 471090 Porter Ranch Neighborhood Council | \$ 750.00 |
| | 471059 Neighborhood Council Valley Village | \$ 8,895.02 | 471059 Neighborhood Council Valley Village | \$ 8,895.02 |
| | 471041 Lincoln Heights Neighborhood Council | \$ 618.18 | 471041 Lincoln Heights Neighborhood Council | \$ 618.18 |
| | 471054 Elysian Valley Riverside Neighborhood Council | \$ 1,769.58 | 471054 Elysian Valley Riverside Neighborhood Council | \$ 1,769.58 |
| | 471007 West Hills Neighborhood Council | \$ 1,684.00 | 471007 West Hills Neighborhood Council | \$ 1,684.00 |
| | 471058 Mid-Town North Hollywood Neighborhood Council | \$ 1,577.41 | 471058 Mid-Town North Hollywood Neighborhood Council | \$ 1,577.41 |
| | 471034 Mid-City West Community Council | \$ 665.00 | 471034 Mid-City West Community Council | \$ 665.00 |
| | 471019 Empowerment Congress South East Neighborhood District Council | \$ 3,902.43 | 471019 Empowerment Congress South East Neighborhood District Council | \$ 3,902.43 |
| | 471068 Watts Neighborhood Council | \$ 2,277.35 | 471068 Watts Neighborhood Council | \$ 2,277.35 |
| | 471018 Empowerment Congress South West Neighborhood District Council | \$ 8,151.67 | 471018 Empowerment Congress South West Neighborhood District Council | \$ 8,151.67 |
| | 471042 P.I.C.O. Neighborhood Council | \$ 1,951.68 | 471042 P.I.C.O. Neighborhood Council | \$ 1,951.68 |
| | 471087 PICO Union Neighborhood Council | \$ 9,335.93 | 471087 PICO Union Neighborhood Council | \$ 9,335.93 |
| | 471044 Historic Highland Park Neighborhood Council | \$ 1,760.44 | 471044 Historic Highland Park Neighborhood Council | \$ 1,760.44 |
| | 471025 Sun Valley Area Neighborhood Council | \$ 258.23 | 471025 Sun Valley Area Neighborhood Council | \$ 258.23 |
| | 471082 Sunland-Tujunga Neighborhood Council | \$ 4,111.29 | 471082 Sunland-Tujunga Neighborhood Council | \$ 4,111.29 |
| | 471046 South Robertson Neighborhood Council | \$ 875.54 | 471046 South Robertson Neighborhood Council | \$ 875.54 |
| | 471108 Rampart Village Neighborhood Council | \$ 5,845.12 | 471108 Rampart Village Neighborhood Council | \$ 5,845.12 |
| | 471060 Encino Neighborhood Council | \$ 2,190.06 | 471060 Encino Neighborhood Council | \$ 2,190.06 |
| | Subtotal | \$ 134,617.17 | Subtotal | \$ 134,617.17 |
| Personnel | <u>Fund 100/66, Personnel</u> | | <u>Fund 100/66, Personnel</u> | |
| As-Needed Staffing | 001010, Salaries, General | \$ 400,000.00 | 001070, Salaries As Needed | \$ 400,000.00 |

Attachment 3

TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | FUND/ACCOUNT | AMOUNT | TRANSFER TO | AMOUNT |
|-------------------------------------------------------|------------------------------------------|------------------------|------------------------------------------|------------------------|
| Planning | <u>Fund 100/68, Planning</u> | | <u>Fund 100/68, Planning</u> | |
| Overtime | 001070, Salaries As Needed | \$ 80,000.00 | 001090, Overtime | \$ 80,000.00 |
| Police | <u>Fund 100/70, Police</u> | | <u>Fund 100/70, Police</u> | |
| Account Deficits | 001012, Salaries, Sworn | \$ 1,900,000.00 | 001010, Salaries General | \$ 1,700,000.00 |
| | 001090, Overtime, General | \$ 4,000,000.00 | 001070, Salaries As-Needed | \$ 400,000.00 |
| | 001092, Overtime, Sworn | \$ 600,000.00 | 002130, Travel Expense | \$ 60,000.00 |
| | 001095, Accumulated Overtime | \$ 200,000.00 | 003040, Contractual Services | \$ 4,000,000.00 |
| | 003010, Transportation Expense | \$ 80,000.00 | 003090, Field Equipment Expense | \$ 1,500,000.00 |
| | 004440, Reserve Officers Expense | \$ 20,000.00 | Subtotal | <u>\$ 7,660,000.00</u> |
| | 006010, Office & Administrative Expense | \$ 600,000.00 | | |
| | 006020, Operating Supplies & Expense | \$ 260,000.00 | | |
| | Subtotal | <u>\$ 7,660,000.00</u> | | |
| Public Works - Sanitation | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| Peak Workload Staffing | 001010, Salaries General (SWRF) | \$ 1,202,500.00 | 001070, Salaries As-Needed (SWRF) | \$ 800,000.00 |
| | | | 001090, Overtime General (SWRF) | \$ 400,000.00 |
| | | | 003310, Transportation (SWRF) | \$ 2,500.00 |
| | | | Subtotal | <u>\$ 1,202,500.00</u> |
| | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 001010, Salaries General(SCMO) | \$ 875,000.00 | 001070, Salaries As-Needed (SCMO) | \$ 200,000.00 |
| | | | 001090, Overtime General (SCMO) | \$ 300,000.00 |
| | | | 001100, Hiring Hall Salaries (SCMO) | \$ 250,000.00 |
| | | | 001120, Hiring Hall Benefits (SCMO) | \$ 125,000.00 |
| | | | Subtotal | <u>\$ 875,000.00</u> |
| | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 001010, Salaries General (SPA) | \$ 150,000.00 | 001090, Overtime General (SPA) | \$ 150,000.00 |
| | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 001010, Salaries General (CRTF) | \$ 50,000.00 | 001070, Salaries As-Needed (CRTF) | \$ 50,000.00 |
| | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 001010, Salaries General (CLARTS) | \$ 15,000.00 | 001070, Salaries As-Needed (CLARTS) | \$ 15,000.00 |
| Office Supplies and Equipment | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 002120, Printing and Binding (SWRF) | \$ 30,000.00 | 006010, Office & Administrative (SWRF) | \$ 30,000.00 |
| Call Center Equipment | <u>Fund 100/82, Bureau of Sanitation</u> | | <u>Fund 100/82, Bureau of Sanitation</u> | |
| | 002120, Printing and Binding (SWRF) | \$ 10,000.00 | 006020, Operating Supplies (SWRF) | \$ 10,000.00 |
| Transportation | <u>Fund 100/94, Transportation</u> | | <u>Fund 100/94, Transportation</u> | |
| Special Gas Tax Salaries General deficit (F206/94) | 001070, Salaries As-Needed | \$ 95,000.00 | 001010, Salaries General | \$ 95,000.00 |
| Prop C-Metro Rail Salaries Overtime deficit (F540/94) | 001010, Salaries General | \$ 324,896.00 | 001090, Overtime General | \$ 324,896.00 |

Attachment 3

TRANSFERS BETWEEN ACCOUNTS WITHIN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | TRANSFER FROM | | TRANSFER TO | |
|--------------------------------------------------------------------------------|----------------------------|-------------------------|--------------------------|-------------------------|
| | FUND/ACCOUNT | AMOUNT | FUND/ACCOUNT | AMOUNT |
| <i>Proposition C Salaries Overtime deficit (F540/94)</i> | 001010, Salaries General | \$ 700,000.00 | 001090, Overtime General | \$ 700,000.00 |
| <i>Proposition A Salaries General deficit (F385/94)</i> | 001090, Overtime General | \$ 70,000.00 | 001010, Salaries General | \$ 70,000.00 |
| <i>Traffic Safety Salaries Overtime deficit (F306/94)</i> | 001070, Salaries As-Needed | \$ 23,000.00 | 001090, Overtime General | \$ 23,000.00 |
| <i>Transportation deficit, General Fund Internal Adjustments (F100/94)</i> | 003120, Investigations | \$ 20,000.00 | 003310, Transportation | \$ 20,000.00 |
| | Subtotal | <u>\$ 1,232,896.00</u> | Subtotal | <u>\$ 1,232,896.00</u> |
| TOTAL ALL DEPARTMENTS AND FUNDS | | \$ 35,581,510.22 | | \$ 35,581,510.22 |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | FUND/ACCOUNT | AMOUNT | TRANSFER FROM | FUND/ACCOUNT | AMOUNT | TRANSFER TO |
|------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------------------------------------------------------------------------|---------------------|-------------|
| Building & Safety <i>As-Needed</i> | <u>Fund 48R/08 Building & Safety</u> 08J200, Reserve for Unanticipated Costs | \$ 125,000.00 | | <u>Fund 100/08 Building & Safety</u> 001070, Salaries As-Needed | \$ 125,000.00 | |
| Community Development Dept. <i>Enterprise Zone Tax Credit Voucher</i> | <u>Fund 48L/22 Enterprise Zone Tax Voucher</u> Cash Balance (Voucher Fees) | \$ 24,300.00 | | <u>Fund 100/22 Community Development (J122)</u> 001070 Salaries As-Needed | \$ 21,170.00 | |
| | | | | <u>Fund 48L/22 Enterprise Zone Tax Voucher (J122)</u> 22J299, Related Costs | \$ 3,130.00 | |
| | | | | Subtotal | <u>\$ 24,300.00</u> | |
| <i>Community Development Block Grant -ARRA</i> | <u>Fund 51N/22 CDBG-R</u> 22J299, Related Costs | \$ 13,075.58 | | <u>Fund 100/22 Community Development (J122)</u> 001010, Salaries General | 13,075.58 | |
| <i>38th Year FALCON CF 11-1593</i> | <u>Fund 424/22 Community Development Trust Fund</u> 22H112, City Attorney 22J363, Falcon | \$ 1,899.78 \$ 228,474.70 | | <u>Fund 100/12 City Attorney (22J112)</u> 001020, Grant Salaries | \$ 230,374.48 | |
| | Subtotal | <u>\$ 230,374.48</u> | | | | |
| Cultural Affairs <i>As-Needed Staffing Reimbursements</i> <i>Arts Development Fee (ADF) Program</i> | <u>Fund 516, Arts Development Fee Trust Fund</u> A212, 801 N FAIRFAX AVE 90046 F434, 13550 W PAXTON ST 91331 E360, 6506 W HOLLYWOOD BLVD 90028 A243, 708 N CROFT AVE 1-6 90069 F456, 1901 W 7TH ST 90057 G486, 2001 N SOTO ST 90031 C272, 10844-10852 WLINDBROOKDR 90024 C260, 6904 W HOLLYWOOD BLVD 90028 C325, 6931-6935 W HOLLYWOOD BLVD G488, 512 E ROSE AVE 90291 A236, 2069 W SLAUSON AVE 90062 A229, 4414 E YORK BLVD 90041 E377, 615 S WESTLAKE AVE 90057 C261, 1608 N CAHUENGA BLVD 90028 A220, 9401 W FOOTHILL BLVD 91040 A216, 2333 W SCOUT WAY 90026 E344, 707 W WILSHIRE LWR LVL2 90017 C323, 707 W WILSHIRE BLVD 90017 C327, 830 S FLOWER ST 90017 C269, 900 S FIGUEROA ST 90015 C305, 3707 S. HILL ST 90007 E338, 11755 W OLYMPIC BLVD 90025 C295, 5075 S SLAUSON AVE 90230 A224, 4365 S GLENCOE AVE 90292 C305, 3707 S. HILL ST 90007 | \$ 1,198.00 \$ 584.40 \$ 525.96 \$ 438.30 \$ 204.54 \$ 993.48 \$ 496.74 \$ 146.10 \$ 146.10 \$ 993.48 \$ 1,782.42 \$ 730.35 \$ 488.41 \$ 183.80 \$ 774.33 \$ 774.33 \$ 145.97 \$ 131.63 \$ 138.80 \$ 138.80 \$ 818.16 \$ 311.68 \$ 311.68 \$ 311.68 \$ 379.86 | | <u>Fund 100/30, Department of Cultural Affairs</u> 001070 Salaries As-Needed | <u>\$ 45,450.34</u> | |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | TRANSFER FROM | AMOUNT | TRANSFER TO | AMOUNT |
|---------------------------------------------------------------------|---------------------------------------------------------------------------|----------------------|----------------------------------------------------|---------------------|
| | <u>Fund 516, Arts Development Fee Trust Fund continued</u> | | | |
| Harbor Exhibitions | H201, Harbor Public Arts | \$ 4,104.76 | | |
| LAWA Exhibitions | J201, Airports Public Arts | \$ 28,196.58 | | |
| | Subtotal | <u>\$ 45,450.34</u> | | |
| | <u>Fund 480, Arts & Cultural Facilities & Services Trust Fund</u> | | <u>Fund 100/30, Department of Cultural Affairs</u> | |
| As-Needed Staffing Reimbursements (PWIAP) | J130, Cultural Affairs | \$ 18,586.76 | 001070 Salaries As-Needed | \$ 18,586.76 |
| | <u>Fund 100/33 El Pueblo</u> | | <u>Fund 100/10 CAO</u> | |
| El Pueblo Staff Reimbursement (El Pueblo Revenue Fund 737/33) | 001010, Salaries General | \$ 100,000.00 | 001010, Salaries General | \$ 100,000.00 |
| | <u>Fund 100/17 Ethics</u> | | <u>Fund 534/17 City Ethics Commission Fund</u> | |
| Ethics Commission Reverse Reappropriation | 001010, Salaries General | \$ 11,277.95 | 17J117 Ethics Commission | \$ 178,985.64 |
| | 003040, Contractual Services | \$ 167,707.69 | | |
| | Subtotal | <u>\$ 178,985.64</u> | | |
| | <u>Fund 40J/38, Fire Special Training</u> | | <u>Fund 100/40, General Services</u> | |
| Fire Construction Services | 3840JB, State Educational Account | \$ 99,916.00 | 001014, Construction Salaries | \$ 77,829.00 |
| | | | 003180, Construction Materials and Supplies | \$ 22,087.00 |
| | | | Subtotal | <u>\$ 99,916.00</u> |
| | <u>Fund 335/38, Fire Department Grant</u> | | <u>Fund 848/38, Fire Department Trust</u> | |
| Grant Reimbursements | 38903J, CAL/EPA Grant | \$ 18,600.00 | 38013B, Fire Prevention Bureau Enforcement | \$ 18,600.00 |
| | <u>Fund 335/38, Fire Grant</u> | | <u>Fund 100/38, Fire</u> | |
| | 38011R, FEMA US&R 2011 | \$ 20,400.00 | 006020, Operating Supplies | \$ 20,400.00 |
| | <u>Fund 41M/43, Systematic Code Enforcement</u> | | <u>Fund 100/40, Department of General Services</u> | |
| Housing Postage | 43J140 General Services | \$ 18,368.00 | 009130, Postage | \$ 36,735.00 |
| | <u>Fund 440/43, Rent Stabilization Trust Fund</u> | | | |
| | 43J140 General Services | \$ 18,367.00 | | |
| | Subtotal | <u>\$ 36,735.00</u> | | |
| | <u>Fund 54K/43, Healthy Homes 1</u> | | <u>Fund 100/43, LA Housing Department</u> | |
| Healthy Homes Fund | 43J143, Housing | \$ 109,068.52 | 001010, Salaries General | \$ 109,068.52 |
| | <u>Fund 458/43, Low Income Housing Tax Credit</u> | | <u>Fund 44G/43, LA Affordable</u> | |
| AHTF Technical Services | 43F844, Technical Services | \$ 77,108.35 | 43J844, Technical Services (new) | \$ 142,708.35 |
| | 43G844, Technical Services | \$ 65,600.00 | | |
| | Subtotal | <u>\$ 142,708.35</u> | | |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | TRANSFER FROM | | TRANSFER TO | |
|------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------|-----------------|------------------------------------------------------------------------------------------------------------------------------------|-------------------------------|
| | FUND/ACCOUNT | AMOUNT | FUND/ACCOUNT | AMOUNT |
| Library <i>Parking Lot Sweeping</i> | <u>Fund 300/44 Library</u> 009510, Various Special | \$ 38,597.66 | <u>Fund 100/40, Department of General Services</u> 003040, Contractual Services | \$ 38,597.66 |
| Mayor <i>Clear Program</i> | <u>Fund 53D/46, FY10 Justice Assistance Grant</u> 46J112, City Attorney Salaries | \$ 11,726.53 | <u>Fund 100/12, City Attorney</u> 001010, Salaries General | \$ 11,726.53 |
| <i>Clear Program</i> | <u>Fund 52A/46, FY09 Justice Assistance Grant</u> 46J112, City Attorney Salaries | \$ 107,635.13 | <u>Fund 100/12, City Attorney</u> 001010, Salaries General | \$ 107,635.13 |
| Planning <i>Accounting Resource Pool</i> | <u>Fund 100/68, Planning</u> 001070, Salaries As-Needed | \$ 14,035.20 | <u>Fund 100/26, Controller</u> 001070, Salaries As-Needed | \$ 14,035.20 |
| Police <i>Office of Public Safety sworn personnel</i> | <u>Fund 100/70 Police Department</u> 001012 Sworn Salaries | \$ 4,514,996.00 | <u>Fund 100/40 General Services</u> 001010 Salaries General 001090 Overtime | \$ 4,044,590.00 470,406.00 |
| | | | Subtotal | \$ 4,514,996.00 |
| <i>New and Replacement Facilities</i> | <u>Fund 44D/70, Forfeited Assets Trust Fund</u> 70E525, New and Replacement Facilities | \$ 75,000.00 | <u>Fund 100/40, Department of General Services</u> 001014, Construction Salaries 003180, Construction Materials and Supplies | \$ 25,000.00 50,000.00 |
| | | | Subtotal | \$ 75,000.00 |
| Public Works - Sanitation <i>Clean Cities Programmatic Support</i> | <u>Fund 537/50, Environmental Affairs Trust Fund</u> 50H182, Bureau of Sanitation | \$ 10,389.86 | <u>Fund 100/82, Bureau of Sanitation</u> 001070, Salaries As-Needed | \$ 206,895.22 |
| <i>Branching Out Grant Program (C.F. 10-0097)</i> | 50H182, Bureau of Sanitation | \$ 74,901.61 | 001090, Overtime General | \$ 5,000.00 |
| <i>Branching Out Grant Program (C.F. 10-0097)</i> | 50H186, Bureau of Street Services | \$ 43,000.00 | Subtotal | \$ 211,895.22 |
| <i>Heat Re-Leaf Grant Program (C.F. 09-2835)</i> | 50H182, Bureau of Sanitation | \$ 76,864.20 | | |
| <i>Drayage Grant Program (C.F. 10-1692)</i> | 50H182, Bureau of Sanitation | \$ 6,739.55 | | |
| | Subtotal | \$ 211,895.22 | | |
| <i>2012 CicLAvia Invoices</i> | <u>Fund 537/50, Environmental Affairs Trust Fund</u> Cash Balance | \$ 5,000.00 | <u>Fund 537/50, Environmental Affairs Trust Fund</u> CicLAvia (New) | \$ 5,000.00 |
| <i>Projected Salaries Shortfall</i> | <u>Fund 48H/50, Los Angeles Regional Agency</u> 50JLAR, LARA Expense and Equipment | \$ 8,038.00 | <u>Fund 100/82, Bureau of Sanitation</u> 001010, General Salaries | \$ 8,038.00 |
| <i>Projected Salaries Shortfall</i> | <u>Fund 586/50, Used Oil Fund</u> Cash Balance | \$ 26,620.00 | <u>Fund 100/82, Bureau of Sanitation</u> 001010, General Salaries | \$ 26,620.00 |
| Public Works - Street Lighting <i>MTA Projects Overtime</i> | <u>Fund 540/94, Prop C</u> 94H184 St. Lighting | \$ 138,926.00 | <u>Fund 100/84, Street Lighting</u> 001090, Overtime General | \$ 138,926.00 |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | TRANSFER FROM | AMOUNT | TRANSFER TO | AMOUNT |
|--------------------------------------------------|--------------------------------------------------------------|---------------|---------------------------------------|---------------|
| | <u>Fund 43U/50, Street Banner Revenue Trust Fund</u> | | <u>Fund 100/28, Council Districts</u> | |
| | 50H02D, Council District 2 | \$ 31,000.00 | 006010, Office and Administration | \$ 434,000.00 |
| | 50H03D, Council District 3 | \$ 31,000.00 | | |
| | 50H04D, Council District 4 | \$ 31,000.00 | | |
| | 50H05D, Council District 5 | \$ 31,000.00 | | |
| | 50H06D, Council District 6 | \$ 31,000.00 | | |
| | 50H07D, Council District 7 | \$ 31,000.00 | | |
| | 50H08D, Council District 8 | \$ 31,000.00 | | |
| | 50H09D, Council District 9 | \$ 31,000.00 | | |
| | 50H10D, Council District 10 | \$ 31,000.00 | | |
| | 50H11D, Council District 11 | \$ 31,000.00 | | |
| | 50H12D, Council District 12 | \$ 31,000.00 | | |
| | 50H13D, Council District 13 | \$ 31,000.00 | | |
| | 50H14D, Council District 14 | \$ 31,000.00 | | |
| | 50H15D, Council District 15 | \$ 31,000.00 | | |
| | Subtotal | \$ 434,000.00 | | |
| <i>Cement Truck Replacement</i> | <u>Fund 347/50, St. Lighting Maint & Assessment Fund</u> | | <u>Fund 100/40, General Services</u> | |
| | 50F140, General Services | \$ 100,000.00 | 007340, Equipment | \$ 100,000.00 |
| <i>Headwater Bikeway Lighting</i> | <u>Fund 207/94, Transpiration Development Fund</u> | | <u>Fund 100/84, Street Lighting</u> | |
| | 94H184 St. Lighting | \$ 63,158.00 | 001010, Salaries General | \$ 56,058.00 |
| | | | 001090, Overtime General | \$ 7,100.00 |
| | | | Subtotal | \$ 63,158.00 |
| <i>Pole Painting</i> | <u>Fund 347/50, St. Lighting Maint & Assessment Fund</u> | | <u>Fund 100/84, Street Lighting</u> | |
| | 50H184, St. Lighting | \$ 250,000.00 | 003040, Contractual Services | \$ 250,000.00 |
| <i>Derrick Truck Replacement</i> | <u>Fund 347/50, St. Lighting Maint & Assessment Fund</u> | | <u>Fund 100/40, General Services</u> | |
| | 50F140, General Services | \$ 360,000.00 | 007340, Equipment | \$ 360,000.00 |
| <i>Southern California Gas Company</i> | <u>Fund 347/50, St. Lighting Maint & Assessment Fund</u> | | <u>Fund 100/84, Street Lighting</u> | |
| | 420105, Engineering Fees-St. Lighting Field Services | \$ 53,895.00 | 001090, Overtime General | \$ 53,895.00 |
| Public Works-Street Services | <u>Fund 206/50 Special Gas Tax Street Improvement</u> | | <u>Fund 100/86, Street Services</u> | |
| <i>Gas Tax - Bridge & Tunnel Maintenance</i> | 50J365, Bridge & Tunnel Maintenance | \$ 176,000.00 | 001010, Salaries General | \$ 80,000.00 |
| | | | 001090, Overtime General | \$ 15,000.00 |
| | | | 001100, Hiring Hall Salaries | \$ 15,000.00 |
| | | | 001120, Hiring Hall Benefits | \$ 6,000.00 |
| | | | 003030, Construction Expense | \$ 20,000.00 |
| | | | 003040, Contractual Services | \$ 10,000.00 |
| | | | 003090, Field Equipment Expense | \$ 10,000.00 |
| | | | 006020, Operating Supplies | \$ 20,000.00 |
| | | | Subtotal | \$ 176,000.00 |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | TRANSFER FROM | AMOUNT | TRANSFER TO | AMOUNT |
|-------------------------------------------------------------------|--------------------------------------------------------|---------------|------------------------------------------------------------|---------------|
| <i>Measure R - Guardrail Construction</i> | <u>Fund 51Q/94 Measure R Local Return</u> | | <u>Fund 100/86, Street Services</u> | |
| | 94J641, Guardrail Construction | \$ 154,800.00 | 001010, Salaries General | \$ 70,000.00 |
| | | | 001090, Overtime General | \$ 10,000.00 |
| | | | 001100, Hiring Hall Salaries | \$ 10,000.00 |
| | | | 001120, Hiring Hall Benefits | \$ 5,000.00 |
| | | | 003030, Construction Expense | \$ 20,000.00 |
| | | | 003040, Contractual Services | \$ 10,000.00 |
| | | | 003090, Field Equipment Expense | \$ 10,000.00 |
| | | | 006020, Operating Supplies | \$ 19,800.00 |
| | | | Subtotal | \$ 154,800.00 |
| <i>Measure R - 2nd St Tunnel Ventilation Fan Replacement</i> | <u>Fund 51Q/94 Measure R Local Return</u> | | <u>Fund 100/86, Street Services</u> | |
| | 94J643, 2nd St Tunnel Ventilation Fan Replacement | \$ 410,000.00 | 001010, Salaries General | \$ 20,000.00 |
| | | | 001090, Overtime General | \$ 20,000.00 |
| | | | 003030, Construction Expense | \$ 10,000.00 |
| | | | 003040, Contractual Services | \$ 350,000.00 |
| | | | 006020, Operating Supplies | \$ 10,000.00 |
| | | Subtotal | \$ 410,000.00 | |
| <i>Measure R - 3rd St Tunnel Ventilation Fan Replacement</i> | <u>Fund 51Q/94 Measure R Local Return</u> | | <u>Fund 100/86, Street Services</u> | |
| | 94J644, 3rd St Tunnel Ventilation Fan Replacement | \$ 240,000.00 | 001010, Salaries General | \$ 10,000.00 |
| | | | 001090, Overtime General | \$ 10,000.00 |
| | | | 003030, Construction Expense | \$ 10,000.00 |
| | | | 003040, Contractual Services | \$ 200,000.00 |
| | | | 006020, Operating Supplies | \$ 10,000.00 |
| | | Subtotal | \$ 240,000.00 | |
| <i>Measure R - Sherman Way Tunnel Ventilation Fan Replacement</i> | <u>Fund 51Q/94 Measure R Local Return</u> | | <u>Fund 100/86, Street Services</u> | |
| | 94J653, Sherman Way Tunnel Ventilation Fan Replacement | \$ 410,000.00 | 001010, Salaries General | \$ 20,000.00 |
| | | | 001090, Overtime General | \$ 20,000.00 |
| | | | 003030, Construction Expense | \$ 10,000.00 |
| | | | 003040, Contractual Services | \$ 350,000.00 |
| | | | 006020, Operating Supplies | \$ 10,000.00 |
| | | Subtotal | \$ 410,000.00 | |
| Recreation and Parks | <u>Fund 302/88, Recreation and Parks</u> | | <u>Fund 100/26, Controller</u> | |
| <i>Accounting Resource Pool</i> | 001010 Salaries General | \$ 40,000.00 | 001070, Salaries As-Needed | \$ 40,000.00 |
| Transportation/Street Services | <u>Fund 207/94, FY12 Local Transportation</u> | | <u>Fund 100/86, Public Works Bureau of Street Services</u> | |
| <i>Pavement work for Bikeways projects</i> | 94H662, Bikeways Program | \$ 200,000.00 | 001010, Salaries General | \$ 100,000.00 |
| | | | 001090, Overtime General | \$ 100,000.00 |
| | | | Subtotal | \$ 200,000.00 |

Attachment 4

TRANSFERS BETWEEN DEPARTMENTS AND FUNDS

| REQUESTING DEPARTMENT | FUND/ACCOUNT | AMOUNT | TRANSFER FROM | FUND/ACCOUNT | AMOUNT | TRANSFER TO | |
|---------------------------------------------------------------------------------------------------|-------------------------------------------------|-------------------------|-----------------|---------------------------------------------------------|---------------|-------------------------|-----------------|
| Transportation <i>Foothill Blvd Rockfall Mitigation Project - Traffic Control Plans</i> | <u>Fund 305/50, Subvention and Grants</u> | | | <u>Fund 100/94 Transportation</u> | | | |
| | 50V057, Foothill Rockfall Mitigation | \$ 24,800.00 | | 001010, Salaries General | \$ 1,800.00 | | |
| | | | | 001090, Overtime General | \$ 8,000.00 | | |
| | | | | 003350, Paint and Sign Maintenance | \$ 15,000.00 | | |
| | | | | Subtotal | \$ 24,800.00 | | |
| <i>Measure R projects</i> | <u>Fund 51Q/94, FY11 Measure R</u> | | | <u>Fund 100/94 Transportation</u> | | | |
| | 94G194, Transportation | \$ 716,445.56 | | 001010, Salaries General | \$ 625,000.56 | | |
| | 94G655, Transp Grant Fund Work Prog | \$ 458,545.00 | | 001090, Overtime General | \$ 549,990.00 | | |
| | | Subtotal | \$ 1,174,990.56 | | | Subtotal | \$ 1,174,990.56 |
| <i>Bikeways related projects.</i> | <u>Fund 51Q/94, Measure R</u> | | | <u>Fund 100/94 Transportation</u> | | | |
| | 94J306, Bicycle Plan/Program | \$ 160,000.00 | | 001070, Salaries As Needed | \$ 160,000.00 | | |
| <i>Permit Parking Program deficits</i> | <u>Fund 49C, Permit Parking Program Revenue</u> | | | <u>Fund 100/94 Transportation</u> | | | |
| | Cash Balance | \$ 93,000.00 | | 001010, Salaries General | \$ 80,000.00 | | |
| | | | | 001090, Overtime General | \$ 13,000.00 | | |
| | | | | Subtotal | \$ 93,000.00 | | |
| <i>Purchase of 40 personal computers and one Blade Server for ATSAC Operations</i> | <u>Fund 484, ATSAC Trust Fund</u> | | | <u>Fund 540, Proposition C Anti-Gridlock Trust Fund</u> | | | |
| | RSRC 4903, Accumulated Interest Revenue | \$ 329,620.00 | | ATSAC Systems Maintenance Account No. 94J634 | \$ 292,620.00 | | |
| | | | | <u>Fund 100/94 Transportation</u> | | | |
| | | | | 001010, Salaries General | \$ 1,000.00 | | |
| | | | | 001090, Overtime General | \$ 36,000.00 | | |
| | | | | Subtotal | \$ 37,000.00 | | |
| | | | | Subtotal | \$ 329,620.00 | | |
| Transportation/Harbor <i>Harbor Department projects.</i> | <u>Fund 702/42, Harbor Revenue</u> | | | <u>Fund 100/94 Transportation</u> | | | |
| | City Services-Misc Account No. 57090 | \$ 10,000.00 | | 001090, Overtime General | \$ 10,000.00 | | |
| Transportation/ITA <i>Communications Services Requests</i> | <u>Fund 100/94 Transportation</u> | | | <u>Fund 100/32 ITA</u> | | | |
| | 003040, Contractual Services | \$ 20,000.00 | | 009350, Communication Services | \$ 20,000.00 | | |
| Zoo <i>Accounting Resource Pool (Zoo Enterprise Trust Fund 40E/87)</i> | <u>Fund 100/87 Zoo</u> | | | <u>Fund 100/26, Controller's Office</u> | | | |
| | 001010, Salaries General | \$ 5,548.30 | | 001070, Salaries As-Needed | \$ 5,548.30 | | |
| <i>Pilot Preferred Parking Program</i> | <u>Fund 100/87 Zoo</u> | | | <u>Fund 100/40, General Services Department</u> | | | |
| | 001010, Salaries General | \$ 2,950.00 | | 001070, Salaries As-Needed | \$ 1,450.00 | | |
| | | | | 006020, Operating Supplies | \$ 1,500.00 | | |
| | | | | Subtotal | \$ 2,950.00 | | |
| <i>Wastewater Transfer</i> | <u>Fund 40E/87 Zoo</u> | | | <u>Fund 100/87, Zoo Department</u> | | | |
| | 879140, Zoo Wastewater | \$ 310,575.75 | | 001010, Salaries General | \$ 310,575.75 | | |
| TOTAL ALL DEPARTMENTS AND FUNDS | | \$ 11,339,008.02 | | | | \$ 11,339,008.02 | |

Attachment 5

APPROPRIATIONS FROM THE UNAPPROPRIATED BALANCE

| DEPARTMENT | APPROPRIATE FROM: | APPROPRIATE TO: | AMOUNT |
|------------------------------------------------------------------|-------------------------------------------------------------------------------------|-------------------------------------------------------------------|------------------------|
| Council <i>Current Expenditure Program</i> | <u>Fund, 100/58, Unappropriated Balance</u> 000132, Equipment, Expenses and A&Is | <u>Fund 100/28, Council</u> 001070, Salaries, As-Needed | \$ 2,829,000 |
| General Services <i>Petroleum</i> | <u>Fund, 100/58, Unappropriated Balances</u> 000130, GSD - Petroleum Products | <u>Fund 100/40 General Services</u> 003230, Petroleum Products | \$ 5,000,000 |
| Mayor <i>Current Expenditure Program</i> | <u>Fund 100/58, Unappropriated Balance</u> 000132, Equipment, Expenses and A&Is | <u>Fund 100/46, Mayor</u> 001070, Salaries As Needed | \$ 753,000 |
| Planning <i>Off-site signage stake holder meetings</i> | <u>Fund, 100/58, Unappropriated Balances</u> 000137, Layoff Avoidance | <u>Fund 100/68 Planning</u> 003040, Contractual Services | \$ 19,800 |
| Police <i>Reimbursement for equipment purchase</i> | <u>Fund, 100/58, Unappropriated Balances</u> 000137, Layoff Avoidance | <u>Fund 100/70 Police</u> 006010, Office and Administrative | \$ 156,702 |
| TOTAL APPROPRIATIONS FROM THE UNAPPROPRIATED BALANCE | | | \$ 8,758,502.00 |

Attachment 6-a
STATUS OF THE UNAPPROPRIATED BALANCE
GENERAL ACCOUNT as of December 31, 2012

| C.F. | Appropriations | Date | Amount |
|-------------|--------------------------------------------------------------|-------------|-------------------------|
| 12-0600 | General | | \$ 50,000 |
| | Approved Transfer | | |
| 12-1119 | Eagle Rock Music Festival | 8/15/2012 | (696) |
| 12-1179 | LA Business Travel Association | 8/23/2012 | (348) |
| 12-0798-S1 | Community Charter Bus Services | 8/31/2012 | (1,014) |
| 12-1322 | Truman National Security Project - Clean Energy and National | 9/11/2012 | (406) |
| 12-1566 | Chicano Employees Association | 10/9/2012 | (1,131) |
| 12-1630 | Green Heart Reception | 10/23/2012 | (348) |
| 12-1641 | Community Charter Bus Services | 10/26/2012 | (4,495) |
| 12-1801 | Midnight Mission Thanksgiving Celebration | 11/20/2012 | (296) |
| 12-1802 | UCLA Advocacy Day | 11/20/2012 | (886) |
| | Balance Available | | <u><u>40,380</u></u> |
| | Anticipated Appropriations | | |
| | None | | |
| | Projected Balance Available | | <u><u>\$ 40,380</u></u> |

Attachment 6-b
STATUS OF UNAPPROPRIATED BALANCE NON-GENERAL ACCOUNT as of December 31, 2012

| Council File No. | UB Non-General Accounts | Primary Department | Adopted Budget | Transfer In/ Reapprop. | Amount Appropriated during year | First FSR | Mid-Year (Second) FSR | Available Balance |
|------------------|----------------------------------------------------|--------------------|----------------------|------------------------|---------------------------------|-------------------|-----------------------|----------------------|
| | General Fund | | s | | | | | |
| | General (see Attachment 4A) | | \$ 50,000 | | \$ (2,464) | | | \$ 47,536 |
| | Bank Fees | | 2,100,000 | | | - | | 2,100,000.0 |
| | Deferred Entry of Judgment Program | City Atty | 325,000 | | | | | 325,000.0 |
| | Equipment, Expenses & Alterations & Improvement | All | 3,582,000 | | - | | (3,582,000) | - |
| | Fire - Third Party Review of Resource Deployment | Fire | 500,000 | | - | | | 500,000.0 |
| | GSD- Petroleum Products | GSD | 9,000,000 | | - | | (5,000,000) | 4,000,000.0 |
| 11-0086-S4 | Layoff Avoidance | All | 8,000,000 | | (465,176) | (2,246,925) | (176,502) | 5,111,397.0 |
| | Neighborhood Council Funding | DONE | 75,000 | | - | | | 75,000.0 |
| 12-1529 | Outside Counsel inc. Workers' Comp | City Atty | 3,000,000 | | (3,000,000) | | 3,700,000 | 3,700,000.0 |
| | Payroll System Study | Controller | 100,000 | | - | | | 100,000.0 |
| | Strategic Advisor for Technology Services | ITA | 500,000 | | | (140,000) | | 360,000.0 |
| 11-0600-S159 | Software License Claim (reappropriation) | ITA | | 1,000,000 | | | | 1,000,000.0 |
| 11-0600-S159 | Infrastructure Outsourcing Study (reappropriation) | ITA | | 250,000 | | (250,000) | | - |
| 12-0600-S154 | Citywide Economic Development | CAO | | 2,000,000 | | | | 2,000,000.0 |
| 12-0600 | Gang Prevention (reappropriation) | | | 40,000 | | | | 40,000.0 |
| | Reserve for Economic Uncertainty | | | | | 3,100,000 | 3,242,627 | 6,342,627.3 |
| | | | \$ 27,232,000 | \$ 3,290,000 | \$ (3,467,640) | \$ 463,075 | \$ (1,815,875) | \$ 25,701,560 |
| | | | | | | | | |
| | | | | | | | | |
| | Special Funds | | | | | | | |
| | Citywide Customer Relationship Management | ITA | 250,000 | | | | | 250,000 |
| | | | \$ 250,000 | \$ - | \$ - | \$ - | | \$ - |
| | | | | | | | | |
| | Grand Total | | \$ 27,482,000 | \$ 3,290,000 | \$ (3,467,640) | \$ 463,075 | \$ (1,815,875) | \$ 25,951,560 |

Attachment 7
2012-13 SUBSTITUTE POSITION AUTHORITIES
(C.F. 12-06900-S166)

| Requested Position Authorities | | | Position Authorities Kept Vacant | | | Period Requested | | Reason Needed |
|--------------------------------------|--------|-------------------------------|----------------------------------|--------|-----------------------------------|------------------|----------|-------------------------------------|
| No. | Code | Class Title | No. | Code | Class Title | From | To | |
| Animal Services | | | | | | | | |
| 2 | 1358 | Clerk Typist | 2 | 2369 | Veterinary Technician | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 3 | 1358 | Clerk Typist | 3 | 4310 | Animal Care Technician | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| <hr/> | | | <hr/> | | | | | |
| 5 | | | 5 | | | | | |
| Fire | | | | | | | | |
| 1 | 1358-0 | Clerk Typist | 1 | 2322 | Auto Body/Builder Repairer | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1358-0 | Clerk Typist | 1 | 1517 | Auditor I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1358-0 | Clerk Typist | 1 | 1597-1 | Sr Systems Analyst I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1117-2 | Exec Admin Assistant II | 1 | 9184-2 | Management Analyst II | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1116-0 | Secretary | 1 | 3716 | Senior Automotive Supervisor | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1368-0 | Senior Clerk Typist | 1 | 9171-1 | Senior Management Analyst I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1368-0 | Sr Clerk Typist | 1 | 9184-2 | Management Analyst II | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 9171-2 | Senior Mgmt Analyst II | 1 | 9171-1 | Senior Management Analyst I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| <hr/> | | | <hr/> | | | | | |
| 8 | | | 8 | | | | | |
| Information Technology Agency | | | | | | | | |
| 1 | 1597-2 | Senior Systems Analyst II | 1 | 1455-2 | Systems Programmer II | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 7610 | Communications Engineer | 1 | 1455-1 | Systems Programmer I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1409-1 | Information Systems Manager I | 1 | 1431-3 | Programmer/Analyst III | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1670-2 | Graphics Designer II | 1 | 1411-1 | Information Systems Operations IV | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 1368 | Senior Clerk Typist | 1 | 1139-1 | Senior Data Processing Technicia | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| <hr/> | | | <hr/> | | | | | |
| 5 | | | 5 | | | | | |

Attachment 7
2012-13 SUBSTITUTE POSITION AUTHORITIES
(C.F. 12-06900-S166)

| Requested Position Authorities | | | Position Authorities Kept Vacant | | | Period Requested | | Reason Needed |
|--------------------------------|--------|---------------------------------------|----------------------------------|--------|-------------------------|------------------|----------|-------------------------------------|
| No. | Code | Class Title | No. | Code | Class Title | From | To | |
| Personnel | | | | | | | | |
| 1 | 1726-2 | Safety Engineering Associate II | 1 | 9167-1 | Sr. Personnel Analyst I | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 2315 | Supervising Occupational Health Nurse | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 2310 | Medical Assistant | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| <hr/> | | | <hr/> | | | | | |
| 3 | | | 1 | | | | | |
| Police | | | | | | | | |
| 4 | 1116 | Secretary | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 1 | 9196-3 | Police Administrator III | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 20 | 1368 | Senior Clerk Typist | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| 58 | 1358 | Clerk Typist | | | | 01/01/13 | 06/30/13 | To avoid layoffs on January 1, 2013 |
| <hr/> | | | <hr/> | | | | | |
| 83 | | | 0 | | | | | |

Attachment 9 Voluntary Furlough

VOLUNTARY FURLOUGHS FY 2012/13 - RECAP BY DEPARTMENT - 1/17/13

| Department | PP 1-10 (7/1 - 11/17) | | PP 11 (11/18 - 12/1) | | PP 12 (12/2 - 12/15) | | PP 13 (12/16 - 12/29) | | Total | |
|--------------------|-----------------------|----------------------|----------------------|---------------------|----------------------|---------------------|-----------------------|---------------------|------------------|----------------------|
| | Hours | Dollars | Hours | Dollars | Hours | Dollars | Hours | Dollars | Hours | Dollars |
| Animal Services | 171.0 | \$ 5,064.86 | 0 | \$ - | 16.0 | \$ 373.76 | 53.0 | \$ 1,238.08 | 240.0 | \$ 6,676.70 |
| Building & Safety | 353.4 | \$ 13,008.12 | 43.0 | \$ 1,751.39 | 57.2 | \$ 2,329.47 | 12.5 | \$ 600.88 | 466.1 | \$ 17,689.86 |
| CAO | 117.5 | \$ 4,778.90 | 3.2 | \$ 168.49 | 20.0 | \$ 1,087.77 | 12.0 | \$ 674.71 | 152.7 | \$ 6,709.87 |
| CDD | 358.8 | \$ 13,462.99 | 14.0 | \$ 451.84 | 20.0 | \$ 718.34 | 50.5 | \$ 1,632.34 | 443.3 | \$ 16,265.51 |
| City Attorney | 1,098.7 | \$ 48,884.25 | 0 | \$ - | 183.6 | \$ 9,061.57 | 301.1 | \$ 12,718.35 | 1,583.4 | \$ 70,664.17 |
| City Clerk | 22.0 | \$ 634.48 | 290.5 | \$ 10,530.38 | 0 | \$ - | 10.0 | \$ 288.40 | 322.5 | \$ 11,453.26 |
| Controller | 105.0 | \$ 3,538.86 | 18.0 | \$ 561.62 | 34.0 | \$ 1,854.10 | 43.0 | \$ 2,523.07 | 200.0 | \$ 8,477.65 |
| Council | 182.0 | \$ 11,590.60 | 22.0 | \$ 1,405.40 | 28.0 | \$ 1,794.80 | 20.0 | \$ 1,132.88 | 252.0 | \$ 15,923.68 |
| Cultural Affairs | 40.0 | \$ 1,218.40 | 8.0 | \$ 243.68 | 8.0 | \$ 243.68 | 8.0 | \$ 243.68 | 64.0 | \$ 1,949.44 |
| Ethics | 17.5 | \$ 1,006.93 | 10.5 | \$ 292.64 | 29.0 | \$ 808.23 | 34.0 | \$ 1,129.58 | 91.0 | \$ 3,237.38 |
| Finance | 320.0 | \$ 11,424.86 | 21.0 | \$ 760.32 | 32.0 | \$ 1,347.06 | 56.0 | \$ 1,597.28 | 429.0 | \$ 15,129.52 |
| Fire | 629.0 | \$ 18,357.35 | 52.0 | \$ 1,638.59 | 88.0 | \$ 3,374.13 | 87.0 | \$ 3,137.69 | 856.0 | \$ 26,507.76 |
| General Services | 908.0 | \$ 28,766.93 | 68.0 | \$ 2,112.02 | 126.0 | \$ 5,337.32 | 123.0 | \$ 5,501.02 | 1,225.0 | \$ 41,717.29 |
| Harbor | 72.0 | \$ 2,360.88 | 0 | \$ - | 0 | \$ - | 0 | \$ - | 72.0 | \$ 2,360.88 |
| Housing | 861.9 | \$ 30,185.00 | 45.5 | \$ 1,647.15 | 72.5 | \$ 1,955.68 | 36.0 | \$ 1,305.23 | 1,015.9 | \$ 35,093.06 |
| ITA | 383.0 | \$ 17,171.21 | 16.0 | \$ 1,012.56 | 32.0 | \$ 1,579.36 | 33.0 | \$ 1,620.47 | 464.0 | \$ 21,383.60 |
| Library | 1,231.0 | \$ 40,595.47 | 96.0 | \$ 2,634.51 | 91.0 | \$ 2,826.05 | 63.0 | \$ 2,000.32 | 1,481.0 | \$ 48,056.35 |
| Mayor | 4.0 | \$ 207.20 | 0 | \$ - | 0 | \$ - | 0 | \$ - | 4.0 | \$ 207.20 |
| Personnel | 346.0 | \$ 10,699.33 | 36.0 | \$ 1,053.25 | 32.7 | \$ 1,306.01 | 68.0 | \$ 2,435.05 | 482.7 | \$ 15,493.64 |
| Planning | 478.0 | \$ 19,253.04 | 1.0 | \$ 33.88 | 29.5 | \$ 1,003.14 | 12.5 | \$ 416.48 | 521.0 | \$ 20,706.54 |
| Police | 4,092.8 | \$ 148,448.62 | 456.5 | \$ 16,887.64 | 467.7 | \$ 17,515.40 | 449.2 | \$ 16,349.37 | 5,466.2 | \$ 199,201.03 |
| PW Board | 149.5 | \$ 5,016.00 | | | 2.0 | \$ 81.10 | 1.0 | \$ 40.55 | 152.5 | \$ 5,137.65 |
| PW Con Admin | 149.5 | \$ 4,819.66 | 12.0 | \$ 346.08 | 60.0 | \$ 2,405.85 | 10.0 | \$ 383.20 | 231.5 | \$ 7,954.79 |
| PW Engineering | 1,634.0 | \$ 71,899.41 | 193.0 | \$ 8,642.00 | 168.0 | \$ 7,459.84 | 135.0 | \$ 5,873.56 | 2,130.0 | \$ 93,874.81 |
| PW Sanitation | 849.0 | \$ 30,753.09 | 44.0 | \$ 1,875.99 | 42.0 | \$ 1,633.55 | 73.0 | \$ 2,895.87 | 1,008.0 | \$ 37,158.50 |
| PW Street Lighting | 85.0 | \$ 2,541.82 | 3.0 | \$ 117.42 | 7.0 | \$ 273.98 | 0 | \$ - | 95.0 | \$ 2,933.22 |
| PW Street Services | 568.5 | \$ 19,036.24 | 31.0 | \$ 940.61 | 43.0 | \$ 1,433.09 | 31.0 | \$ 972.14 | 673.5 | \$ 22,382.08 |
| Rec & Parks | 925.7 | \$ 30,220.80 | 87.5 | \$ 3,021.08 | 107.0 | \$ 3,636.13 | 60.0 | \$ 1,859.19 | 1,180.2 | \$ 38,737.20 |
| Transportation | 180.0 | \$ 6,496.35 | 49.0 | \$ 1,437.46 | 10.0 | \$ 304.00 | 28.0 | \$ 964.02 | 267.0 | \$ 9,201.83 |
| Zoo | 25.0 | \$ 616.58 | 4.0 | \$ 152.84 | 7.5 | \$ 286.58 | 16.0 | \$ 611.36 | 52.5 | \$ 1,667.36 |
| TOTAL | 16,357.80 | \$ 602,058.23 | 1,624.70 | \$ 59,718.84 | 1,813.70 | \$ 72,029.99 | 1,825.80 | \$ 70,144.77 | 21,622.00 | \$ 803,951.83 |

ATTACHMENT 10
STATUS OF 120 DAY APPOINTMENTS FOR FISCAL YEAR 2012-13
(through December 2012)

| Approved by MAV | Submitted | Approved |
|-----------------------------|------------------|-----------------|
| Aging | 1 | 1 |
| Airports | 1 | 1 |
| Building & Safety | 7 | 7 |
| City Administrative Officer | 3 | 3 |
| City Attorney | 3 | 3 |
| City Clerk | 1 | 1 |
| Community Development | 2 | 2 |
| Controller | 85 | 85 |
| Convention Center | 76 | 76 |
| Council District | 1 | 1 |
| Finance | 1 | 1 |
| General Services | 6 | 6 |
| Harbor | 7 | 7 |
| LACERS | 1 | 1 |
| Library | 20 | 20 |
| Neighborhood Empowerment | 1 | 1 |
| Personnel | 23 | 23 |
| Planning | 5 | 5 |
| Recreation & Parks | 3 | 3 |
| Transportation | 2 | 2 |
| | | |
| Denied | | |
| Animal Services | 1 | |
| | | |
| Pending | | |
| Fire | 1 | |
| Grand Total | 251 | 249 |

* Total approved 120-day positions does not represent total number on payroll.

Attachment 11
Status of Fee Increases Funding the 2012-13 Budget

| <u>Department</u> | <u>Type of Fee</u> | <u>Proposed Change</u> | <u>Proposed Implementation Date</u> | <u>Effective Date</u> | <u>Notes</u> |
|-------------------|------------------------------------|----------------------------------------------------------------------------|-------------------------------------|-----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Fire | Industrial Building Inspection | Increase fee, net revenue change is \$1 million. | January 2013 | | Industrial Inspection ordinances are being written by the City Attorney. Once finished and approved, the ordinances will be effective in 60 days. |
| Fire | Plan review fee | New fee, net revenue change \$300,000 | January 2013 | | Fee ordinance was approved by Council (C.F. 11-1443). Estimated revenue this fiscal year will be around \$85,000. |
| Planning | Comprehensive Zoning Code Rewrite | Expected to increase revenue by \$373,962 | January 2013 | | Special fund revenue. Zoning Code surcharge in place. The CZCR Ordinance is in the City Attorney's Office for review; once done Planning will be able to move forward with the remaining deliverables and any ordinances. |
| Planning | Case Management | Expected to increase revenue by \$230,000 | January 2013 | | Special fund revenue. Final draft as of 1-15-13. This likely will not be implemented until the end of the fiscal year. |
| Engineering | Various fee increases | \$399,990 revenue increase expected | September 2012 | October 1, 2012 | Approved by Council and expected to be effective October 1, 2012 |
| Street Services | Peak Hours Compliance Fee Increase | Increase fee to fully support Public Right-of-Way Construction Enforcement | January 2013 | | The proposal is to increase the Peak Hours Compliance Fee for major, secondary and collector streets to a level that fully supports the Public Right-of-Way Construction Enforcement program. Roughly \$400,000 in additional revenue would be needed to enable the program to be fully fee supported. City Attorney has drafted an ordinance, however, there remain some issues that need to be vetted. The CAO is meeting with City Attorney and Public Works to come to a resolution (during the current budget process). |
| Parking Fines | \$5 increase | \$2.4 million in additional revenue expected | August 2012 | August 11, 2012 | The ordinance became effective 8/11 and is now implemented. |
| Zoo | General Admission fee | \$1 increase; \$720,000 in expected revenue | August 2012 | August 19, 2012 | The annual membership fee is also to be increased by the Greater Los Angeles Zoo Association. |

Attachment 12

**MAYOR'S OFFICE OF GANG REDUCTION AND YOUTH DEVELOPMENT (GRYD)
STATUS REPORT OF EXPENDITURES / PAYMENTS - FY13
AS OF 11/30/12**

PREVENTION - GRYD ZONE

| | Agency | Contract # | GRYD ZONE | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Cash adv/ Payment Thru |
|----|-----------------------------------------|------------|------------------|---------------|----------------------|---------------------|-------------------|-------------------|---------------------|----------------|-------------------|------------------------|
| 1 | Barrio Action Youth and Family Services | 119920M | North Hollenbeck | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | - | 742,050.00 | | - | |
| 2 | Community Build, Inc. | 120830M | Baldwin Village | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | 226,220.96 | 515,829.04 | | - | 11/12 |
| 3 | Community Build, Inc. | 120825M | Florence-Graham | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | 245,836.93 | 496,213.07 | | - | 11/12 |
| 4 | People Coordinated Services | 120896M | Newton | GF 100 / 3040 | 873,000.00 | 873,000.00 | | - | 873,000.00 | | - | |
| 5 | El Nido Family Centers | 121078M | Pacoima | GF 100 / 3040 | 873,000.00 | 873,000.00 | | - | 873,000.00 | | - | |
| 6 | Children's Hospital Los Angeles | 120856M | Cypress Park | GF 100 / 3040 | 873,000.00 | 873,000.00 | | - | 873,000.00 | | - | |
| 7 | New Directions for Youth | 120819M | Panorama City | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | 135,299.78 | 606,750.22 | | - | 10/12 |
| 8 | Alma Family Services | 120855M | Boyle Heights | GF 100 / 3040 | 873,000.00 | 873,000.00 | | - | 873,000.00 | | - | |
| 9 | Watts Labor Community Action Cmte | 120853M | Watts | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | 166,231.38 | 575,818.62 | | - | 10/12 |
| 10 | Asian American Drug Abuse Program | 120854M | 77th ll | GF 100 / 3040 | 873,000.00 | 873,000.00 | 130,950.00 | - | 742,050.00 | | - | |
| 11 | Brotherhood Crusade (3 mo) | 115119M | Southwest ll | GF 100 / 3040 | 218,250.00 | 218,250.00 | 32,737.50 | 92,423.93 | 93,088.57 | | - | 8/12 |
| | Brotherhood Crusade (9 mo) | 121396M | Southwest ll | GF 100 / 3040 | 654,750.00 | 654,750.00 | 98,212.50 | - | 556,537.50 | | - | |
| 12 | El Centro Del Pueblo (3 mo) | 115118M | Rampart | GF 100 / 3040 | 218,250.00 | 218,250.00 | | - | 218,250.00 | | - | |
| | El Centro Del Pueblo (9 mo) | 121584M | Rampart | GF 100 / 3040 | 327,375.00 | | | - | | | 327,375.00 | |
| 13 | Bresee Foundation (9 mo) | 121399M | Rampart | GF 100 / 3040 | 327,375.00 | | | - | | | 327,375.00 | |
| | Sub Total | | | | 10,476,000.00 | 9,821,250.00 | 916,650.00 | 866,012.98 | 8,038,587.02 | - | 654,750.00 | |

INTERVENTION - GRYD ZONE

| | Agency | Contract # | GRYD ZONE | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Cash adv/ Payment Thru |
|----|----------------------------------|------------|------------------|---------------|---------------------|---------------------|-------------------|-------------------|---------------------|-------------------|------------------|------------------------|
| 1 | Communities In Schools | 120895M | Pacoima | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | 107,149.76 | 311,475.24 | | - | 9/12 |
| 2 | Communities In Schools | 120894M | Panorama City | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | 104,919.33 | 313,705.67 | | - | 9/12 |
| 3 | Community Build, Inc. | 120878M | Baldwin Village | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | 105,220.05 | 313,404.95 | | - | 11/12 |
| 4 | PHFE/Aztecs Rising | 121062M | Cypress Park | GF 100 / 3040 | 492,500.00 | 492,500.00 | | - | 492,500.00 | | - | |
| 5 | PHFE/Aztecs Rising | 121064M | Rampart | GF 100 / 3040 | 292,500.00 | 292,500.00 | | - | 292,500.00 | | - | |
| | 2012 CalGrip Grant (State) | 121064Y | | 54Q/46J304 | 200,000.00 | 200,000.00 | | - | | 200,000.00 | - | |
| 6 | Soledad Enrichment Action | 120897M | Newton | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | - | 418,625.00 | | - | |
| 7 | Soledad Enrichment Action | 120898M | North Hollenbeck | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | - | 418,625.00 | | - | |
| 8 | Soledad Enrichment Action | 120879M | Boyle Heights | GF 100 / 3040 | 292,500.00 | 292,500.00 | 73,875.00 | - | 218,625.00 | | - | |
| | 2012 CalGrip Grant (State) | 120879Y | | 54Q/46J304 | 200,000.00 | 200,000.00 | | - | | 200,000.00 | - | |
| 9 | Soledad Enrichment Action | 119973M | 77th ll | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | - | 418,625.00 | | - | |
| 10 | Venice 2000/HELPER Foundation | 120899M | Southwest ll | GF 100 / 3040 | 492,500.00 | 492,500.00 | 73,875.00 | 32,797.09 | 385,827.91 | | - | 7/12 |
| 11 | Soledad Enrichment Action (3 mo) | 115281M | Florence-Graham | GF 100 / 3040 | 121,250.00 | 121,250.00 | | - | 121,250.00 | | - | |
| 12 | Chapter Two, Inc. (9 mo) | 121397M | Florence Graham | GF 100 / 3040 | 369,375.00 | 369,375.00 | | - | 369,375.00 | | - | |
| | Sub Total | | | | 5,415,625.00 | 5,415,625.00 | 591,000.00 | 350,086.23 | 4,074,538.77 | 400,000.00 | - | |

INTERVENTION - SECONDARY AREA

| | Agency | Contract # | SECONDARY AREA | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Cash adv/ Payment Thru |
|---|--------------------------------------|------------|----------------|---------------|-------------------|-------------------|-------------------|------------------|-------------------|----------------|-------------------|------------------------|
| 1 | PHFE/Aztecs Rising (3 mo) | 115284M | Central | GF 100 / 3040 | 49,866.00 | 49,866.00 | | - | 49,866.00 | | - | |
| | PHFE/Aztecs Rising (9 mo) | PENDING | Central | GF 100 / 3040 | 149,598.00 | | | - | | | 149,598.00 | |
| 2 | Toberman Neighborhood Center (3 mo) | 115271M | South | GF 100 / 3040 | 99,731.00 | 83,109.00 | 14,959.65 | 54,093.16 | 14,056.19 | | 16,622.00 | 8/12 |
| | Toberman Neighborhood Center (9 mo) | 121430M | South | GF 100 / 3040 | 232,707.00 | 232,707.00 | 34,906.05 | - | 197,800.95 | | - | |
| 3 | Advancement Project/ HELPER (3 mo) | 119889M | West | GF 100 / 3040 | 49,866.00 | 49,866.00 | | - | 49,866.00 | | - | |
| 4 | Venice 2000/HELPER Foundation (9 mo) | 121398M | West | GF 100 / 3040 | 151,875.00 | 151,875.00 | 22,781.25 | - | 129,093.75 | | - | |
| 5 | Communities In Schools (FY12) | 118441M | Valley | GF 100 / 3040 | 20,000.00 | 20,000.00 | | 3,679.95 | 16,320.05 | | - | 9/12 |
| | Communities In Schools (3 mo) | 118441M | Valley | GF 100 / 3040 | 49,866.00 | 49,866.00 | | - | 49,866.00 | | - | |
| | Communities In Schools (9 mo) | PENDING | Valley | GF 100 / 3040 | 149,598.00 | | | - | | | 149,598.00 | |
| | Sub Total | | | | 953,107.00 | 637,289.00 | 72,646.95 | 57,773.11 | 506,868.94 | - | 315,818.00 | |

Attachment 12

PREVENTION - SECONDARY AREA

| | Agency | Contract # | SECONDARY AREA | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Cash adv/ Payment Thru |
|------------------|----------------------------------------|------------|----------------|---------------|---------------------|-------------------|-------------------|--------------|-------------------|----------------|-------------------|------------------------|
| 1 | Asian American Drug Abuse (3 mo) | 115278M | West | GF 100 / 3040 | 83,109.00 | 83,109.00 | | - | 83,109.00 | | - | |
| 2 | Children's Hospital Los Angeles (9 mo) | 121585M | West | GF 100 / 3040 | 245,531.00 | | | - | - | | 245,531.00 | |
| 3 | Child & Family Guidance Center (3 mo) | 115272M | Valley | GF 100 / 3040 | 83,109.00 | 83,109.00 | | - | 83,109.00 | | - | |
| | Child & Family Guidance Center (9 mo) | 121432M | Valley | GF 100 / 3040 | 245,531.00 | | | - | - | | 245,531.00 | |
| 4 | Hathaway-Sycamores (3 mo) | 115275M | Central | GF 100 / 3040 | 83,109.00 | 83,109.00 | | - | 83,109.00 | | - | |
| 5 | Watts Labor Community Action (3 mo) | 115274M | South | GF 100 / 3040 | 83,109.00 | 83,109.00 | 12,466.35 | - | 70,642.65 | | - | |
| | Watts Labor Community Action (9 mo) | 121431M | South | GF 100 / 3040 | 244,266.00 | 244,266.00 | | - | 244,266.00 | | - | |
| 6 | Youth Policy Institute (9 mo) | 121404M | Central | GF 100 / 3040 | 245,531.00 | | | - | - | | 245,531.00 | |
| Sub Total | | | | | 1,313,295.00 | 576,702.00 | 12,466.35 | - | 564,235.65 | - | 736,593.00 | |

EVALUATION

| | Agency | Contract # | GRYD ZONE | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Payment Thru |
|------------------|--------|------------|-----------|---------------|-------------------|------------|-------------------|--------------|------------------|----------------|-------------------|--------------|
| 1 | RFP | PENDING | All Zones | GF 100 / 3040 | 900,000.00 | | | - | - | | 900,000.00 | |
| Sub Total | | | | | 900,000.00 | - | - | - | - | - | 900,000.00 | |

SUMMER LIGHT NIGHTS (SNL)

| | Agency | Contract # | GRYD ZONE | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Payment Thru |
|------------------|-----------------------------------------|------------|-----------|---------------|---------------------|---------------------|-------------------|---------------------|-------------------|------------------|------------------|---------------|
| 1 | LA Conservation Corps | | | | | | | - | - | | - | |
| | CDBG 38th Year (4/1/12-6/30/12) | 119163Y | All Zones | 50K/668 | 437,440.00 | 437,440.00 | | 437,440.00 | | - | - | 8/12 |
| | CDBG 38th Year (7/1/12-3/31/13) | 119163Y | All Zones | 50K/668 | 1,312,320.00 | 1,312,320.00 | | 1,229,640.05 | | 82,679.95 | - | 8/12 |
| | Housing Authority of City of LA (HACLA) | 119163M | All Zones | GF 100 / 3040 | 500,000.00 | 500,000.00 | 375,000.00 | - | 125,000.00 | | - | |
| | Department of Cultural Affairs | 119163M | All Zones | GF 100 / 3040 | 288,000.00 | 288,000.00 | 259,200.00 | 28,800.00 | - | - | - | 8/12 |
| 2 | Recreation & Parks | | All Zones | GF 100 / 3040 | 462,240.00 | 462,240.00 | | 462,240.00 | | - | - | Paid -in-full |
| Sub Total | | | | | 3,000,000.00 | 3,000,000.00 | 634,200.00 | 2,158,120.05 | 125,000.00 | 82,679.95 | - | |

OTHER

| | Agency | Contract # | GRYD ZONE | Fund / Acct# | Budget Amount | Encumbered | 15% Cash Advanced | Expenditures | General Fund Bal | Grant Fund Bal | Not Yet Encumber | Payment Thru |
|------------------|-------------------------------------------------|------------|-------------------------|---------------|---------------------|-------------------|-------------------|------------------|-------------------|----------------|-------------------|--------------|
| 1 | Los Angeles Conservation Corp (11/1/12-6/30/13) | 120024M | Watts Regional Strategy | GF 100 / 3040 | 513,640.00 | 513,640.00 | | 21,140.00 | 492,500.00 | | - | 9/12 |
| 2 | USC/YSET | 118557M | All Zones | GF 100 / 3040 | 267,000.00 | 267,000.00 | | - | 267,000.00 | | - | |
| | 2010 CS GP | 118557Y | | | 58,000.00 | | | | | | 58,000.00 | |
| 3 | CSULA (Cal State University, LA) | 121583M | All Zones | GF 100 / 3040 | 65,000.00 | | | - | - | | 65,000.00 | |
| 4 | Harder & Company Community Research | 121352M | All Zones | GF 100 / 3040 | 94,440.00 | 94,440.00 | | - | 94,440.00 | | - | |
| 5 | Chicago Center for Family Health | 121582M | All Zones | GF 100 / 3040 | 200,000.00 | | | - | - | | 200,000.00 | |
| 6 | Grant Research & Admin (Patricia Etem) | 121204M | All Zones | GF 100 / 3040 | 52,500.00 | 52,500.00 | | 5,833.00 | 46,667.00 | | - | 10/12 |
| Sub Total | | | | | 1,250,580.00 | 927,580.00 | - | 26,973.00 | 900,607.00 | - | 323,000.00 | |

| | | | | | | | |
|-----------------------------------------|----------------------|----------------------|---------------------|---------------------|----------------------|-------------------|---------------------|
| TOTAL | 23,308,607.00 | 20,378,446.00 | 2,226,963.30 | 3,458,965.37 | 14,209,837.38 | 482,679.95 | 2,930,161.00 |
| Grants encumbered in 2012 (LACC-SNL) | 437,440.00 | 437,440.00 | | 437,440.00 | - | - | - |
| Grant fund FY13 | 1,770,320.00 | 1,712,320.00 | | 1,229,640.05 | 482,679.95 | 58,000.00 | |
| Internal Fund Transfer(BGAA)-Rec & Park | 462,240.00 | 462,240.00 | | 462,240.00 | | | |
| General Fund FY13 | 20,638,607.00 | 17,766,446.00 | 2,226,963.30 | 1,329,645.32 | 14,209,837.38 | - | 2,872,161.00 |
| | 23,308,607.00 | 20,378,446.00 | 2,226,963.30 | 3,458,965.37 | 14,209,837.38 | 482,679.95 | 2,930,161.00 |
| | 23,308,607.00 | 20,378,446.00 | | 3,558,608.62 | | | |

Attachment 13-A
Fiscal Year 2012-13 General Fund Receipts
through December
\$ Thousands

| | Budget | Plan @ Dec 31 | Receipts @ Dec 31 | Variance (Rcpts Less Rev Plan) | |
|-----------------------------------|--------------------|--------------------|----------------------|--------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Property Tax | \$1,457,022 | \$466,362 | \$506,547 | \$40,185 | The December payment was better than plan. The County reported 2.4% growth in taxable City property valuations while the budget expected 2% growth. Further, the \$14 million shortfall from 2011-12 was made whole in July 2012. |
| Property Tax Ex-CRA Inc. | 48,600 | 39,300 | 43,568 | 4,268 | Receipts includes \$26.2 million in January remittances. One more payment of \$9 million is expected in June. |
| Utility Users' Tax | 622,605 | 317,144 | 313,183 | (3,961) | Electricity is up \$2.4 million. Gas is falling below plan (-\$5.3 million) and trending downward, due to low natural gas prices. Telephone receipts for December, including ~\$14.4 million in late receipts, are below plan. |
| Licenses, Permits, Fees and Fines | 769,917 | 284,473 | 284,470 | (3) | AB 678 reimbursements is included in this category and is potentially at risk. Another \$15.2 million in department revenue shortfalls are estimated, of which half is due to lower overhead reimbursements from vacancies in Sanitation (SCM and SWRF). |
| Business Tax | 450,026 | 29,213 | 24,652 | (4,561) | Most receipts are received in February and March. |
| Sales Tax | 332,939 | 169,879 | 170,938 | 1,059 | Receipts are on track to meet budgeted 3% growth over 2011-12. |
| Documentary Transfer Tax | 107,520 | 55,671 | 71,206 | 15,535 | This account is doing well and will finish above budget. |
| Power Revenue Transfer | 249,100 | 249,100 | 246,534 | (2,566) | Receipts reflect the actual total surplus, as calculated by DWP, to be transferred to the City by June 30, 2013. |
| Transient Occupancy Tax | 157,808 | 78,904 | 84,833 | 5,929 | Good news. Figure includes late December receipts. |
| Parking Fines | 153,438 | 75,850 | 75,478 | (372) | Close to modified plan. |
| Parking Users' Tax | 91,728 | 45,864 | 46,551 | 687 | With the inclusion of late December receipts, close to plan. |
| Franchise Income | 47,402 | 20,592 | 18,758 | (1,834) | Low natural gas prices are responsible for natural gas franchise income. Official police garage and taxi franchise income are also behind plan. |
| State Motor Vehicle License Fees | | | 2,099 | 2,099 | Unexpected one-time payment. |
| Grant Receipts | 8,500 | 3,000 | 2,451 | (549) | |
| Tobacco Settlement | 8,700 | | | | |
| Residential Development Tax | 2,100 | 1,050 | 1,001 | (49) | |
| Special Parking Revenue Transfer | 32,577 | | | | |
| Subtotal General Fund | \$4,539,982 | \$1,836,402 | \$1,892,269 | \$55,867 | |
| Interest Income | 10,510 | 5,255 | 20,760 | 15,505 | Not meaningful. This variance is primarily owed to special funds and has yet been disbursed. |
| Transfer from Reserve Fund | | | | | |
| Total General Fund | \$4,550,492 | \$1,841,657 | \$1,913,028 | \$71,372 | |

Attachment 13-B
Property Tax by Account
 Thousand Dollars
 Through December

| | 2009-10 | 2010-11 | 2011-12 | Budget | 2012-13 | | Variance |
|---------------------------------|--------------------|--------------------|--------------------|--------------------|------------------|------------------|-----------------|
| | Actual | Actual | Actual | | Plan | Actuals | |
| Secured | \$944,405 | \$943,768 | \$938,108 | \$966,475 | \$433,973 | \$460,389 | \$26,415 |
| Unsecured | 45,676 | 43,657 | 43,018 | 43,445 | 39,864 | 40,957 | 1,093 |
| Homeowner Exemption | 8,824 | 8,632 | 8,575 | 8,500 | 1,275 | 1,266 | (9) |
| Supplemental | 7,859 | 13,200 | 12,238 | 12,000 | 2,000 | 2,606 | 606 |
| Redemptions | 55,201 | 45,558 | 28,140 | 24,500 | 14,650 | 18,493 | 3,843 |
| County Admin Charges | (21,321) | (22,976) | (21,631) | (22,000) | (22,000) | (15,600) | 6,400 |
| Refunds | (4,236) | (10,728) | (14,376) | (14,538) | (3,400) | (1,726) | 1,674 |
| Adjustments | 207 | 241 | 219 | 0 | 0 | 163 | 163 |
| CRA-Litigation Settlement | 0 | | | | | | 0 |
| CRA Adjustments | 452 | 3,132 | 674 | 0 | 0 | 0 | 0 |
| 1% Property Tax | \$1,037,066 | \$1,024,483 | \$994,966 | \$1,018,382 | \$466,362 | \$506,547 | \$40,185 |
| VLF Replacement | 320,223 | 312,872 | 316,857 | 318,408 | 0 | 0 | 0 |
| Sales tax Replacement | 84,976 | 96,811 | 100,538 | 120,232 | 0 | 0 | 0 |
| <i>subtotal</i> | <i>405,199</i> | <i>409,683</i> | <i>417,395</i> | <i>438,640</i> | <i>0</i> | <i>0</i> | <i>0</i> |
| Property Tax All Sources | \$1,442,265 | \$1,434,167 | \$1,412,361 | \$1,457,022 | \$466,362 | \$506,547 | \$40,185 |

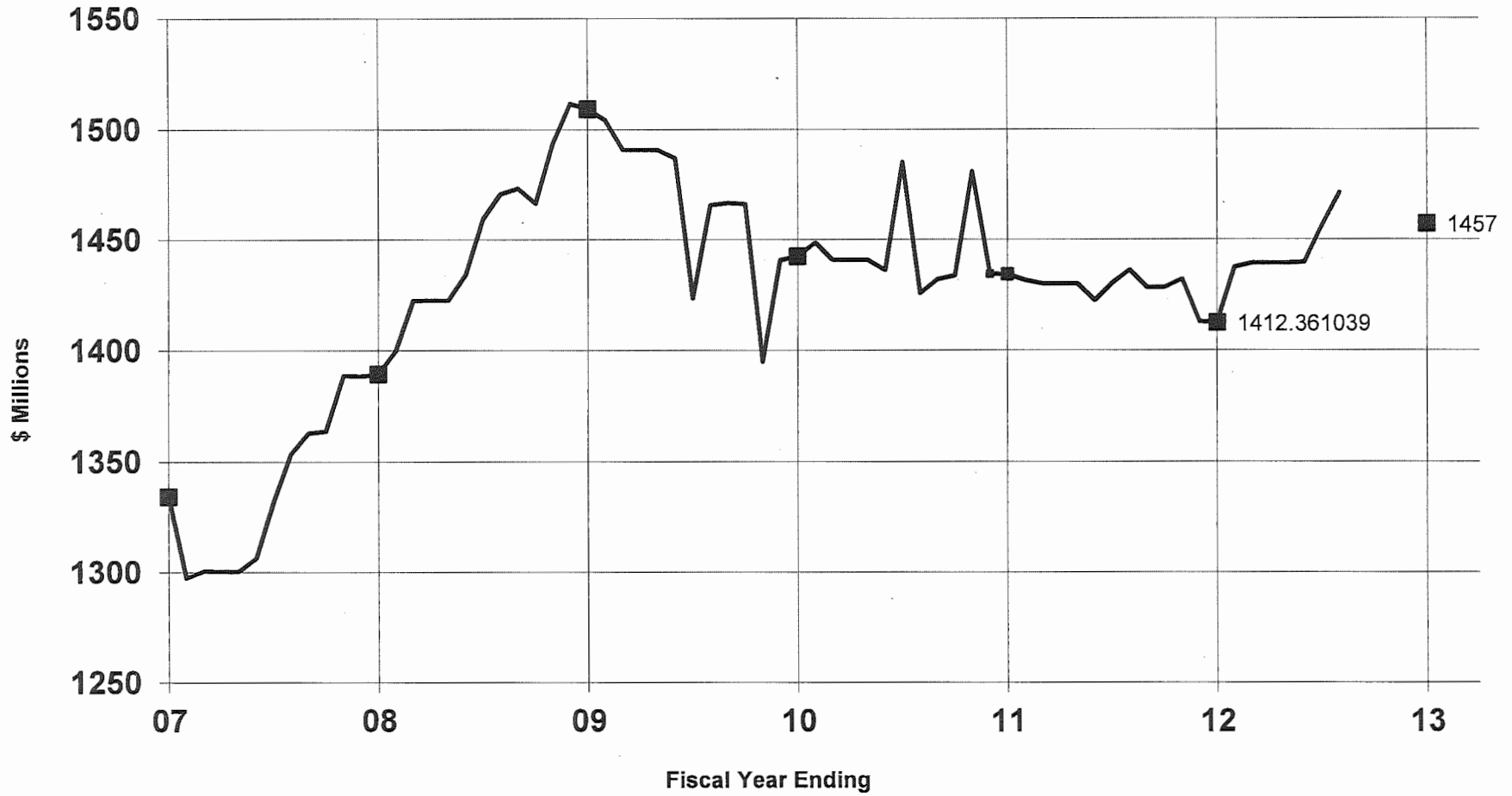
Percent Change from Year Ago

| | 2009-10 | 2010-11 | 2011-12 | 2012-13 |
|-----------------------------------|--------------|--------------|--------------|-------------|
| | Actual | Actual | Revised | Budget |
| Secured | -0.2% | -0.1% | -0.6% | 3.0% |
| Unsecured | -0.4% | -4.4% | -1.5% | 1.0% |
| Homeowner Exemption | 1.6% | -2.2% | -0.6% | -0.9% |
| Supplemental | -65.7% | 68.0% | -7.3% | -1.9% |
| Redemptions | -5.4% | -17.5% | -38.2% | -12.9% |
| County Admin Charges | 8.5% | 7.8% | -5.9% | 1.7% |
| Refunds | -13.4% | 153.3% | 34.0% | 1.1% |
| Adjustments | -13.8% | 16.6% | -9.1% | -100.0% |
| CRA-Related Litigation Settlement | | | | |
| CRA Adjustments | -55.1% | 592.9% | -78.5% | -100.0% |
| 1% Property Tax | -3.7% | -1.2% | -2.9% | 2.4% |
| VLF Replacement | -0.1% | -2.3% | 1.3% | 0.5% |
| Sales tax Replacement | -23.9% | 13.9% | 3.8% | 19.6% |
| <i>subtotal</i> | <i>-6.2%</i> | <i>1.1%</i> | <i>1.9%</i> | <i>5.1%</i> |
| Property Tax All Sources | -4.4% | -0.6% | -1.5% | 3.2% |

Property tax should finish above budget largely due to the delayed remittance of May 2012 secured receipts (estimated at \$14 million) in July, the lower-than-estimated county administrative charge (\$6.4 million), and higher than projected growth in secured property taxes and redemptions with the improvement in the housing market and the economy. Supplemental and unsecured receipts are also ahead of plan, and refunds have been lower.

Attachment 13-C

Property Tax - All Sources 12-Month Moving Sum



The drop at the close of fiscal year 2011-12 reflects the delayed remittance of May 2012 receipts, which received in July. Property tax revenue is showing upside potential as a result of higher receipts across most of the property tax categories.

Attachment 13-D

REVENUE MONTHLY STATUS REPORT

Documentary Transfer Tax - Includes Legal Entity Transfers

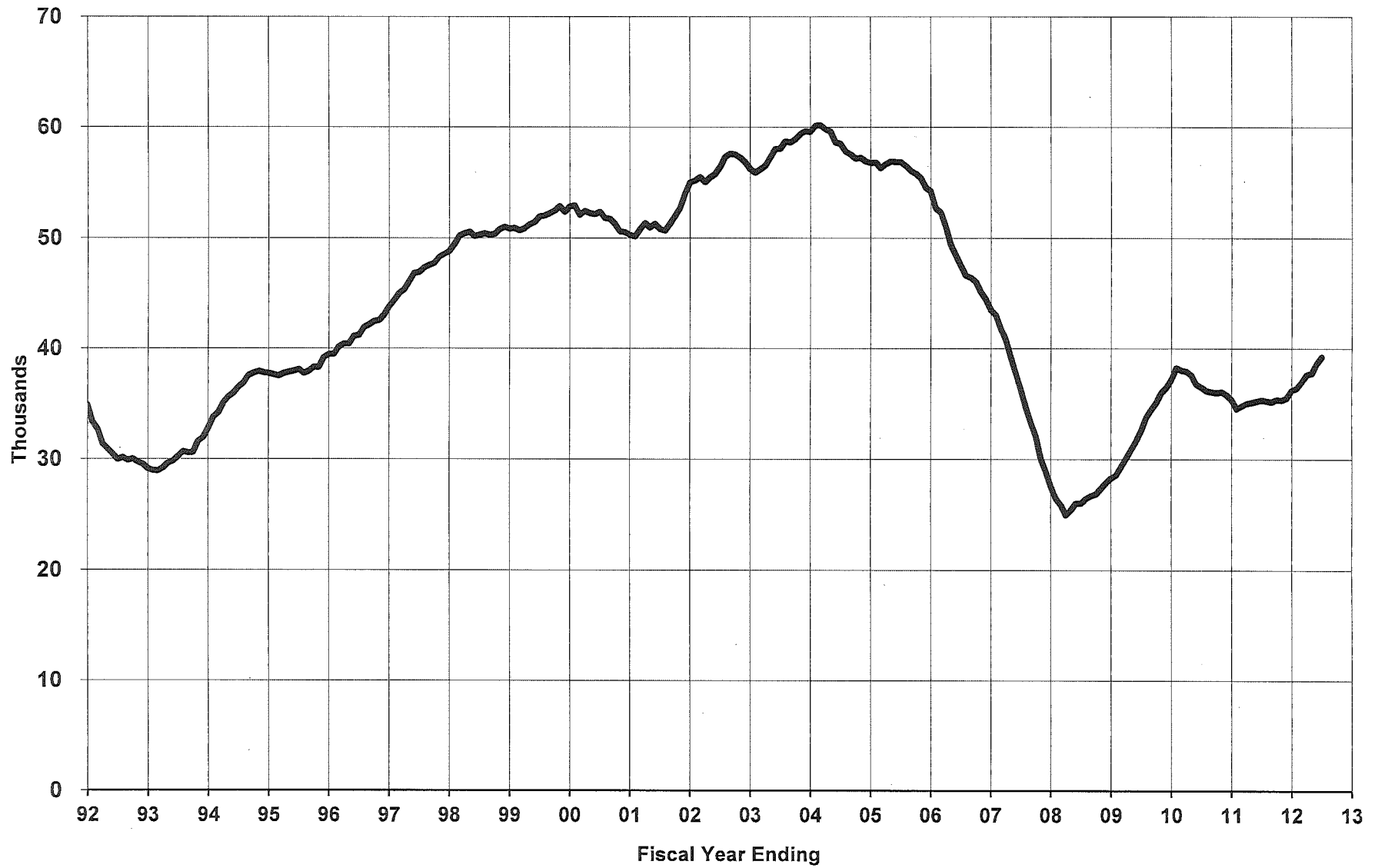
(Thousand Dollars)

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|--------------|-----------------|------------------|------------------|------------------|----------|----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$7,730 | \$10,077 | \$8,373 | \$9,946 | \$10,488 | \$542 |
| AUGUST | 8,302 | 8,084 | 10,430 | 9,755 | 13,215 | 3,460 |
| SEPTEMBER | 6,606 | 7,272 | 9,432 | 10,109 | 13,297 | 3,188 |
| OCTOBER | 8,223 | 8,801 | 7,985 | 9,292 | 9,970 | 678 |
| NOVEMBER | 7,437 | 6,901 | 7,665 | 8,639 | 12,879 | 4,240 |
| DECEMBER | 6,382 | 10,338 | 7,907 | 7,930 | 11,355 | 3,425 |
| JANUARY | 9,030 | 9,305 | 9,428 | 9,577 | | |
| FEBRUARY | 6,155 | 6,471 | 5,981 | 7,208 | | |
| MARCH | 5,181 | 7,187 | 6,591 | 6,691 | | |
| APRIL | 8,035 | 8,312 | 8,899 | 9,317 | | |
| MAY | 8,200 | 9,464 | 9,867 | 9,400 | | |
| JUNE | 8,364 | 8,200 | 10,677 | 9,656 | | |
| TOTAL | \$89,643 | \$100,413 | \$103,237 | \$107,520 | | |
| % CHANGE | 6.8% | 12.0% | 2.8% | 4.1% | | |

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|------------|---------|----------|---------|---------|----------|----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$7,730 | \$10,077 | \$8,373 | \$9,946 | \$10,488 | \$542 |
| AUGUST | 16,032 | 18,161 | 18,804 | 19,701 | 23,704 | 4,003 |
| SEPTEMBER | 22,638 | 25,433 | 28,236 | 29,810 | 37,001 | 7,191 |
| OCTOBER | 30,861 | 34,234 | 36,221 | 39,102 | 46,971 | 7,869 |
| NOVEMBER | 38,298 | 41,135 | 43,887 | 47,741 | 59,850 | 12,109 |
| DECEMBER | 44,680 | 51,473 | 51,793 | 55,671 | 71,206 | 15,535 |
| JANUARY | 53,710 | 60,778 | 61,221 | 65,248 | | |
| FEBRUARY | 59,865 | 67,249 | 67,203 | 72,456 | | |
| MARCH | 65,046 | 74,436 | 73,794 | 79,147 | | |
| APRIL | 73,081 | 82,748 | 82,693 | 88,464 | | |
| MAY | 81,281 | 92,212 | 92,560 | 97,864 | | |
| JUNE | 89,645 | 100,412 | 103,237 | 107,520 | | |

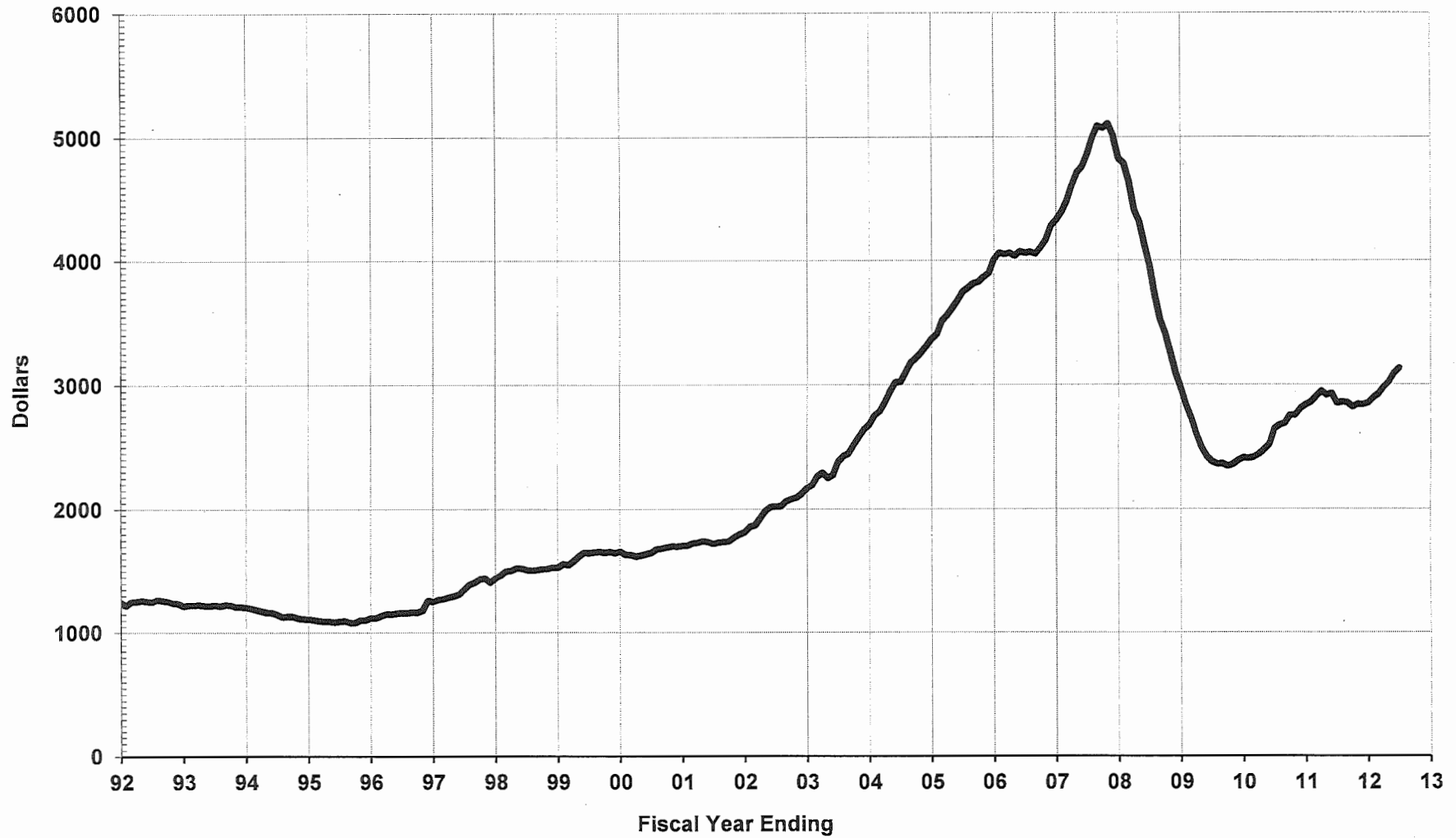
The documentary transfer tax is the most volatile General Fund revenue source as growth (or a decline) in revenue is magnified when home prices and sales volume move together. This account recorded more than \$217 million in 2005-06 at the peak of the real estate bubble. Three years later in 2008-09, revenue declined to under \$84 million. Fiscal year 2012-13 revenue was budgeted at half peak, \$107.5 million. With the steady recovery of the real estate market in sales volume and price, this account has seen double-digit growth.

Attachment 13-E
Deeds Recorded in City
12-month Moving Sum



Volume, as measured by recorded deeds, was at the historic low point in October 2008. After a second drop in fiscal year 2010-11, the number of deeds recorded increased gradually in fiscal year 2011-12 and have continued to increase in the current fiscal year.

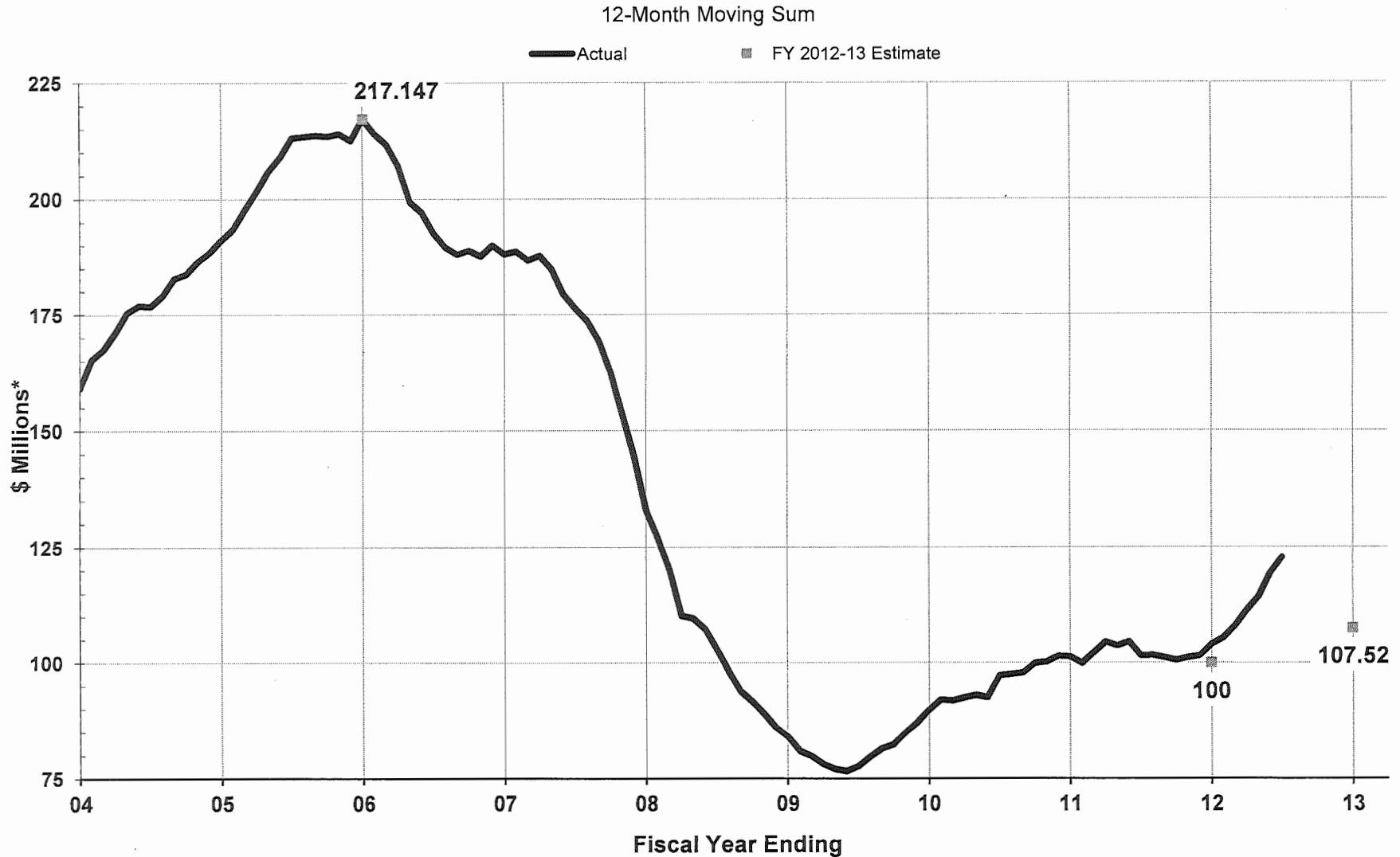
Attachment 13-F
City Revenue Per Recorded Deed
12-Month Moving Average



This index is a proxy for combined commercial and residential real estate prices in the City. City data lags market activity by several months. Revenue per deed has been increasing through the current fiscal year.

Attachment 13-G

Documentary Transfer Tax -- Includes Legal Entity Transfers



Revenue from the Documentary Transfer Tax exceeded the revised fiscal year 2011-12 budget. Current year revenue assumed a 7.5 percent increase from 2011-12. Revenue is showing upside potential with year-to-date receipts well exceeding plan.

Attachment 13-H

REVENUE MONTHLY STATUS REPORT

Transient Occupancy Tax

(Thousand Dollars)

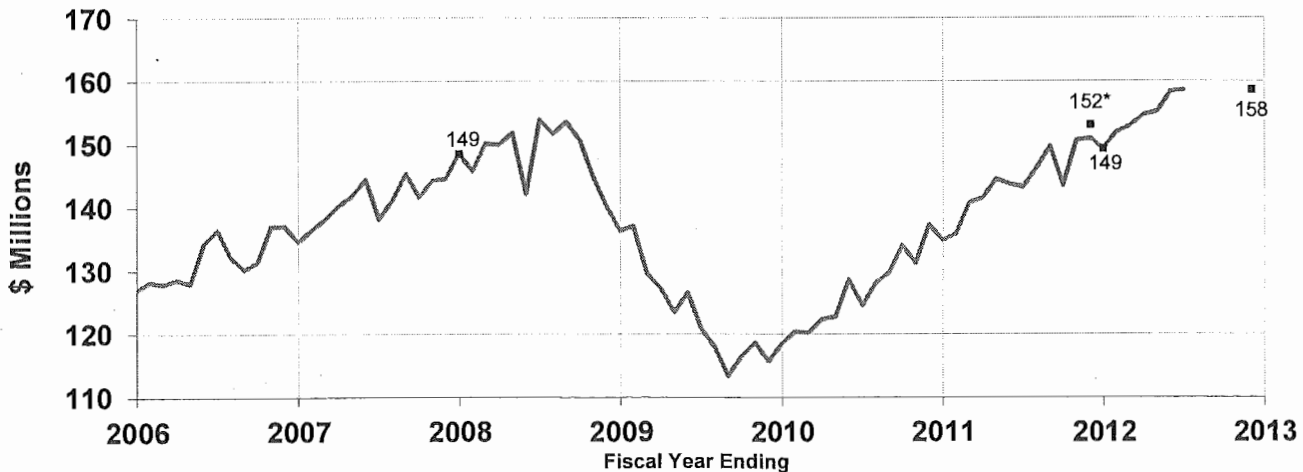
| MONTHLY | 2009-10 | 2010-11 | 2011-12* | 2012-13 | | |
|--------------|------------------|------------------|------------------|------------------|----------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$10,216 | \$12,095 | \$13,084 | \$13,151 | \$15,793 | \$2,642 |
| AUGUST | 10,358 | 10,183 | 15,128 | 13,151 | 16,092 | \$2,941 |
| SEPTEMBER | 10,569 | 12,673 | 13,451 | 13,150 | 15,170 | \$2,020 |
| OCTOBER | 9,220 | 9,670 | 12,649 | 13,151 | 13,211 | \$60 |
| NOVEMBER | 7,382 | 13,212 | 12,431 | 13,151 | 15,557 | \$2,406 |
| DECEMBER | 12,639 | 8,626 | 8,108 | 13,150 | 9,010 | (\$4,140) |
| JANUARY | 7,637 | 11,079 | 14,103 | 13,151 | | |
| FEBRUARY | 5,139 | 6,813 | 10,235 | 13,151 | | |
| MARCH | 12,674 | 16,979 | 10,795 | 13,150 | | |
| APRIL | 12,040 | 9,271 | 16,424 | 13,151 | | |
| MAY | 6,458 | 12,498 | 12,811 | 13,151 | | |
| JUNE | 14,168 | 11,699 | 10,039 | 13,150 | | |
| TOTAL | \$118,500 | \$134,798 | \$149,258 | \$157,808 | | |
| % CHANGE | -13.1% | 13.8% | 10.7% | 5.7% | | |

Court settlement 2,464
Total FY12 receipts **\$151,722**

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12* | 2012-13 | | |
|------------|----------|----------|----------|----------|----------|----------|
| | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$10,216 | \$12,095 | \$13,084 | \$13,151 | \$15,793 | \$2,642 |
| AUGUST | 20,574 | 22,278 | 28,212 | \$13,151 | 31,885 | 5,583 |
| SEPTEMBER | 31,143 | 34,951 | 41,663 | \$13,150 | 47,055 | 7,603 |
| OCTOBER | 40,363 | 44,621 | 54,312 | \$13,151 | 60,266 | 7,663 |
| NOVEMBER | 47,745 | 57,833 | 66,743 | \$13,151 | 75,823 | 10,069 |
| DECEMBER | 60,384 | 66,459 | 74,851 | \$13,150 | 84,833 | 5,929 |
| JANUARY | 68,021 | 77,538 | 88,954 | \$13,151 | | |
| FEBRUARY | 73,160 | 84,351 | 99,189 | \$13,151 | | |
| MARCH | 85,834 | 101,330 | 109,984 | \$13,150 | | |
| APRIL | 97,874 | 110,601 | 126,408 | \$13,151 | | |
| MAY | 104,332 | 123,099 | 139,219 | \$13,151 | | |
| JUNE | 118,500 | 134,798 | 149,258 | \$13,150 | | |

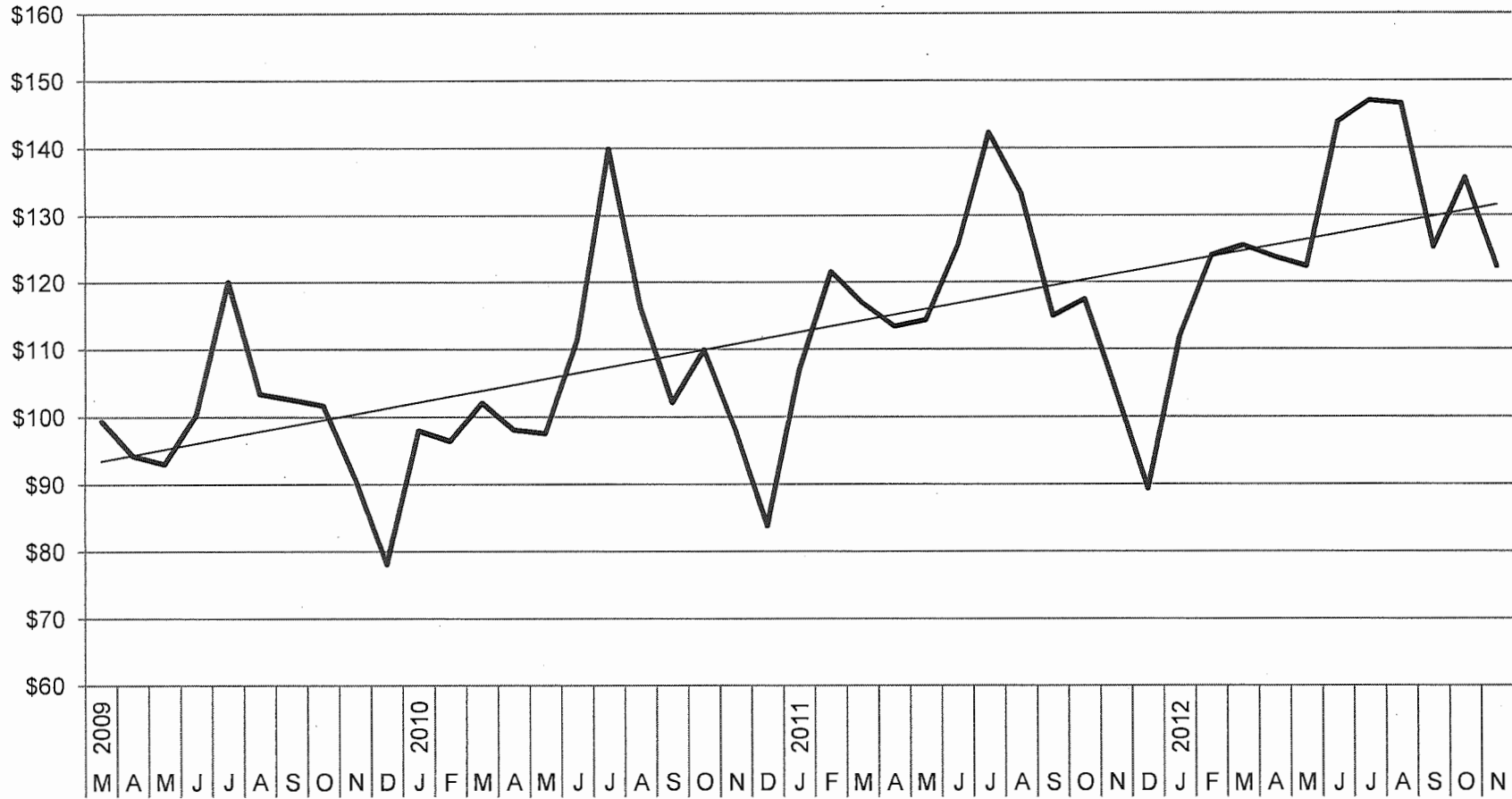
*Fiscal Year 2011-12 receipts includes approximately \$2.5 million from a bankruptcy settlement.

City Hotel Tax Receipts
12-Month Moving Sum



Attachment 13-I

Revenue per Available Room in the Los Angeles Area (\$)



Revenue per available room is a factor of both room rate and occupancy and both have been increasing. Revenue from the transient occupancy tax has followed this trend, and the current budget reflects a 7 percent growth from 2011-12. While receipts are trending high, this is partially a reflection of the seasonal increase to room rate and occupancy.

Source: PKF Consulting

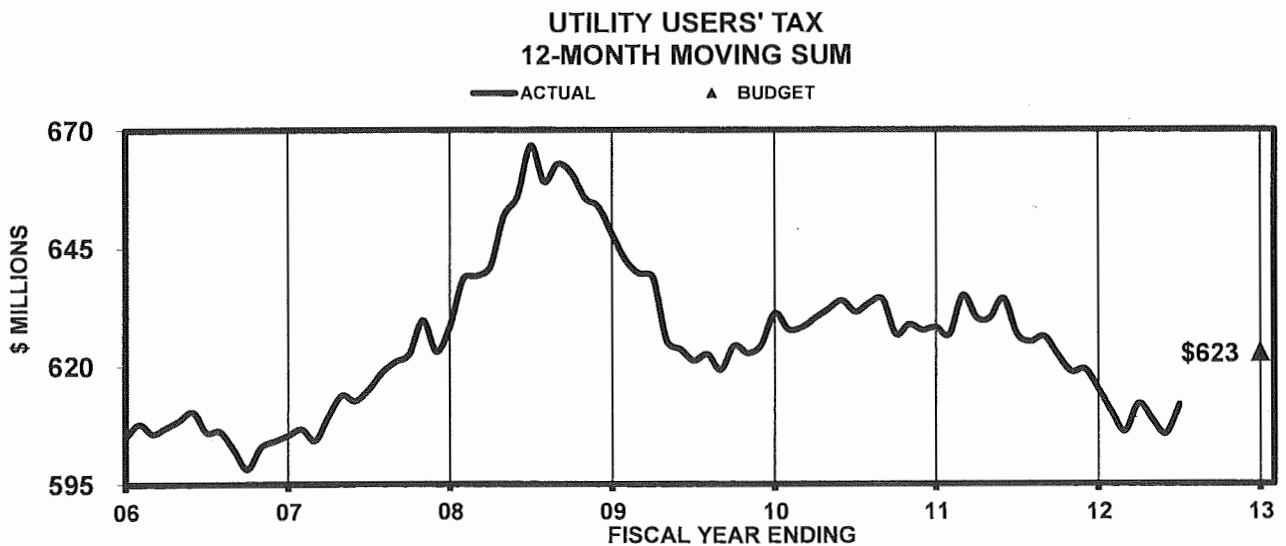
Attachment 13-J
REVENUE MONTHLY STATUS REPORT

Utility Users' Tax
(Thousand Dollars)

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | 2012-13 | | |
|--------------|------------------|------------------|------------------|------------------|----------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$53,724 | \$50,379 | \$48,839 | \$51,652 | \$43,900 | (\$7,752) |
| AUGUST | 47,181 | 47,541 | 55,801 | 53,167 | 51,740 | (1,427) |
| SEPTEMBER | 53,686 | 55,708 | 50,934 | 50,701 | 56,775 | 6,074 |
| OCTOBER | 52,082 | 53,945 | 53,961 | 55,454 | 50,553 | (4,902) |
| NOVEMBER | 57,871 | 59,670 | 58,151 | 57,049 | 60,841 | 3,792 |
| DECEMBER | 53,270 | 50,858 | 48,904 | 49,119 | 49,374 | 255 |
| JANUARY | 50,872 | 52,714 | 51,113 | 51,302 | | |
| FEBRUARY | 51,744 | 52,571 | 53,695 | 53,967 | | |
| MARCH | 57,839 | 50,453 | 46,586 | 48,006 | | |
| APRIL | 52,742 | 54,820 | 51,310 | 50,844 | | |
| MAY | 49,092 | 47,891 | 48,350 | 52,705 | | |
| JUNE | 50,945 | 51,520 | 47,389 | 48,637 | | |
| TOTAL | \$631,048 | \$628,068 | \$615,034 | \$622,605 | | |
| % CHANGE | -2.6% | -0.5% | -2.1% | 1.2% | | |

* Adjusted

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | 2012-13 | | |
|------------|----------|----------|----------|----------|----------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$53,724 | \$50,379 | \$48,839 | \$51,652 | \$43,900 | (\$7,752) |
| AUGUST | 100,905 | 97,920 | 104,641 | 104,819 | 95,640 | (9,179) |
| SEPTEMBER | 154,591 | 153,627 | 155,574 | 155,520 | 152,415 | (3,105) |
| OCTOBER | 206,673 | 207,572 | 209,535 | 210,974 | 202,967 | (8,007) |
| NOVEMBER | 264,543 | 267,242 | 267,686 | 268,024 | 263,809 | (4,215) |
| DECEMBER | 317,813 | 318,100 | 316,590 | 317,143 | 313,183 | (3,960) |
| JANUARY | 368,685 | 370,814 | 367,704 | 368,444 | | |
| FEBRUARY | 420,430 | 423,385 | 421,398 | 422,412 | | |
| MARCH | 478,269 | 473,838 | 467,984 | 470,418 | | |
| APRIL | 531,011 | 528,658 | 519,295 | 521,262 | | |
| MAY | 580,103 | 576,549 | 567,645 | 573,968 | | |
| JUNE | 631,048 | 628,068 | 615,034 | 622,605 | | |



The utility users' tax is composed of the electric, gas and communications users' taxes. Its components are affected by the price of fuel, weather and the changing telecommunications marketplace.

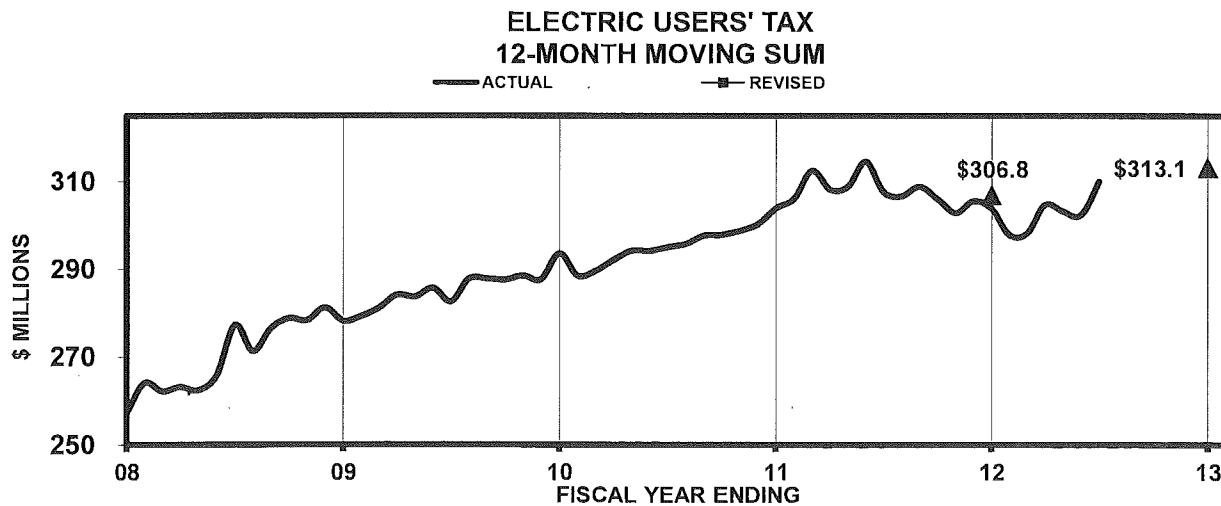
Attachment 13-K
REVENUE MONTHLY STATUS REPORT

Electric Users' Tax
(Thousand Dollars)

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|--------------|------------------|------------------|------------------|------------------|---------|----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$27,546 | \$22,516 | \$24,790 | 25,360 | 18,782 | (6,577) |
| AUGUST | 20,578 | 21,652 | 28,018 | 28,662 | 28,446 | (216) |
| SEPTEMBER | 27,592 | 30,110 | 25,795 | 26,388 | 32,239 | 5,851 |
| OCTOBER | 26,290 | 28,393 | 29,060 | 29,728 | 27,533 | (2,196) |
| NOVEMBER | 32,491 | 32,452 | 32,577 | 33,326 | 37,374 | 4,048 |
| DECEMBER | 24,628 | 25,497 | 24,173 | 24,729 | 26,230 | 1,501 |
| JANUARY | 23,838 | 24,511 | 23,481 | 23,892 | | |
| FEBRUARY | 21,554 | 23,469 | 25,669 | 26,118 | | |
| MARCH | 21,933 | 22,148 | 19,335 | 19,673 | | |
| APRIL | 25,804 | 26,718 | 23,528 | 23,911 | | |
| MAY | 18,892 | 20,366 | 23,083 | 27,473 | | |
| JUNE | 22,407 | 25,979 | 24,256 | 23,844 | | |
| TOTAL | \$293,554 | \$303,812 | \$303,765 | \$313,105 | | |
| % CHANGE | 5.5% | 3.5% | 0.0% | 3.1% | | |

* Adjusted

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|------------|----------|----------|----------|----------|----------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$27,546 | \$22,516 | \$24,790 | \$25,360 | \$18,782 | (\$6,577) |
| AUGUST | 48,124 | 44,168 | 52,807 | 54,022 | 47,228 | (6,794) |
| SEPTEMBER | 75,716 | 74,279 | 78,602 | 80,410 | 79,467 | (943) |
| OCTOBER | 102,006 | 102,672 | 107,662 | 110,138 | 107,000 | (3,138) |
| NOVEMBER | 134,497 | 135,124 | 140,239 | 143,465 | 144,374 | 909 |
| DECEMBER | 159,125 | 160,621 | 164,412 | 168,194 | 170,604 | 2,410 |
| JANUARY | 182,963 | 185,132 | 187,893 | 192,085 | | |
| FEBRUARY | 204,517 | 208,601 | 213,562 | 218,204 | | |
| MARCH | 226,450 | 230,748 | 232,897 | 237,877 | | |
| APRIL | 252,255 | 257,466 | 256,425 | 261,788 | | |
| MAY | 271,147 | 277,832 | 279,509 | 289,261 | | |
| JUNE | 293,554 | 303,812 | 303,765 | 313,105 | | |
| | 70% | 69% | 70% | 70% | | |



Fiscal year 2011-12 receipts fell below plan and continued to drop during the start of the current fiscal year. Receipts have been improving since November.

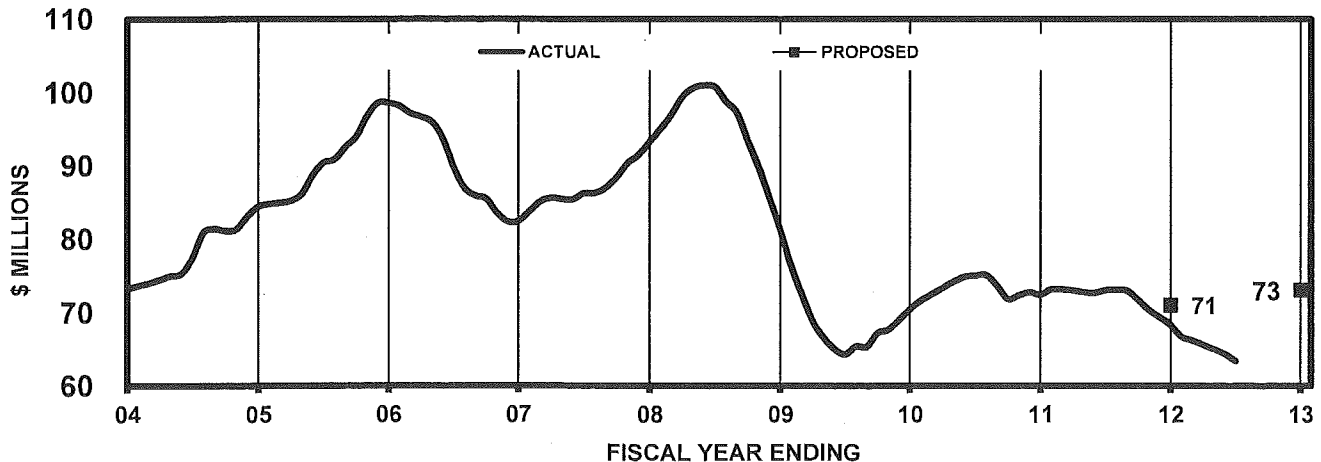
Attachment 13-L
REVENUE MONTHLY STATUS REPORT

Gas Users' Tax
(Thousand Dollars)

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|--------------|-----------------|-----------------|-----------------|-----------------|---------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$3,783 | \$4,962 | \$5,667 | \$5,650 | \$4,097 | (\$1,553) |
| AUGUST | 3,707 | 4,591 | 4,614 | 4,650 | 4,101 | (549) |
| SEPTEMBER | 3,619 | 4,447 | 4,293 | 4,350 | 3,687 | (663) |
| OCTOBER | 3,647 | 4,492 | 4,275 | 4,350 | 3,662 | (688) |
| NOVEMBER | 3,666 | 4,358 | 4,251 | 4,350 | 3,580 | (770) |
| DECEMBER | 4,922 | 5,081 | 5,454 | 5,550 | 4,496 | (1,054) |
| JANUARY | 7,756 | 7,859 | 7,927 | 8,000 | | |
| FEBRUARY | 10,319 | 8,824 | 8,653 | 9,000 | | |
| MARCH | 10,223 | 8,441 | 7,272 | 8,800 | | |
| APRIL | 6,977 | 7,443 | 6,066 | 7,400 | | |
| MAY | 6,042 | 6,518 | 5,493 | 5,700 | | |
| JUNE | 5,737 | 5,394 | 4,330 | 5,200 | | |
| TOTAL | \$70,397 | \$72,410 | \$68,295 | \$73,000 | | |
| % CHANGE | -13.4% | 2.9% | -5.7% | 6.9% | | |

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|------------|---------|---------|---------|---------|---------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$3,783 | \$4,962 | \$5,667 | \$5,650 | \$4,097 | (\$1,553) |
| AUGUST | 7,490 | 9,553 | 10,281 | 10,300 | 8,198 | (2,102) |
| SEPTEMBER | 11,108 | 13,999 | 14,574 | 14,650 | 11,885 | (2,765) |
| OCTOBER | 14,755 | 18,491 | 18,849 | 19,000 | 15,548 | (3,452) |
| NOVEMBER | 18,421 | 22,849 | 23,100 | 23,350 | 19,128 | (4,222) |
| DECEMBER | 23,343 | 27,930 | 28,554 | 28,900 | 23,623 | (5,277) |
| JANUARY | 31,099 | 35,789 | 36,481 | 36,900 | | |
| FEBRUARY | 41,418 | 44,613 | 45,134 | 45,900 | | |
| MARCH | 51,641 | 53,054 | 52,406 | 54,700 | | |
| APRIL | 58,618 | 60,498 | 58,472 | 62,100 | | |
| MAY | 64,659 | 67,016 | 63,965 | 67,800 | | |
| JUNE | 70,397 | 72,410 | 68,295 | 73,000 | | |
| | 58.8% | 61.6% | 66.1% | 62.9% | | |

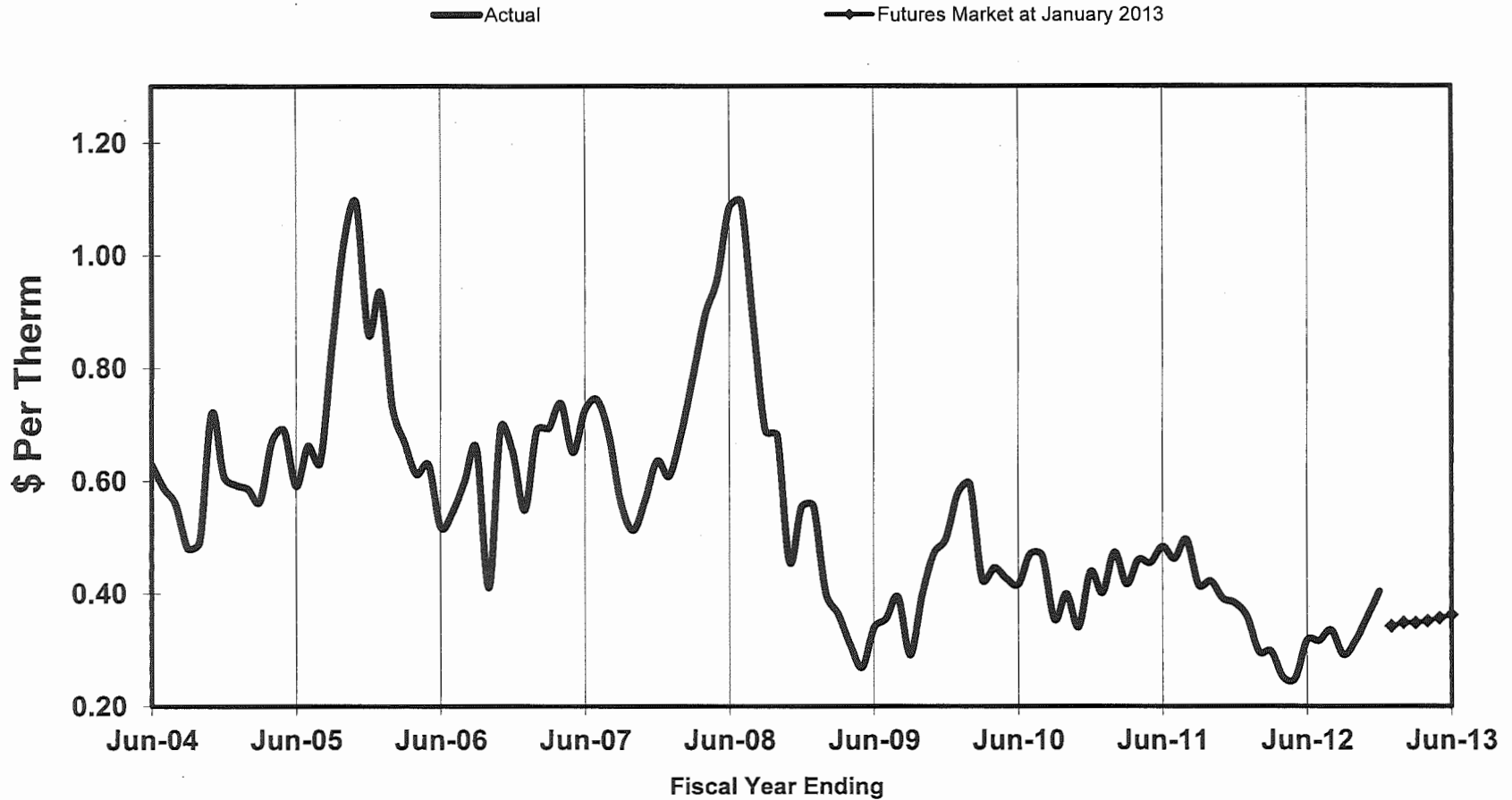
GAS USERS' TAX
12-MONTH MOVING SUM



The Gas Users Tax was budgeted with a modest growth of 2.8 percent. Gas prices have fallen to low levels, resulting lower than projected revenues for fiscal year 2011-12 and the current fiscal year. The low cost of gas is expected to continue through 2012-13.

Attachment 13-M

Cost of Natural Gas



Gas prices continue to remain low. Despite a price of \$0.40 per therm for the month of December, the futures market projects prices remaining below this level through the end of the fiscal year.

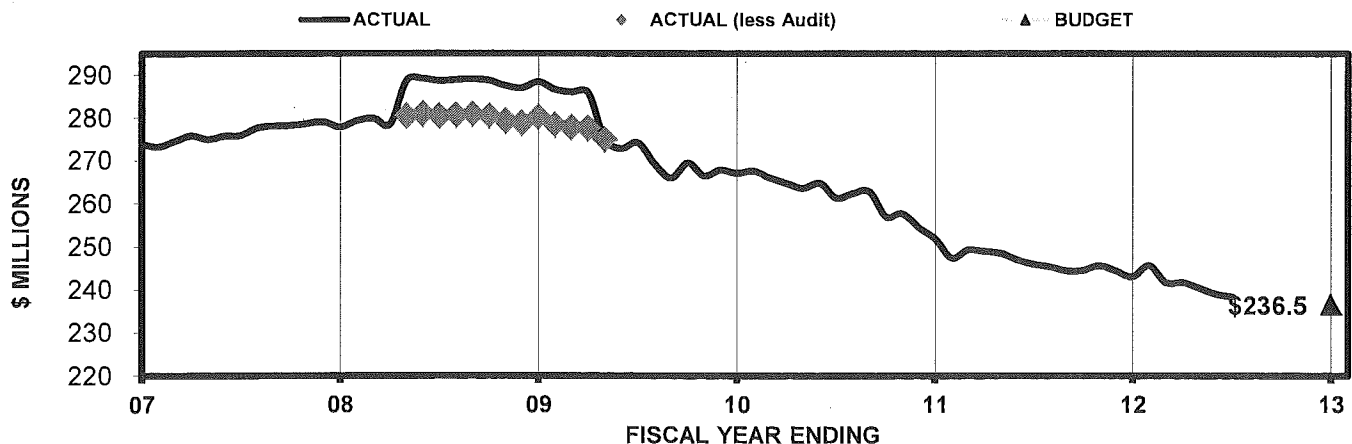
**Attachment 13-N
REVENUE MONTHLY STATUS REPORT**

**Telephone Users' Tax
(Thousand Dollars)**

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|--------------|------------------|------------------|------------------|------------------|----------|----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$22,395 | \$22,901 | \$18,382 | \$20,642 | \$21,020 | \$378 |
| AUGUST | 22,896 | 21,298 | 23,170 | 19,855 | 19,193 | (662) |
| SEPTEMBER | 22,475 | 21,151 | 20,846 | 19,963 | 20,849 | 886 |
| OCTOBER | 22,145 | 21,060 | 20,625 | 21,376 | 19,357 | (2,019) |
| NOVEMBER | 21,715 | 22,860 | 21,324 | 19,373 | 19,887 | 514 |
| DECEMBER | 23,719 | 20,280 | 19,277 | 18,840 | 18,649 | (191) |
| JANUARY | 19,278 | 20,343 | 19,705 | 19,410 | | |
| FEBRUARY | 19,871 | 20,278 | 19,372 | 18,849 | | |
| MARCH | 25,683 | 19,865 | 19,979 | 19,533 | | |
| APRIL | 19,961 | 20,658 | 21,717 | 19,533 | | |
| MAY | 24,158 | 21,007 | 19,774 | 19,533 | | |
| JUNE | 22,801 | 20,146 | 18,803 | 19,592 | | |
| TOTAL | \$267,097 | \$251,847 | \$242,974 | \$236,499 | | |
| % CHANGE | -7.4% | -5.7% | -3.5% | -2.7% | | |

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | PLAN | 2012-13 | VARIANCE |
|------------|----------|----------|----------|----------|----------|----------|
| | ACTUAL | ACTUAL | ACTUAL | | ACTUAL | |
| JULY | \$22,395 | \$22,901 | \$18,382 | \$20,642 | \$21,020 | \$378 |
| AUGUST | 45,291 | 44,199 | 41,552 | 40,497 | 40,213 | (284) |
| SEPTEMBER | 67,767 | 65,349 | 62,398 | 60,460 | 61,063 | 603 |
| OCTOBER | 89,911 | 86,410 | 83,023 | 81,836 | 80,420 | (1,416) |
| NOVEMBER | 111,626 | 109,269 | 104,347 | 101,209 | 100,307 | (902) |
| DECEMBER | 135,345 | 129,549 | 123,625 | 120,049 | 118,956 | (1,093) |
| JANUARY | 154,623 | 149,893 | 143,329 | 139,459 | | |
| FEBRUARY | 174,494 | 170,171 | 162,702 | 158,308 | | |
| MARCH | 200,178 | 190,036 | 182,681 | 177,841 | | |
| APRIL | 220,138 | 210,694 | 204,397 | 197,374 | | |
| MAY | 244,296 | 231,701 | 224,171 | 216,907 | | |
| JUNE | 267,097 | 251,847 | 242,974 | 236,499 | | |

TELEPHONE USERS' TAX - 12-MONTH MOVING SUM



This account has been declining steadily since the beginning of FY 09-10. Receipts to date are currently below plan.

Attachment 13-O

Franchise Income Detail Income by Account through December (Thousand Dollars)

| | 2009-10 | 2010-11 | 2011-12 | | BUDGET | 2012-13 | | VARIANCE |
|------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|
| | ACTUAL | ACTUAL | REVISED | ACTUAL | | PLAN | ACTUAL | |
| NATURAL GAS | \$17,264 | \$18,046 | \$18,196 | \$17,232 | \$19,400 | \$8,000 | \$6,545 | (\$1,455) |
| CABLE TV | 16,258 | 14,055 | 18,084 | 18,097 | 18,189 | 8,794 | 9,300 | \$506 |
| OFFICIAL POLICE GARAGE | 5,252 | 5,220 | 4,000 | 3,848 | 4,200 | 2,100 | 1,439 | (\$661) |
| TAXI | 3,040 | 3,111 | 3,162 | 2,822 | 3,300 | 1,650 | 1,444 | (\$206) |
| PIPELINES | 1,914 | 3,845 | 2,002 | 1,984 | 2,080 | - | 18 | \$18 |
| OTHER | 587 | 203 | 212 | 224 | 233 | 48 | 12 | (\$36) |
| TOTAL | \$44,313 | \$44,480 | \$45,655 | \$44,209 | \$47,402 | \$20,592 | \$18,758 | (\$1,834) |

The largest and most variable component of franchise income is the natural gas franchise fee. Revenue is a product of the price of natural gas, which is declining. Additionally revenue from official police garage and taxi franchise income are also well below plan.

Attachment 13-P
REVENUE MONTHLY STATUS REPORT

Business Tax
(Thousand Dollars)

| MONTHLY | 2009-10 | 2010-11 | 2011-12 | 2012-13 | | |
|--------------|------------------|------------------|------------------|------------------|---------|-----------|
| | ACTUAL | ACTUAL | ACTUAL | BUDGET | ACTUAL | VARIANCE |
| JULY | \$9,376 | \$4,095 | \$6,322 | \$5,938 | \$5,930 | (\$8) |
| AUGUST | 12,303 | 3,536 | 5,087 | 5,646 | 4,555 | (\$1,091) |
| SEPTEMBER | 3,552 | 3,514 | 4,793 | 4,186 | 2,971 | (\$1,215) |
| OCTOBER | 4,807 | 5,307 | 3,835 | 5,209 | 5,146 | (\$63) |
| NOVEMBER | 4,520 | 3,896 | 2,831 | 4,004 | 3,091 | (\$913) |
| DECEMBER | 5,656 | 3,453 | 4,073 | 4,230 | 2,959 | (\$1,271) |
| JANUARY | 11,336 | 12,216 | 22,509 | 15,617 | | |
| FEBRUARY | 65,166 | 88,271 | 111,913 | 81,004 | | |
| MARCH | 248,664 | 253,779 | 237,302 | 279,397 | | |
| APRIL | 31,953 | 14,787 | 14,643 | 20,730 | | |
| MAY | 18,255 | 15,175 | 15,936 | 15,533 | | |
| JUNE | 9,242 | 10,345 | 10,558 | 8,532 | | |
| TOTAL | \$424,830 | \$418,374 | \$439,802 | \$450,026 | | |
| % CHANGE | -5.9% | -1.5% | 5.1% | 2.3% | | |

| CUMULATIVE | 2009-10 | 2010-11 | 2011-12 | 2012-13 | | |
|------------|---------|---------|---------|---------|---------|----------|
| | ACTUAL | ACTUAL | ACTUAL | BUDGET | ACTUAL | VARIANCE |
| JULY | \$9,376 | \$4,095 | \$6,322 | \$5,938 | \$5,930 | (\$8) |
| AUGUST | 21,679 | 7,631 | 11,409 | 11,585 | 10,485 | (1,100) |
| SEPTEMBER | 25,231 | 11,145 | 16,202 | 15,771 | 13,456 | (2,315) |
| OCTOBER | 30,038 | 16,452 | 20,037 | 20,979 | 18,602 | (2,377) |
| NOVEMBER | 34,558 | 20,348 | 22,868 | 24,983 | 21,693 | (3,290) |
| DECEMBER | 40,214 | 23,801 | 26,941 | 29,213 | 24,652 | (4,561) |
| JANUARY | 51,550 | 36,017 | 49,450 | 44,830 | | |
| FEBRUARY | 116,716 | 124,288 | 161,363 | 125,834 | | |
| MARCH | 365,380 | 378,067 | 398,665 | 405,231 | | |
| APRIL | 397,333 | 392,854 | 413,308 | 425,961 | | |
| MAY | 415,588 | 408,029 | 429,244 | 441,494 | | |
| JUNE | 424,830 | 418,374 | 439,802 | 450,026 | | |

Business tax receipts through December are approximately \$4.6 million behind plan. However, total planned receipts from July through December only represent 6 percent of budgeted business tax revenue. Receipts will peak in February and March, representing 80 percent of receipts.

Attachment 13-Q
REVENUE MONTHLY STATUS REPORT

SALES TAX
(Thousand Dollars)

| | <u>2009-10</u> | <u>2010-11</u> | <u>2011-12</u> | | <u>2012-13</u> | |
|-----------------|------------------|------------------|------------------|------------------|------------------|-----------------|
| ACTUAL | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$19,976 | \$19,175 | \$20,783 | \$23,251 | \$22,560 | (\$691) |
| AUGUST | 23,675 | 25,567 | 26,974 | 30,230 | 30,009 | (221) |
| SEPTEMBER | 27,042 | 27,197 | 30,180 | 31,375 | 32,242 | 867 |
| OCTOBER | 20,495 | 19,093 | 20,036 | 23,365 | 23,249 | (116) |
| NOVEMBER | 23,228 | 25,267 | 26,672 | 30,035 | 31,100 | 1,065 |
| DECEMBER | 26,004 | 29,964 | 36,115 | 31,623 | 31,778 | 155 |
| JANUARY | 20,354 | 20,457 | 21,913 | 23,944 | | |
| FEBRUARY | 26,546 | 27,534 | 29,269 | 30,348 | | |
| MARCH | 23,230 | 26,819 | 30,383 | 28,367 | | |
| APRIL | 17,597 | 18,252 | 20,855 | 21,218 | | |
| MAY | 25,679 | 26,766 | 27,662 | 28,089 | | |
| JUNE | 26,269 | 30,517 | 32,404 | 31,094 | | |
| TOTAL | \$280,095 | \$296,608 | \$323,246 | \$332,939 | \$170,938 | \$1,059 |
| % CHANGE | -10.2% | 5.9% | 9% | 3% | | |

| | <u>2009-10</u> | <u>2010-11</u> | <u>2011-12</u> | | <u>2012-13</u> | |
|-------------------|----------------|----------------|----------------|-------------|----------------|-----------------|
| CUMULATIVE | ACTUAL | ACTUAL | ACTUAL | PLAN | ACTUAL | VARIANCE |
| JULY | \$19,976 | \$19,175 | \$20,783 | \$23,251 | \$22,560 | (\$691) |
| AUGUST | 43,651 | 44,742 | 47,757 | 53,481 | 52,569 | (912) |
| SEPTEMBER | 70,693 | 71,939 | 77,937 | 84,856 | 84,811 | (45) |
| OCTOBER | 91,188 | 91,032 | 97,973 | 108,221 | 108,060 | (161) |
| NOVEMBER | 114,416 | 116,299 | 124,645 | 138,256 | 139,160 | 904 |
| DECEMBER | 140,420 | 146,263 | 160,760 | 169,879 | 170,938 | 1,059 |
| JANUARY | 160,774 | 166,720 | 182,673 | 193,823 | | |
| FEBRUARY | 187,320 | 194,254 | 211,942 | 224,171 | | |
| MARCH | 210,550 | 221,073 | 242,325 | 252,538 | | |
| APRIL | 228,147 | 239,325 | 263,180 | 273,756 | | |
| MAY | 253,826 | 266,091 | 290,842 | 301,845 | | |
| JUNE | 280,095 | 296,608 | 323,246 | 332,939 | | |

Sales tax receipts are close to plan.

Attachment 13-R
REVENUE MONTHLY STATUS REPORT

Parking Users' Tax
(Thousand Dollars)

| MONTHLY | <u>2008-09</u> | <u>2009-10</u> | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | VARIANCE |
|--------------|-----------------|-----------------|-----------------|-----------------|-----------------|----------|
| | ACTUAL | ACTUAL | ACTUAL | ACTUAL | BUDGET | |
| JULY | \$6,401 | \$7,937 | \$7,475 | \$8,311 | \$7,644 | \$1,580 |
| AUGUST | 7,277 | 7,404 | 7,078 | 7,494 | 7,644 | 252 |
| SEPTEMBER | 6,740 | 6,925 | 6,053 | 8,184 | 7,644 | (1,113) |
| OCTOBER | 9,600 | 7,019 | 7,556 | 5,712 | 7,644 | 1,397 |
| NOVEMBER | 2,501 | 3,997 | 4,876 | 6,864 | 7,644 | (2,220) |
| DECEMBER | 10,391 | 8,686 | 7,881 | 5,917 | 7,644 | 797 |
| JANUARY | 6,144 | 7,571 | 7,237 | 9,119 | 7,644 | |
| FEBRUARY | 6,200 | 3,354 | 4,305 | 5,985 | 7,644 | |
| MARCH | 6,841 | 8,486 | 9,543 | 7,671 | 7,644 | |
| APRIL | 8,204 | 7,353 | 5,656 | 6,144 | 7,644 | |
| MAY | 7,710 | 5,647 | 7,990 | 9,028 | 7,644 | |
| JUNE | 6,466 | 9,889 | 7,510 | 6,021 | 7,644 | |
| TOTAL | \$84,475 | \$84,268 | \$83,160 | \$86,450 | \$91,728 | |
| % CHANGE | -3.0% | -0.2% | -1.3% | 4.0% | 6.1% | |

| CUMULATIVE | <u>2008-09</u> | <u>2009-10</u> | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> | VARIANCE |
|------------|----------------|----------------|----------------|----------------|----------------|----------|
| | ACTUAL | ACTUAL | ACTUAL | ACTUAL | BUDGET | |
| JULY | \$6,401 | \$7,937 | \$7,475 | \$8,311 | \$7,644 | \$1,580 |
| AUGUST | 13,678 | 15,341 | 14,553 | 15,805 | 15,288 | 1,832 |
| SEPTEMBER | 20,418 | 22,266 | 20,606 | 23,989 | 22,932 | 719 |
| OCTOBER | 30,018 | 29,285 | 28,162 | 29,701 | 30,576 | 2,116 |
| NOVEMBER | 32,519 | 33,282 | 33,038 | 36,565 | 38,220 | (104) |
| DECEMBER | 42,910 | 41,968 | 40,919 | 42,482 | 45,864 | 693 |
| JANUARY | 49,054 | 49,539 | 48,156 | 51,601 | 53,508 | |
| FEBRUARY | 55,254 | 52,893 | 52,461 | 57,586 | 61,152 | |
| MARCH | 62,095 | 61,379 | 62,004 | 65,257 | 68,796 | |
| APRIL | 70,299 | 68,732 | 67,660 | 71,401 | 76,440 | |
| MAY | 78,009 | 74,379 | 75,650 | 80,429 | 84,084 | |
| JUNE | 84,475 | 84,268 | 83,160 | 86,450 | 91,728 | |

This account is recovering slowly. Adopted budget for 2012-13 is based on improved economy.

INSPECTOR GENERAL STATUS UPDATE – COLLECTIONS AND REVENUES

In May 2012, the Office of the City Administrative Officer (CAO) appointed an Inspector General to independently report on and aid in the implementation of various recommendations to improve City of Los Angeles (City) collections and revenue efficiencies. In brief, the following provides an overview of recent deliverables by the Inspector General and the focus on upcoming initiatives:

- October 2012 - the Inspector General released its first status update report as part of the City's 1st Qtr. Fiscal Year (FY) 2012/13 Financial Status Report (FSR).
- November 2012 - a second report from the Office of Finance, in partnership with the Office of the City Attorney and Inspector General, was released on the implementation of a City-wide Permit Revocation program (see Council File (CF) Number 12-0600-S50).
- December 2012 - a third report was released on the proposed Request for Proposal for Property Tax Allocation Services by the Office of the City Controller and review of City-wide Tax Allocation Audit Services (CF 12-1571).

In addition to the above, the Inspector General continues dedicating his attention to: (1) monitoring potential revenue from Emergency Medical Services via Assembly Bill AB 678, the Medi-Cal Supplemental Provider Reimbursement program (CF No. 12-0600-S33 and 12-0600-S98); (2) coordinating/preparing a response on the final reports from the Commission on Revenue Efficiency (CF No. 12-0600-S23); (3) working with the Housing Department on establishing a lien program to increase the collection of revenues; (4) pursuing/assessing other revenue efficiencies/cost savings opportunities identified and reviewing recommendations by the Office of the City Controller and Neighborhood Council Budget Advocates; (5) analyzing areas for improvements on the City's parking citation program, and (6) developing a City-wide scorecard to evaluate adherence of City-wide collection practices by City departments.

The following provides a response and status update to CF No 12-0600-S33, 12-0600-S98, and 12-0600-S23:

Assembly Bill 678 (AB 678) Update (CF Nos. 12-0600-S33 and 12-0600-S98)

AB 678 was approved on October 2, 2011, which allows State of California municipal government entities the ability to request reimbursement for the cost difference between federal Medicare and State Medi-Cal approved rates if that entity provides ground medical emergency transportation (GEMT) services and those services are publically owned and operated. AB 678, known as the Medi-Cal Supplemental Provider Reimbursement program, allows the City to request reimbursement at approximately \$23 million. ***To-date, the State of California's State Plan Amendment (SPA) to allow AB 678 Medi-Cal reimbursements has neither been approved by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMMS) nor have all the proposed cost methodologies and reports been approved.***

In the 1st Qtr. FY 2012/13, FSR, the Inspector General indicated that AB 678 funds were highly likely to be received by end of this fiscal year if the Beta group (members of six public agencies working collaboratively to pilot how AB 678 funds would be claimed and transmitted to respective municipal government entities) submitted the proposed State Plan Amendment (SPA), cost methodologies, and reports by end of December 2012 to the State of California's Department of HealthCare Services (DHCS) and CMMS. As of December 2012, the Beta group submitted both cost reports and methodologies, yet both remain not approved pending additional responses to questions and clarifications posed by CMMS. Therefore, the SPA remains not approved by CMMS as well. Due to continued uncertainties, it is recommended that the Inspector General continue to work with the Los Angeles Fire Department (LAFD) and other stakeholders to continue to provide independent status updates.

Four case scenarios of when the City may likely receive reimbursement of AB 678 funds were formerly described, in a previous report. Of these, two case scenarios (A and B) assumed that the City would submit two separate claims (one for \$13 million and a second for \$10 million with a projected two to three month lag time in between receipts) while the latter two scenarios (C and D) urged for a one-claim submission for the full anticipated amount of \$23 million. The LAFD concurred with this recommendation and is now prepared to submit a one claim packet for the entire reimbursement amount to accelerate receipts of funds (see Recommendation 33 from 1st Qtr. FY 2012/13, FSR). In addition, the LAFD reports that it has collected and prepared all pertinent data to substantiate the City's claim for eligible GEMT expenses allowed by AB 678 in anticipation of an approval for the proposed SPA, cost methodologies, and reports.

Case Scenario Update – The Beta Group reports that on January 18, 2013, the State of California, DHCS intends to meet with CMMS to answer questions and clarify any uncertainties or items pending further discussion. The Beta Group remains optimistic that all required forms and SPA will be approved so that Beta group participants can receive its portion of AB 678 funds by end of fiscal year. Based on updated information and the upcoming meeting between the State DHCS and CMMS, Table 1 below provides updated time schedules of prior scenarios and a new scenario of when the City may expect receipt of AB 678 funds, if the SPA is re-submitted by end of February '13.

Table 1: Updated Timeframe of Anticipated Funds

| | Scenario D Moderate (Original) | Scenario E Moderate (Update) | Scenario F Delay (New) |
|------------------------------|-----------------------------------|---------------------------------|---------------------------|
| | One Claim * | | One Claim ** |
| SPA Submission | Dec. 2012 | Jan. 2013 | Feb. 2013 |
| SPA Approval | Feb. 2013 | Mar. 2013 | April 2013 |
| Claim Submission | March 2013 | April 2013 | May 2013 |
| State Review & Claim to Feds | March 2013 | April 2013 | June 2013 |
| Revenue Receipt | May 2013 | June 2013 | July 2013 |

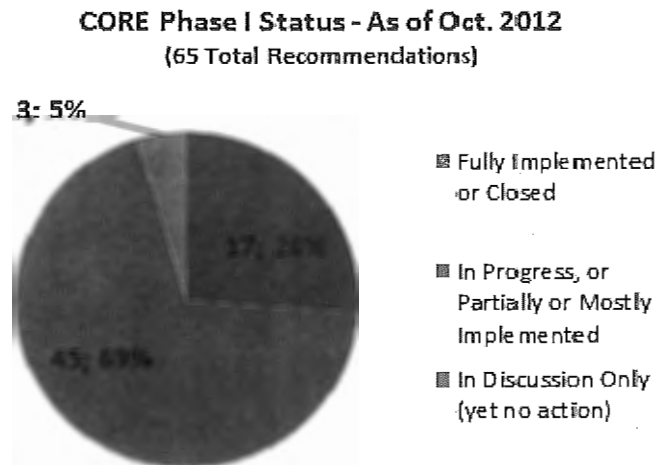
** Assumes one claim submission for the entire claim period from Jan. 30, 2010 through June 30, 2012, compressed SPA approval timeline based on continuous communication with CMMS and that the State of California is front funding the claim based on a Certified Public Expenditure with future audits and severe penalties for inaccuracies.

** Assumes one claim submission for the entire claim period from Jan. 30, 2010 through June 30, 2012 and compressed SPA approval timeline based on continuous communication with CMMS. No front-funding option.

In short, the May 2013 expected receipt date described in Scenario D may still occur if SPA approval is realized by end of February 2013. This is contingent upon CMMS' approval process, which is not driven by City employees. Case E reflects a revised time schedule based on a SPA resubmission following the upcoming scheduled meeting on January 18, 2013 between DHCS and CMMS. Case Scenario F assumes that the SPA will not be approved until April 2013. **Therefore, if the SPA approval is not received by end of February 2013, the City should proceed with caution if it opts to rely on AB 678 funds in this fiscal year's revenue projections.** On and after March 2013, if the SPA is not approved, it is the Inspector General's opinion that the likelihood of these funds materializing this fiscal year will be relatively low. SPA approval on or after April 2013, will most likely result in receipt of AB 678 funds early next fiscal year.

Commission on Revenue Efficiency (CORE) Update (CF No. 12-0600-S23)

In October 2010, CORE released its Phase I, Report 1 ("Blueprint for Reform on City-wide Collections"), which included 65 recommendations. As of September 2012, the City had implemented 12 recommendations or 18% of all recommendations yet the vast majority or 50 recommendations (77%) were "In-Progress" with the remaining three recommendations classified as "In-Discussion Only." One month later, October 2012, the overall implemented items improved slightly by eight percentage points to 26% (or seven newly implemented recommendations, which included providing status updates to CORE's reports, Controller's Audits, and Housing Department's billing and collection practices, among others). Forty-five items (or 69%) remain "in-progress" or "partially or mostly implemented" status. The below graph summarizes the general status of all recommendations for CORE, Phase I report.



In March 2012, CORE released its Phase II (set of eight) reports focused on business and economic development, collections, and revenue efficiencies. Phase II reports included 90 new recommendations and 115 revenue ideas provided by various City departments. As of September 2012, not much progress or less than 2% had transpired for items classified as fully implemented yet 98% of all recommendations were considered to be "In-Progress," "In-Discussion," or "Inactive." As of October 2012, the

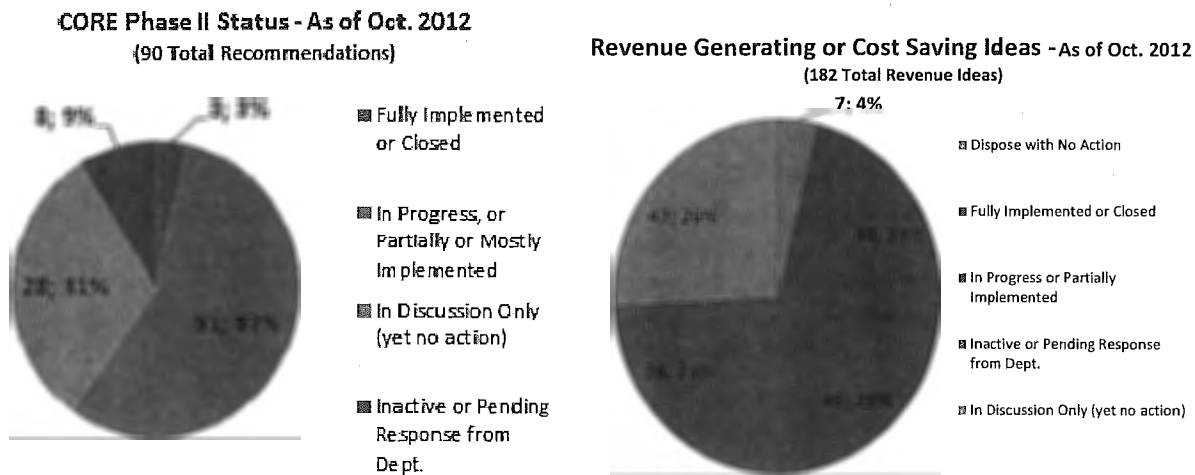
overall status of implemented recommendations improved minimally by one percentage point (or one recommendation, which is to include revenue generation and cost saving ideas into recurring City reports (e.g. FSRs). The number of "In-Active" recommendations decreased by four percentage points from 13% (or 12 recommendations) to nine percent (or eight recommendations), which demonstrates some City-wide progress yet more can be done to accelerate consideration and/or implementations of suggested recommendations by CORE.

In addition to the proposed Sales Tax ballot initiative, if approved, set to increase revenues for the City, the Office of the City Administrative Officer continues to work with various City departments and an internal working group, the Revenue Oversight and Collections Committee, to identify potential revenue streams or cost recovery opportunities that may be considered upon conducting cost-benefit analysis or assessments. Some of these revenue ideas (listed by name of lead City department in parenthesis) include:

- Reduce Bank and Merchant Card Fees and Recover Cost from General Fund (Finance)
- Apply interest and penalties to all delinquent (unpaid) debt owed to City (Finance)
- Examine the City's data capture of Unsecured Personal Property Business Tax (Finance and CAO)
- Recovery of overbilled amount by Express Environmental and interpret rate structure cost in contract (General Services)
- Review fair share receipts from California Redemption Value Program (Public Works, Bureau of Sanitation)
- Consider Street Banner Ordinance for Marketing Opportunities (Public Works, Bureau of Street Services)
- Consider retrofit asphalt plants to produce a 50% recycled asphalt mix (Public Works, Bureau of Street Services)
- Consider outsourcing to close \$85 million related cost gap in RAP operations (Recreation and Parks)
- Redirect County of LA administrative cost share for Parking Citations back to City (Transportation)
- Review of payments to LA Superior Court for court process fees related to parking and moving violations (Transportation, Police, and CAO).

In general, the aforementioned revenue generating and cost recovery ideas may have the potential to produce revenues or cost savings/recovery in the low tens of millions of dollars for the City within the next few years. However, these ideas are suggestions at this time pending future in-depth analysis to determine reliability, feasibility, and efficiency for implementation consideration. Therefore, it is recommended that the above referenced City department work with the Office of the City Administrative Officer to consider these suggestions for inclusion into the City's proposed fiscal year 2013/14 budget as new or enhanced revenue opportunities for consideration.

The below graphs provides the general status of CORE, Ph. II recommendations and the proposed 115 revenue generating ideas submitted by City departments in Summer of 2011 (see CORE's Phase II reports):



For more details on the status update for each CORE recommended initiatives, see Inspector General's report titled "Proposed City-wide Collection Reform Strategic Plan and Status Update Report on Various Collection/Billing Improvements and Revenue Enhancements." The City's Inspector General will continue to work with various City departments to ensure that progress is made throughout this fiscal year with primary focus on CORE Phase I, blueprint recommendations, then on CORE Phase II report recommendations.

Recommendations:

1. Request that the Fire Department continue to report on the Status Update of AB 678 on a frequent basis to the Budget and Finance Committee to ensure that reimbursement of fund materialize in Fiscal Year 2012/13 and/or assess options for intervention, if any are needed;
2. Instruct the Inspector General to continue to work with the Fire Department and other stakeholders to provide status updates on recommended milestones; and
3. Request that the Office of Finance, General Services Department, Department of Public Works - Bureaus of Street Services and Sanitation, Department of Transportation, and Department of Recreation and Parks work with the Office of the City Administrative Officer to consider the identified revenue generating or cost recovery ideas, and report back within 90 days to the Office of the City Administrative Office on the feasibility, practicality, or reliability to include said ideas into the City's proposed fiscal year 2013-14 budget as new or enhanced revenue opportunities for consideration.