COMMUNICATION

TO: LOS ANGELES CITY COUNCIL

FROM: COUNCILMEMBER PAUL KREKORIAN, CHAIR
       COUNCILMEMBER BILL ROSENAHL, MEMBER
       BUDGET AND FINANCE COMMITTEE


Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. TRANSFER $2,150,158 between departments and funds as specified in Attachment 1 of the City Administrative Officer (CAO) report dated March 11, 2013, attached to the Council file.

2. TRANSFER $1,746,261 between funds and other financings, as specified in Attachment 2.

3. TRANSFER $4,724,883 between departments and funds from General Obligation Bond Funds as specified in Attachment 3.

4. TRANSFER $474,711 between accounts within departments and funds as specified in Attachment 4.

5. AUTHORIZE the Controller, in accordance with Attachment 2, to transfer cash from Proposition K and Other Special Funds to reimburse the General Fund on an as-needed basis upon proper documentation from the departments and approval of the Program Managers and the CAO.

6. AUTHORIZE the Controller, in accordance with Attachment 3, to transfer cash from the appropriate General Obligation Bond Funds to reimburse the General Fund on an as-needed basis upon proper documentation from the departments and approval of the Program Managers and the CAO.

7. AUTHORIZE the Controller to increase appropriations to the Capital Finance Administration Fund, Commercial Paper Account, totaling $222,430 for the eighth quarterly MICLA debt service payment received from the Greater Los Angeles Zoo Association for the Elephants of Asia Exhibit.

8. AUTHORIZE the Controller to increase appropriations to various departments as delineated in Attachment No. 5, in the amount of $7,651,594 from Proposition O General Obligation Bond Fund Nos. 16F, 16M and 16Q for estimated project management staff costs related to the Clean Water Bond Program.

9. AUTHORIZE the CAO to make technical corrections, as necessary, to those transactions included in this report to implement the Mayor and Council's intentions.

10. AUTHORIZE the use of $1.3 million in Municipal Improvement Corporation of Los Angeles Recovery Zone Economic Development Bond program funds for the replacement and installation of chillers servicing the City Hall East campus.
Fiscal Impact Statement Submitted: The CAO reports that transfers, appropriations and expenditure authority totaling $16,747,606 are recommended in the Third Construction Projects Report. Of this amount, $8,292,575 is for transfers and appropriations to the General Services Department, $803,437 is for other City funds, and $7,651,594 is for staff cost reimbursements. All transfers and appropriations are based on existing funds, reimbursements or revenues. There is no estimated annual impact due to operations and maintenance costs as a result of these recommendations (Attachment No. 6).

The CAO further reports that authority for the use of $1.3 million for the replacement of chillers at City Hall East is recommended in the Addendum report. The work is being funded with savings identified from completed projects within the Recovery Zone Economic Development Bond program. There is no additional impact on the General Fund for operations and maintenance since these are existing facilities.

Community Impact Statement: None submitted.

Summary

At its meeting of April 1, 2013, the Budget and Finance Committee considered the CAO’s Third Construction Projects Report for Fiscal Year 2012-13. This report recommends funding adjustments needed to keep construction projects on track. The financial transactions are for projects in the City's Capital Improvement Expenditure Program, various recreational facility projects, General Obligation Bond funded projects and General Services Department construction projects.

Additionally, the Committee considered the CAO’s Addendum report that requests authority to use $1.3 million in Municipal Improvement Corporation of Los Angeles Recovery Zone Economic Development Bank (RZEDB) program funds to replace two 800 ton chillers that service City Hall East. Funding is available from savings identified from completed projects within the RZEDB program.

After consideration and having provided an opportunity for public comment, the Budget and Finance Committee recommended that Council approve the recommendations contained in the CAO report dated March 11, 2013 and the CAO Addendum report dated March 28, 2013. This matter is now forwarded to the Council for its consideration.

Respectfully submitted,

PAUL KREKORIAN, Chair
BILL ROSENDAHL, Member
BUDGET AND FINANCE COMMITTEE

MEMBER           VOTE
KREKORIAN:       YES
ENGLANDER:       ABSENT
ROSENDAHL:       YES
KORETZ:          ABSENT

- Not Official Until Council Acts -