TO THE COUNCIL OF THE
CITY OF LOS ANGELES

File No. 12-1409

Your reports as follows:

BUDGET AND FINANCE Committee


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

1. TRANSFER $5,157,246 between departments and funds as specified in Attachment 1 of the City Administrative Officer (CAO) report dated September 4, 2012, attached to the Council file.

2. TRANSFER $873,115 between funds and other financings, including Municipal Improvement Corporation of Los Angeles (MICLA) as specified in Attachment 2.

3. TRANSFER $1,480,612 between departments and funds from General Obligation Bond Funds as specified in Attachment 3.

4. TRANSFER $1,702,729 between accounts within departments and funds as specified in Attachment 4.

5. AUTHORIZE the Controller, in accordance with Attachment 2, to transfer cash from the appropriate MICLA Funds, 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 Bureau of Engineering (BOE) Program Managers and the CAO.

7. AUTHORIZE the Controller to establish a new interest-bearing fund entitled “Sixth Street Viaduct Improvement Fund” in Department 50 to receive and disburse funds received from both the State and Federal governments as reimbursement for the Council approved Sixth Street Viaduct Improvement Project which is administered by the Board of Public Works BOE.

8. AUTHORIZE the Controller to establish new accounts within the Sixth Street Viaduct Improvement Fund, No. TBD, Department 50 based on the project phases and expend funds directly from these newly created accounts within the project budgeted amounts.

9. AUTHORIZE the Controller to expend these funds upon proper demand of the City Engineer, BOE.

10. AUTHORIZE the CAO to make technical corrections, as necessary, to those transactions included in this report to implement the Mayor and Council's intentions.
11. AUTHORIZE the Controller, upon CAO approval, to advance up to $98.4 million from Commercial Paper Fund No. 298 to the Sixth Street Viaduct Improvement Fund No. TBD through the project duration to be repaid from State and Federal funds received as reimbursement for the Sixth Street Viaduct Improvement Project.

Fiscal Impact Statement Submitted: The CAO reports that transfers, appropriations and expenditure authority totaling $9,213,702 are recommended in this report. Of this amount, $4,188,898 is for transfers and appropriations to the General Services Department and $5,024,804 to other City funds. All transfers and appropriations are based on existing funds, reimbursements or revenues. The estimated annual impact due to operations and maintenance costs is approximately $61,816 (Attachment No. 5). Additionally, the CAO reports that all of the City's costs related to MICLA debt issued for the Sixth Street Viaduct Improvement Project will be reimbursed by the federal and state grants financing the project.

Community Impact Statement Submitted: No

(Public Works Committee waived consideration of the above matter)

Summary
At its meeting of October 1, 2012, the Budget and Finance Committee considered the CAO's First Construction Projects Report (CPR) for Fiscal Year 2012-13. This report provides brief status reports of major citywide Capital Improvement Expenditure Program (CIEP) projects and General Obligation Bond (GOB) programs. The report also recommends funding adjustments needed to keep construction projects on track. The financial transactions are for projects in the City's CIEP, various recreational facility projects, GOB funded projects and General Services Department construction projects. Additionally, the Committee considered a technical correction to the First CPR report relative to the Sixth Street Viaduct Improvement Project.

During Committee consideration, CAO representatives provided an overview of the report and responded to related questions from Committee members. During the discussion, Councilmember Englander requested that the CAO provide a report on the balances of bond projects prior to consideration at the full Council. After further Committee consideration and having provided an opportunity for public comment, the Budget and Finance Committee recommended approval of the recommendations contained in the CAO report dated September 4, 2012 and the CAO Technical Correction report dated September 20, 2012. This matter is now forwarded to the Council for its consideration.

Respectfully submitted,

BUDGET AND FINANCE COMMITTEE

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