

CITY OF LOS ANGELES

CALIFORNIA



ERIC GARCETTI
MAYOR

HOLLY L. WOLCOTT
City Clerk

GREGORY R. ALLISON
Executive Office

When making inquiries relative to
this matter, please refer to the
Council File No.

Office of the
CITY CLERK

Council and Public Services
Room 395, City Hall
Los Angeles, CA 90012
General Information - (213) 978-1133
Fax: (213) 978-1040

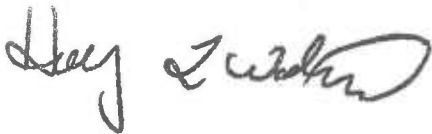
SHANNON HOPPES
Division Manager

www.cityclerk.lacity.org

December 12, 2014

To All Interested Parties:

The City Council adopted the action(s), as attached, under Council File No. 14-0600-S252, at its meeting held December 12, 2014.



City Clerk
wrq

Mayor's Time Stamp
OFFICE OF THE MAYOR
RECEIVED
2014 DEC 12 PM 12:45
CITY OF LOS ANGELES

FORTHWITH

City Clerk's Time Stamp
RECEIVED
CITY CLERK'S OFFICE
2014 DEC 12 PM 12:44
CITY CLERK
BY _____ DEPUTY

SUBJECT TO THE MAYOR'S APPROVAL

COUNCIL FILE NO. 14-0600-S252

COUNCIL DISTRICT _____

COUNCIL APPROVAL DATE December 12, 2014

RE: SECOND FINANCIAL STATUS REPORT FOR FISCAL YEAR 2014-15

LAST DAY FOR MAYOR TO ACT DEC 22 2014
(10 Day Charter requirement as per Charter Section 341)

DO NOT WRITE BELOW THIS LINE - FOR MAYOR USE ONLY

APPROVED

✓

*DISAPPROVED

*Transmit objections in writing pursuant to Charter Section 341

DATE OF MAYOR APPROVAL OR DISAPPROVAL 12/12/14

EG
MAYOR

HIGHNESS,
CITY CLERK'S OFFICE
2014 DEC 12 PM 3:11
CITY CLERK
BY _____ DEPUTY

BUDGET AND FINANCE COMMITTEE REPORT relative to the Second Financial Status Report for Fiscal Year 2014-15.

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

1. REAPPROPRIATE \$34,599,736.93 from various special funds as noted in Attachment 3 of the City Administrative Officer (CAO) report dated December 5, 2014 attached to the Council file.
2. APPROPRIATE \$154,108.63 to the Department accounts as specified in Attachment 4.
3. TRANSFER \$10,123,888.00 between accounts within various departments and funds as specified in Attachment 5.
4. TRANSFER \$1,452,065.88 between various departments and funds as specified in Attachment 6.
5. ADJUST appropriations in Community Development Trust Fund 424 as follows:

- a. Reduce appropriations by \$750,000.00 in Community Development Trust Fund 424 as follows:

<u>Account Title</u>	<u>Amount</u>
22J566 Calhoun Ave Sidewalk Improvements	\$750,000.00

- b. Establish and increase appropriations by \$750,000.00 in Community Development Trust Fund 424, Account 43L186.

6. TRANSFER and APPROPRIATE \$750,000.00 in Community Development Trust Fund 424, Account 43L186, to the following accounts within the Department of Public Works, Bureau of Street Services (BSS) Fund 100/86, for the Calhoun Ave Sidewalk Improvement Project:

<u>Account</u>	<u>Title</u>	<u>Amount</u>
001010	Salaries, General	\$370,000
001090	Salaries, Overtime	126,000
003030	Construction Expense	118,000
003040	Contractual Services	67,000
006010	Office & Administrative	10,000
006020	Operating Supplies	<u>59,000</u>
	Total:	\$750,000

7. RESCIND Recommendation No. 17 of the First Financial Status Report (Council file no. 14-0600-S250), which authorized that any remaining proceeds, and any investment earnings thereafter, be transferred from Fund 26M and appropriated to the Capital Finance Administrative Fund No. 100/53, Account 000340.
8. AUTHORIZE the Controller, relative to the Fire Department, to transfer a total of \$200,000 to the Information Technology Agency Fund No. 100/32, Account 001100, Hiring Hall Salaries, for the installation of communications equipment in Fire Department vehicles:
 - a. \$80,000 from MICLA Fund No. 298/38, Account 38K232, Communication Labor; to 298/38 Account 38L132 ITA and further to reimburse the General Fund.
 - b. \$120,000 from MICLA AO Series 2002F Acquisition Fund No. 290/38, Account 38J232, Communication Labor to 290/38 Account 38L132 ITA, and further to reimburse the General Fund.
9. AUTHORIZE the Controller to establish and appropriate \$1,800,000 to a new account within U.S. Department of Justice Forfeited Asset Fund No. 44D/70, account number to be determined, "Tasers," for the disbursement of the initial payment for the purchase of Electronic Control Devices, also known as Tasers.
10. AUTHORIZE the CAO to make technical corrections as necessary to those transactions included in this report to implement Mayor and Council intentions.

Fiscal Impact Statement: The CAO reports that approximately \$46.59 million in expenditure shortfalls and major unbudgeted expenses are identified in this report. Transfers, appropriations and other adjustments totaling approximately \$47.27 million are recommended in Sections 1 and 2. Further, this report authorizes the use of \$1.8 million in Forfeited Assets Trust Funds as initial payment for the purchase of Electronic Control Devices (known as Tasers). This also commits the City to four additional payments of approximately \$574,904 annually that will need to be appropriated through the annual budget process from a source of funds to be determined at that time. The cumulative fiscal impact of this purchase is \$4 million over five years. No adjustment to budgeted revenue is recommended at this time.

Community Impact Statement: None submitted

SUMMARY

At its meeting of December 8, 2014, the Budget and Finance Committee considered the CAO's Second Financial Status Report (FSR) dated December 5, 2014. The CAO reports that its Office 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 status and reserve fund status, and it highlights current issues of concern and the potential impact to the City. Recommendations totaling approximately \$47.27 million for appropriations, transfers and other budgetary adjustments are recommended. The CAO report, attached to the Council file, provides a thorough discussion regarding the recommendations included in the Second FSR and other budget related items.

During Committee discussion, representatives from the Los Angeles Department of Transportation, Office of Finance and General Services Department addressed the Committee and responded to questions relative to their respective departments. After further consideration and having provided an opportunity for public comment, the Budget and Finance Committee recommended to approve the CAO recommendations contained in the Second FSR. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
ENGLANDER:	YES
KORETZ:	ABSENT
BLUMENFIELD:	YES
BONIN:	ABSENT

ep
14-0600-S252_rpt_bfc_12-8-14

-NOT OFFICIAL UNTIL COUNCIL ACTS-

ADOPTED

DEC 12 2014

LOS ANGELES CITY COUNCIL

TO THE MAYOR FORTHWITH