BUDGET AND FINANCE COMMITTEE REPORT relative to the budgetary and operational implications of a loss of Federal funding in the event that Congress and the President act to remove funds from Cities that have policies similar to Los Angeles Police Department (LAPD) Special Order 40.

Recommendations for Council action, as initiated by Motion (Krekorian - O'Farrell):

- 1. INSTRUCT the Chief Legislative Analyst (CLA), with the assistance of the City Administrative Officer (CAO), to report by April 1, 2017 on the following:
 - a. A list of Federal funding that the City of Los Angeles receives or administers, the legal authority which allowed for those funds to be appropriated and remitted to the City of Los Angeles, and the nature of the City's programs that make use of them.
 - b. The budgetary and operational implications of a loss of Federal funding in the event that the Congress and President act to remove funds from cities that have policies similar to Special Order 40.
 - c. A plan to address the budgetary shortfall that would result from the loss of Federal funds.
 - d. An assessment of the risk factors and degree of risk of the loss of various Federal funds the City receives.
- 2. REQUEST the City Attorney to report in Closed Session on how the City can defend itself.

<u>Fiscal Impact Statement</u>: Neither the CAO nor the CLA has completed a financial analysis of this report.

Community Impact Statement: Yes.

Palms Neighborhood Council

(Ad Hoc Committee on Immigrant Affairs waived consideration of the above matter)

SUMMARY

At its regular meeting held on February 6, 2017, the Budget and Finance Committee considered Motion (Krekorian - O'Farrell) relative to instructing the CLA, with the assistance of the CAO, to report on the budgetary and operational implications of a loss of Federal funding in the event that Congress and the President act to remove funds from Cities that have policies similar to LAPD Special Order 40 (which, according to the Motion, prohibits LAPD officers from initiating "police action with the objective of discovering the alien status of a person..." and was adopted on the principles that the role of local law enforcement is not enforce federal immigration law).

During the Committee's discussion of the matter, it was noted that an addition to receiving a report on which funds and programs might be affected by a loss of Federal funding (as well as

the budgetary impact), it is also important to have an assessment of the risk factors and degree of risk for the loss of the various Federal funds the City receives, e.g. some funds may be more vulnerable than others. Therefore, the CLA was requested to also include an assessment of the risk factors in its report. Additionally, the Committee requested that the City Attorney report in Closed Session on how the City can potentially defend itself against the loss of Federal funding.

After consideration and after providing an opportunity for public comment, the Committee approved the recommendations in the Motion as amended. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

MEMBER

VOTE

KREKORIAN:

YES

ENGLANDER:

ABSENT

MARTINEZ:

YES

BLUMENFIELD: YES BONIN:

YES

REW

2/6/16 FILE NO. 17-0080

-NOT OFFICIAL UNTIL COUNCIL ACTS-