

FY 2017-2018 WATER REVENUE FUND BUDGET

WHEREAS, Section 511(b) of the Los Angeles City Charter requires that the Board of Water and Power Commissioners (Board) shall, prior to the beginning of each Fiscal Year (FY), adopt an annual Department Budget for the Water Revenue Fund and make an annual appropriation covering its anticipated revenues and expenditures; and

WHEREAS, in March 2011, Los Angeles voters approved Measure J that requires the Los Angeles Department of Water and Power (LADWP) submit a Preliminary Budget to the Los Angeles City Council (Council) by March 31, 2017, and shall by May 31, 2017, update the preliminary budget based on additional information received after March 31, 2017, including without limitation, additional information about revenue and expense projections; and

WHEREAS, the Board approved the transmittal of the preliminary budget to the Council for informational purposes on March 21, 2017; and

WHEREAS, upon approval from the Board, the FY 2017-2018 Water Revenue Fund Receipts and Appropriations Final Budget and Associated Schedules will be transmitted to the Council in accordance with the City Charter; and

WHEREAS, LADWP Management has thoroughly reviewed the budget, prioritized, and adjusted the FY 2017-18 spending proposals in accordance with the Board approved water five-year rate action, with approximately \$168 million in additional water revenues projected for the coming fiscal year. The FY 2017-2018 water rates exceed the average annual rate adjustment over the five-year rate period (5.9% vs 5.3%) largely as a result of 1) the delay in programming the non-bypassable charge for securitization (rate reduction bonds) and 2) the greater than expected water conservation.

WHEREAS, estimated appropriations for FY 2017-2018 total \$2.1 billion; and

WHEREAS, Net of receipts from the Power System, contributions in aid of construction, individuals, and companies and other miscellaneous sources, appropriations are \$1.7 billion; and

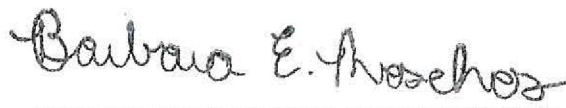
FY 2017-2018 ANNUAL PERSONNEL RESOLUTION

WHEREAS, Resolution Nos. 327 and 328, adopted October 9, 1947, pertaining to the creation of positions and fixing of duties, responsibilities and other terms and conditions of employment have from time to time have been amended by the Board; and

WHEREAS, it is the desire of said Board to fix annually the number of positions authorized for LADWP employment; and

- (8) Substitute positions may be used without holding a budgeted position vacant for the following purposes:
- a) To provide replacements for persons on extended sick leave or disability.
 - b) To provide temporary employment authority to meet emergency workloads that can be financed with funds accumulated due to position vacancies.
 - c) To provide additional employment authority in training classifications for which the dropout rate is high and/or for which recruitment of positions is difficult or limited to specific periods of the year.
 - d) To fill Civil Service daily-rated, and Exempt daily-rated positions for which funding is provided in the expenditure program.
 - e) To fill part-time exempt positions to give students or recent graduates practical work experience which will assist them in qualifying for entry level Civil Service positions, provided the positions can be financed with funds accumulated due to position vacancies. Part-time exempt positions shall not be used to replace regular full-time positions.
- (9) The General Manager may approve the use of a substitute position in a Civil Service Classification and DDR not specifically listed in the schedule identified in Paragraph (8) above, to meet an emergency which involves or immediately threatens a substantial interruption or impairment of the LADWP's business. The use of a substitute position shall be subject to the provisions and limitations specified in Paragraphs (7) and (8) above.
- (10) It is the policy of this Board that when filling positions, express consideration be given to equal employment opportunity requirements prohibiting discrimination based on gender, race, color, national origin, age, disability, and all other protected classes, in the decisions and actions of the LADWP.
- (11) This resolution shall continue in effect until modified or until such time as the Board adopts the next subsequent annual resolution, setting forth the number of positions authorized by the Board.

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of a resolution adopted by the Board of Water and Power Commissioners of the City of Los Angeles at its meeting held **MAY 16 2017**



Secretary

APPROVED AS TO FORM AND LEGALITY
MICHAEL N. FEUER, CITY ATTORNEY

MAY 09 2017

BY 
DIRK P. BROERSMA
DEPUTY CITY ATTORNEY