

CITY OF LOS ANGELES

CALIFORNIA

JAN PERRY
GENERAL MANAGER



ERIC GARCETTI
MAYOR

ECONOMIC AND WORKFORCE
DEVELOPMENT DEPARTMENT

1200 W. 7TH STREET
LOS ANGELES, CA 90017

April 21, 2017

Budget and Finance Committee
c/o Richard Williams
City Clerk
200 North Spring Street, Room 395
Los Angeles, CA 90012

**SUBJECT: ECONOMIC AND WORKFORCE DEVELOPMENT DEPARTMENT
COMMENTS REGARDING THE MAYOR'S FISCAL YEAR 2017-18
PROPOSED BUDGET**

In a letter dated February 23, 2017, the Chair of the Budget and Finance Committee requested City departments to provide brief comments and any proposed changes regarding the Mayor's Proposed Budget for Fiscal Year (FY) 2017-18. As instructed, the Economic and Workforce Development Department (EWDD) respectfully submits this correspondence to discuss only the most critical items and changes that we propose, and the impacts to service levels if these changes are not approved.

We are pleased about the \$2.3 million in the Mayor's Proposed FY 2017-18 Budget for the 2017 Summer Youth Employment Program (SYEP), a vital program continued with an increase of \$300,000 in the General City Purposes (GCP) Budget in order for the EWDD to serve the same number of youths (approximately 1,000) as last summer at the higher minimum wage rate of \$12 per hour.

Of immediate concern to the Department is the following item:

The \$2 million in General Fund monies requested for LA RISE is not continued in the Mayor's Proposed FY 17-18 Budget for the EWDD. In Fiscal Year 2016-17, the City chose to expand the program with an additional \$2 million in City "matching" or expansion funds. **Without these additional monies, the EWDD will be unable to provide 275 individuals with job development services, including subsidized employment and supportive case management to help prepare them for continued employment.**

Additionally, the EWDD appreciates Council support for the following items included in the Mayor's Proposed 2017-18 Budget:

1. The \$4.5 million in General Funds for the continuation of the Gang Injunction Curfew (GIC) Settlement and budgeted as follows: \$1.5 million in GCP and \$3 million in the Unappropriated Balance (UB). The EWDD concurs.
2. The Unappropriated Balance of \$1.2 million set aside for the obligation of the former U.S. EDA Revolving Loan Program grant receipts. The EWDD concurs.

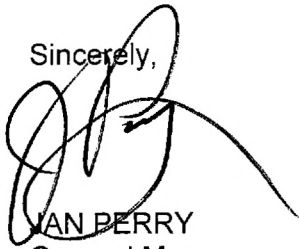
Attached for your reference are the EWDD's current performance metrics.

We thank you for your time and consideration and look forward to discussing any other FY 2017-18 matters with you in Full Council Chambers on April 28, 2017.

CONCLUSION

The EWDD appreciates the support of the Mayor, City Council and others for the proposed GCP funding that will provide services for youth and adult job seekers, persons who are homeless, and residents eligible within the gang injunction curfew settlement agreement. The department will continue to implement economic and workforce development programs within its budgeted resources. We look forward to working with the members of the Budget and Finance Committee to develop a City budget that addresses the needs of the residents of the City of Los Angeles.

Sincerely,



JAN PERRY
General Manager

JP:MC:AS

Attachment: EWDD 2017-18 Performance Metrics

2017-18 Performance Metrics

Dept Code	Prog Code	Program Name	Code	Performance Measure Name	Unit/Value	Long Term PM Target (Goal)	2011-12 Actuals	2012-13 Actuals	2013-14 Actuals	2014-15 Actuals	2015-16 Adopted	2015-16 Actuals	2016-17 Adopted Budget	Current Year (2016-17) Estimates	2017-18 Proposed - BASELINE	2017-18 CONTINUED/NEW REQUESTS APPROVED	2017-18 Proposed - IF ALL CONTINUED/NEW REQUESTS APPROVED AND EFFICIENCY PROPOSALS APPROVED
22	2202	Adult Workforce Development	22ADULTJOBS	Number of WIA-Funded Adults Placed in Jobs		22,829	-	-	1,386	4,248	13,500	10,000	10,000	10,000	10,000	10,000	10,000
22	2205	Economic Development	22NEWJOBS	Number of New Jobs Created Through Business Source Centers		1,500	-	-	331	2,000	1,415	25,000	25,000	1,600	1,700	1,700	1,700
22	2207	Youth Workforce Development	22HIRELA	Number of HireLA's Youth Placed in Employment		10,000	-	-	10,256	11,382	11,000	11,644	11,000	13,000	15,000	15,000	15,000