

BUDGET AND FINANCE COMMITTEE REPORT relative to reappropriating \$9,610 in reverted funds to the Eagle Rock Neighborhood Council.

Recommendations for Council action, pursuant to Motion (Huizar - O'Farrell), SUBJECT TO THE APPROVAL OF THE MAYOR:

1. TRANSFER \$9,610 from the Reserve Fund to the Unappropriated Balance Fund No. 100-58 and appropriate therefrom to the Neighborhood Empowerment Fund No. 44B-47, Account No. 471027 (Eagle Rock Neighborhood Council).
2. AUTHORIZE the Department of Neighborhood Empowerment to make any technical corrections or clarifications to the above fund transfer instructions in order to effectuate the intent of this Motion.

Fiscal Impact Statement: Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting of August 5, 2013, the Budget and Finance Committee considered Motion (Huizar - O'Farrell) relative to reappropriating \$9,610 in reverted funds to the Eagle Rock Neighborhood Council. The Motion states that in June 2011, the Eagle Rock Neighborhood Council expended \$9,610 from their Fiscal Year 2010-2011 funds for a North Figueroa Corridor Revitalization Project. The funds were paid to the vendor, but the project was subsequently cancelled in August 2012, and a refund was credited to the Neighborhood Council's purchasing card during the 2012/2013 fiscal year. However, the Department of Neighborhood Empowerment (DONE), upon receipt of the credit during the 2012/2013 fiscal year, returned the funds to the uncommitted balance for Fiscal Year 2010-2011, and the funds reverted to the General Fund. The Motion concludes that action is needed to re-appropriate these funds for use by the Eagle Rock Neighborhood Council.

During Committee consideration, the General Manager of DONE provided a brief overview of the matter and responded to related questions from Committee members. Committee members expressed concerns that approval of the Motion should not be considered precedent setting or a policy decision but a recommendation for this one unique circumstance.

After further discussion and having provided an opportunity for public comment, the Budget and Finance Committee recommended approval of the Motion. 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:	ABSENT
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	YES

-NOT OFFICIAL UNTIL COUNCIL ACTS-