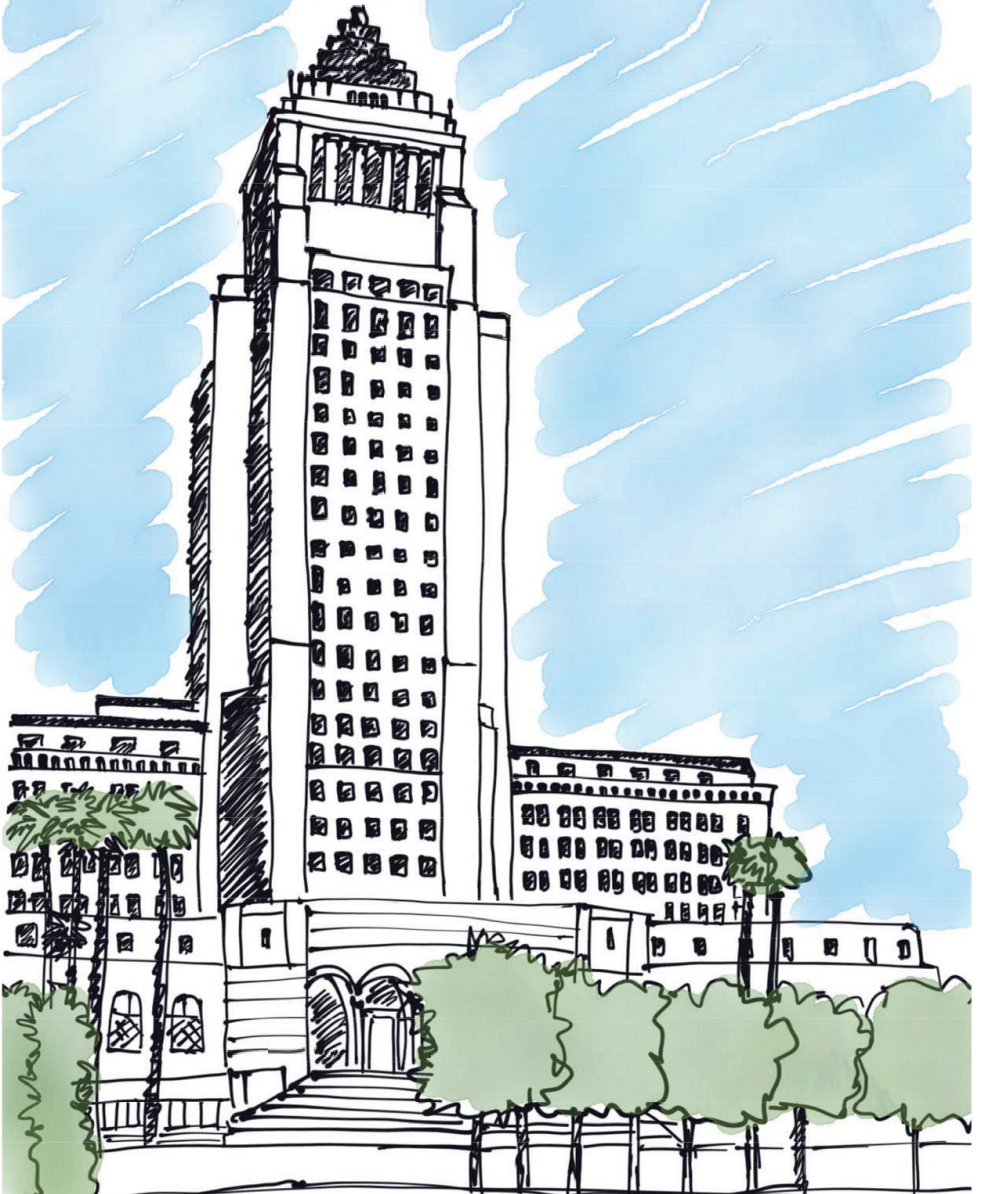




Fiscal Year 2019-20

Budget Summary



INTRODUCTION

The “Budget Summary” provides a ready reference and summary of the City’s annual budget. This booklet includes information about City revenues and appropriations, state and federal assistance, and related fiscal matters.

Some information is included on the City’s proprietary departments—Airports, Harbor, and Water and Power. These departments are not part of the City’s regular operating budget since they generate their own revenues and are not supported by taxes.

ELECTED AND FISCAL MUNICIPAL OFFICERS

MAYOR*
ERIC GARCETTI

CITY COUNCIL*

DISTRICT	COUNCIL MEMBER
1st.....	GILBERT CEDILLO
2nd.....	PAUL KREKORIAN
3rd.....	BOB BLUMENFIELD
4th.....	DAVID E. RYU
5th.....	PAUL KORETZ
6th.....	NURY MARTINEZ
7th.....	MONICA RODRIGUEZ
8th.....	MARQUEECE HARRIS-DAWSON
9th.....	CURREN D. PRICE, JR.
10th.....	HERB J. WESSON, JR. (Council President)
11th.....	MIKE BONIN
12th.....	JOHN S. LEE
13th.....	MITCH O’FARRELL
14th.....	JOSE HUIZAR
15th.....	JOE BUSCAINO

CITY ATTORNEY* – Mike Feuer

CONTROLLER* – Ron Galperin

CITY ADMINISTRATIVE OFFICER – Richard H. Llewellyn, Jr.

OFFICE OF FINANCE / TREASURER – Claire Bartels

CITY CLERK – Holly Wolcott

*ELECTED

FINANCIAL NARRATIVE

On April 18, 2019 the Mayor issued his Proposed Budget for 2019-20. On May 29, 2019 the City Council adopted the Mayor's proposed budget with modifications. On May 30, 2019 the Mayor signed the 2019-20 Adopted Budget as modified by the City Council.

The 2019-20 Adopted Budget addresses the City's financial policies as follows:

- The Reserve Fund is 6.25 percent of General Fund revenues, above the five percent policy threshold.
- Capital improvement funding is 1.11 percent of General Fund revenues, above the one percent policy threshold.
- All one-time revenues are used for one-time expenditures.
- All \$62 million in General Fund tax revenue growth above 4.5 percent is appropriated to the Budget Stabilization Fund or capital investments.

The Adopted Budget also makes important investments. These include:

- \$426 million toward ending homelessness, including \$104 million from the General fund for services and temporary housing and \$281 million in Proposition HHH bond proceeds for permanent supportive housing and homeless facilities projects.
- \$501 million for sewer, storm water, street, and facilities infrastructure projects. \$38 million in new funding for storm water staffing and projects from Measure W.
- Increased Police overtime funding of \$47 million to match actual spending levels.

As illustrated below, the 2019-20 Adopted Budget, including the General Fund and most special revenue funds, totals \$10.71 billion, a \$0.81 billion increase from the 2018-19 Adopted Budget. General Fund revenues for 2019-20 are estimated at \$6.57 billion, a net increase of \$0.38 billion from the 2018-19 Adopted Budget, and a net increase of \$0.36 billion from the 2018-19 estimated actual revenues.

KEY DIFFERENCES BETWEEN 2019-20 AND 2018-19 ADOPTED BUDGETS				
	<u>2019-20</u>	<u>2018-19</u>	<u>Difference</u>	<u>% Difference</u>
Total Adopted Budget	\$10.71 billion	\$9.90 billion	\$0.81 billion	8.2%
General Fund Adopted Budget	\$6.57 billion	\$6.19 billion	\$0.38 billion	6.1%
General Fund Estimate / Actual Revenues	\$6.57 billion	\$6.21 billion	\$0.36 billion	5.8%

Pursuant to the City Charter Section 291, the Office of the City Administrative Officer will monitor the budget and transmit periodic Financial Status Reports to the Mayor and Council detailing the City's current financial condition and recommending any necessary adjustments.

CITY OF LOS ANGELES BUDGET SYSTEM

The City's budget system is the process of allocating resources to programs for public services. The following is an outline of the City's budget system.

Budget Formulation involves annually developing the Mayor's proposed budget for the ensuing fiscal year. The Mayor's proposed budget details City objectives, programs to achieve them, and funding levels.

Budget Adoption is the legislative process for reviewing and adopting the Mayor's proposed budget either as submitted or with Council modifications. The resolutions needed to implement the budget are also approved through this process.

Budgetary Control concerns the accomplishment of the work program within budgeted funds and the receipt of estimated revenues.

Cost Control is the reduction of unnecessary costs and the attainment of increased efficiency.

BUDGET FORMULATION AND ADOPTION

The City's fiscal year runs from July 1st to June 30th. Early in the fiscal year, the Mayor releases a budget policy letter that defines City objectives for the next fiscal year. This letter guides City departments, bureaus, and other offices in preparing their annual budget requests, which are submitted in the fall.

By early March, the Mayor reviews the revenue projections prepared by the Controller and the Office of the City Administrative Officer (CAO). In hearings with CAO and general managers, the Mayor also reviews the various budget requests. The Mayor prepares and submits the proposed budget to the Council. The City Charter requires that the proposed budget be delivered to the Council by April 20th of each year. When April 20th falls on a weekend or City holiday, the period is extended to the next business day.

The five members of the Budget and Finance Committee examine the proposed budget in public hearings involving the department managers, CAO, and staff. The Committee then develops recommendations for Council consideration. The Charter requires the Council, by majority vote, to adopt or modify the proposed budget by June 1st.

Once the Council has acted, the Mayor has five working days to approve or veto any Council changes made to the proposed budget.

Once the Mayor has acted, the Council has five working days to sustain or override the Mayor's actions by a two-thirds vote. The result of this process is the adopted budget for the next fiscal year.

BUDGET DOCUMENTS

The following budget documents and related materials are available for review online in PDF format:

PROPOSED BUDGET DOCUMENTS

<http://cao.lacity.org/budget>

Budget Summary

Presents highlights of the Proposed Budget according to the Mayor's priorities and a summary of appropriations and receipts.

Proposed Budget

Contains the Mayor's budget message and exhibits on revenue, appropriations, federal grants, and costs of operation of departments, bureaus, and other offices.

Detail of Department Programs (Blue Book)

For each department, office, or bureau: summarizes the proposed changes from the current year budget; details the proposed changes within each program; identifies key metrics for each operating program; details the items within the contractual services and travel accounts, and; provides a list of employment authorities and salaries.

Revenue Outlook

Provides an overview of revenue anticipated in the Proposed Budget including an explanation of assumptions, changes between the prior year and program year, and a five-year General Fund revenue forecast.

Supporting Information

Contains various exhibits, summaries and working papers to assist the City Council, the Chief Legislative analyst, other City staff, and the public in the review of the Proposed Budget.

ADOPTED BUDGET DOCUMENTS

Adopted Budget

<http://www.lacontroller.org/budgets>

Reflects the budget as adopted by the Mayor and City Council. Budget Resolution Appendices I-III summarizes the amounts changed from the Proposed Budget.

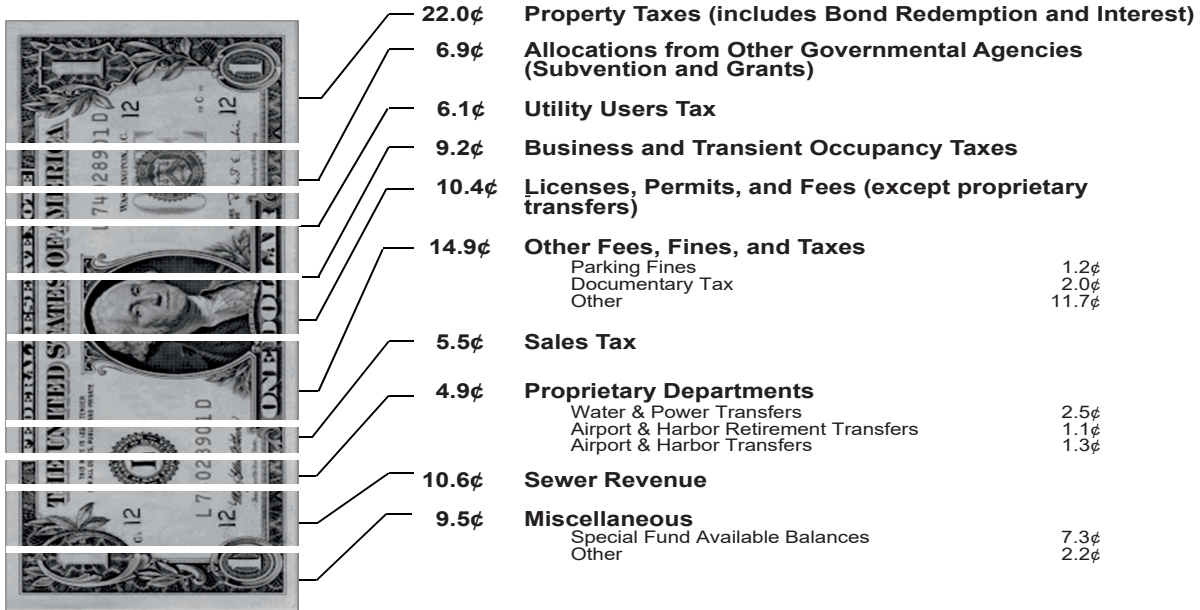
Supplement to the Adopted Budget (White Book)

<http://cao.lacity.org/budget>

Reflects adopted budget changes to the Detail of Department Programs (Blue Book).

The 2019-20 Budget Dollar

Where the Money Comes From



RECEIPTS SUMMARY

	Total	% of Total
General Receipts:		
Property Tax	\$ 2,115,611,000	19.8%
Property Tax - Ex-CRA Increment.....	100,386,000	0.9%
Utility Users Tax.....	652,165,000	6.1%
Licenses, Permits, Fees, and Fines	1,226,882,292	11.5%
Business Tax.....	657,150,000	6.2%
Sales Tax.....	589,790,000	5.5%
Documentary Transfer Tax.....	211,960,000	2.0%
Power Revenue Transfer.....	235,600,000	2.2%
Transient Occupancy Tax.....	326,620,000	3.0%
Parking Fines	123,785,000	1.2%
Parking Occupancy Tax.....	121,900,000	1.1%
Franchise Income.....	80,240,000	0.7%
State Motor Vehicle License Fees.....	1,946,000	0.0%
Grants Receipts.....	15,729,000	0.1%
Tobacco Settlement.....	10,952,000	0.1%
Transfer from Telecommunications Dev. Account.....	--	0.0%
Residential Development Tax.....	5,020,000	0.1%
Special Parking Revenue Transfer.....	57,313,246	0.5%
Interest.....	36,700,000	0.3%
Transfer from Reserve Fund.....	--	0.0%
Transfer from Budget Stabilization Fund.....	--	--
Total General Receipts.....	\$ 6,569,749,538	61.3%
Special Receipts:		
Property Tax - City Levy for Bond Redemption and Interest.....	\$ 138,339,047	1.3%
Sewer Construction and Maintenance Fund.....	1,140,737,635	10.7%
Proposition A Local Transit Assistance Fund.....	244,620,297	2.3%
Prop. C Anti-Gridlock Transit Improvement Fund.....	83,262,800	0.8%
Special Parking Revenue Fund.....	46,175,754	0.4%
L. A. Convention and Visitors Bureau Fund.....	25,124,615	0.2%
Solid Waste Resources Revenue Fund.....	322,019,873	3.0%
Forfeited Assets Trust Fund.....	--	0.0%
Fines--State Vehicle Code.....	4,100,000	0.0%
Special Gas Tax Street Improvement Fund.....	169,281,971	1.6%
Housing Department Affordable Housing Trust Fund.....	1,740,000	0.0%
Stormwater Program Funds.....	72,625,000	0.7%
Community Development Trust Fund.....	21,529,909	0.2%
HOME Investment Partnerships Program Fund.....	7,169,399	0.1%
Mobile Source Air Pollution Reduction Fund.....	5,250,000	0.1%
City Employees' Retirement Fund.....	117,461,561	1.1%
Community Services Administration Grant.....	1,591,140	0.0%
Park and Recreational Sites and Facilities Fund.....	3,500,000	0.0%
Convention Center Revenue Fund.....	29,183,381	0.3%
Local Public Safety Fund.....	47,940,000	0.5%
Neighborhood Empowerment Fund.....	3,187,751	0.0%
Street Lighting Maintenance Assessment Fund.....	74,673,081	0.7%
Telecommunications Development Account.....	18,500,000	0.2%
Older Americans Act Fund.....	2,892,529	0.0%
Workforce Innovation Opportunity Act Fund.....	17,252,375	0.2%
Rent Stabilization Trust Fund.....	14,786,000	0.1%
Arts and Cultural Facilities and Services Fund.....	26,512,920	0.2%
Arts Development Fee Trust Fund.....	3,150,000	0.0%
City Employees Ridesharing Fund.....	3,140,500	0.0%
Allocations from Other Sources.....	73,001,512	0.7%
City Ethics Commission Fund.....	3,332,855	0.0%
Staples Arena Special Fund.....	4,438,837	0.0%
Citywide Recycling Fund.....	33,857,117	0.3%
Cannabis Regulation Special Revenue Trust Fund.....	14,124,582	0.1%
Local Transportation Fund.....	3,141,532	0.0%
Planning Case Processing Revenue Fund.....	33,000,481	0.3%
Disaster Assistance Trust Fund.....	10,916,372	0.1%
Accessible Housing Fund.....	7,249,944	0.1%
Household Hazardous Waste Special Fund.....	3,978,643	0.0%
Building and Safety Enterprise Fund.....	199,656,500	1.9%
Housing Opportunities for Persons with AIDS.....	553,940	0.0%
Code Enforcement Trust Fund.....	44,336,000	0.4%
El Pueblo Revenue Fund.....	4,993,547	0.1%
Zoo Enterprise Fund.....	25,283,818	0.2%

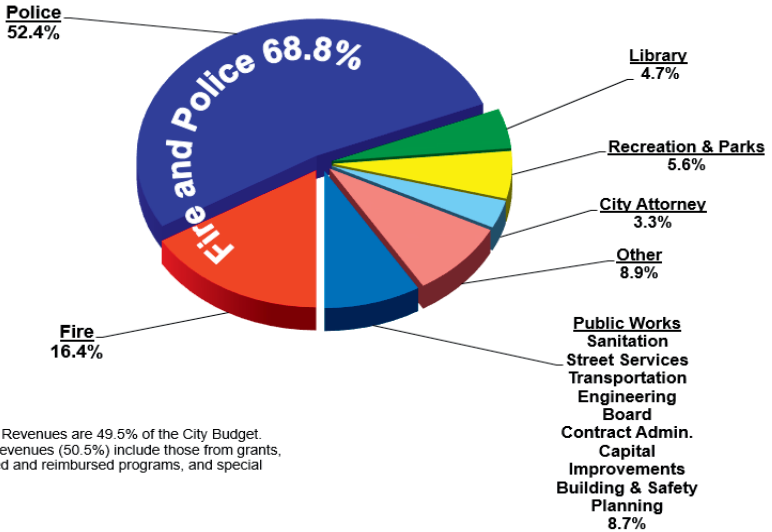
RECEIPTS SUMMARY

	Total	% of Total
Central Recycling and Transfer Fund.....	12,171,040	0.1%
Supplemental Law Enforcement Services	9,381,020	0.1%
Street Damage Restoration Fee Fund.....	73,477,514	0.7%
Municipal Housing Finance Fund.....	8,861,000	0.1%
Measure R Traffic Relief and Rail Expansion Fund.....	51,669,600	0.5%
Multi-Family Bulky Item Fund.....	8,054,741	0.1%
Sidewalk Repair Fund.....	15,551,096	0.2%
Measure M Local Return Fund.....	69,267,491	0.7%
Code Compliance Fund.....	1,594,462	0.0%
Accessible Housing Fund.....	--	0.0%
Total Special Receipts.....	\$ 3,355,641,182	31.4%
Available Balances:		
Sewer Construction and Maintenance Fund.....	\$ 50,311,650	0.5%
Proposition A Local Transit Assistance Fund.....	84,100,719	0.8%
Prop. C Anti-Gridlock Transit Improvement Fund.....	12,971,304	0.1%
Special Parking Revenue Fund.....	11,945,015	0.1%
L.A. Convention and Visitors Bureau Fund.....	3,884,280	0.0%
Solid Waste Resources Revenue Fund.....	122,705,461	1.1%
Forfeited Assets Trust Fund.....	5,065,908	0.1%
Traffic Safety Fund.....	--	0.0%
Special Gas Tax Fund.....	4,892,699	0.1%
Housing Department Affordable Housing Trust Fund.....	11,715,147	0.1%
Stormwater Program Funds.....	5,205,177	0.1%
Community Development Fund.....	--	0.0%
HOME Fund.....	--	0.0%
Mobile Source Air Pollution Reduction Fund.....	1,716,628	0.0%
CERS.....	--	0.0%
Community Services Admin.....	--	0.0%
Park and Recreational Sites and Facilities.....	--	0.0%
Convention Center Revenue Fund.....	5,000,000	0.1%
Local Public Safety Fund.....	949,996	0.0%
Neighborhood Empowerment Fund.....	369,396	0.0%
Street Lighting Maintenance Asmt. Fund.....	421,814	0.0%
Telecommunications Development Account.....	1,204,181	0.0%
Older Americans Act Fund.....	--	0.0%
Workforce Innovation Opportunity Act Fund.....	--	0.0%
Rent Stabilization Trust Fund.....	12,886,283	0.1%
Arts and Cultural Facilities and Services Fund.....	1,838,926	0.0%
Arts Development Fee Trust Fund.....	1,957,265	0.0%
City Employees Ridesharing Fund.....	2,772,659	0.0%
Allocations From Other Sources.....	--	0.0%
City Ethics Commission Fund.....	577,465	0.0%
Staples Arena Special Fund.....	6,239,071	0.1%
Citywide Recycling Fund.....	26,410,481	0.2%
Cannabis Regulation Special Revenue Trust Fund.....	4,663,000	0.0%
Local Transportation Fund.....	916,378	0.0%
Planning Case Processing Revenue Fund.....	2,310,854	0.0%
Disaster Assistance Trust Fund.....	13,714,686	0.1%
Accessible Housing Fund.....	8,884,478	0.1%
Household Hazardous Waste Special Fund.....	5,032,779	0.1%
Building and Safety Enterprise Fund.....	302,206,061	2.8%
Housing Opportunities for Persons with AIDS Fund.....	--	0.0%
Code Enforcement Trust Fund.....	21,227,732	0.2%
El Pueblo Revenue Fund.....	420,692	0.0%
Zoo Enterprise Trust Fund.....	5,007,058	0.1%
Central Recycling and Transfer Fund.....	9,026,346	0.1%
Supplemental Law Enforcement Services Fund.....	4,397,209	0.0%
Street Damage Restoration Fee Fund.....	23,214	0.0%
Municipal Housing Finance Fund.....	1,144,052	0.0%
Measure R Traffic Relief and Rail Expansion Fund.....	7,189,303	0.1%
Multi-Family Bulky Item Fund.....	7,036,342	0.1%
Sidewalk Repair Fund.....	555,420	0.0%
Measure M Local Return Fund.....	15,046,114	0.1%
Code Compliance Fund.....	743,880	0.0%
Accessible Housing Fund.....	--	0.0%
Total Available Balances.....	\$ 784,687,123	7.3%
Total Receipts.....	\$ 10,710,077,843	100.0%

UNRESTRICTED REVENUES COMPARISON
(\$ MILLIONS)

	2017-18	2018-19	2019-20
I. TOTAL GENERAL CITY BUDGET	\$ 9,292.1	\$ 9,899.8	\$ 10,710.1
II. RESTRICTED REVENUES			
All Special Funds	3,465.7	3,709.2	4,140.3
General Fund Revenues from grants, fees for services, and reimbursements	931.1	1,160.2	1,265.3
TOTAL RESTRICTED REVENUES	<u>4,396.8</u>	<u>4,869.4</u>	<u>5,405.6</u>
III. UNRESTRICTED REVENUES	<u>\$ 4,895.3</u>	<u>\$ 5,030.4</u>	<u>\$ 5,304.5</u>
IV. CHANGE IN UNRESTRICTED REVENUES FROM PRIOR YEAR		<u>\$ 135.1</u>	<u>\$ 274.1</u>

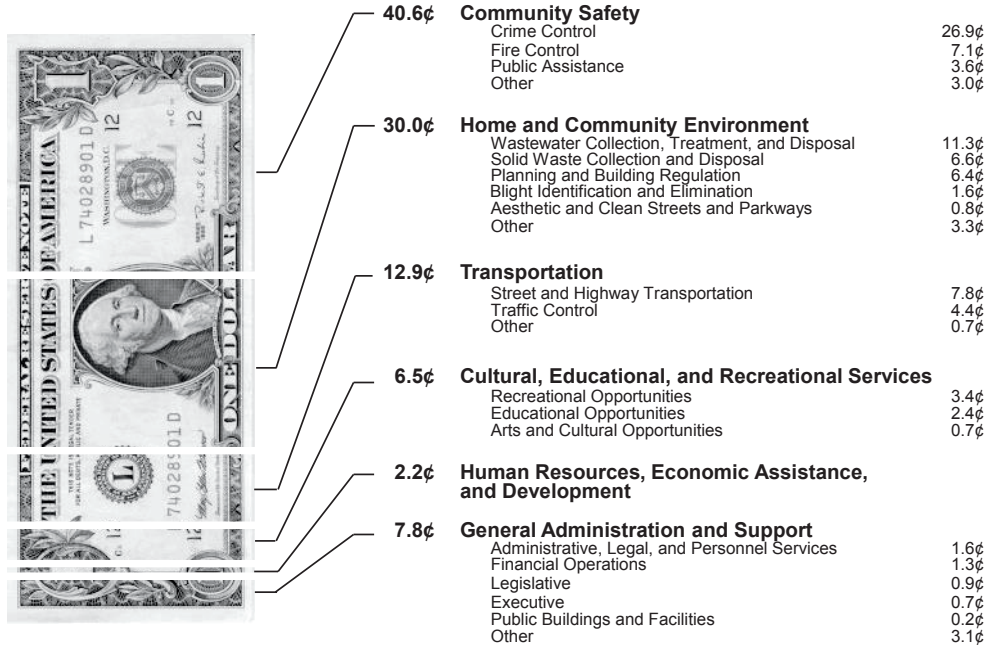
**2019-20 ADOPTED BUDGET
UNRESTRICTED REVENUES (\$5.3 Billion)**



Unrestricted Revenues are 49.5% of the City Budget. Restricted Revenues (50.5%) include those from grants, fee-supported and reimbursed programs, and special funds.

The 2019-20 Budget Dollar

How the Money Is Used



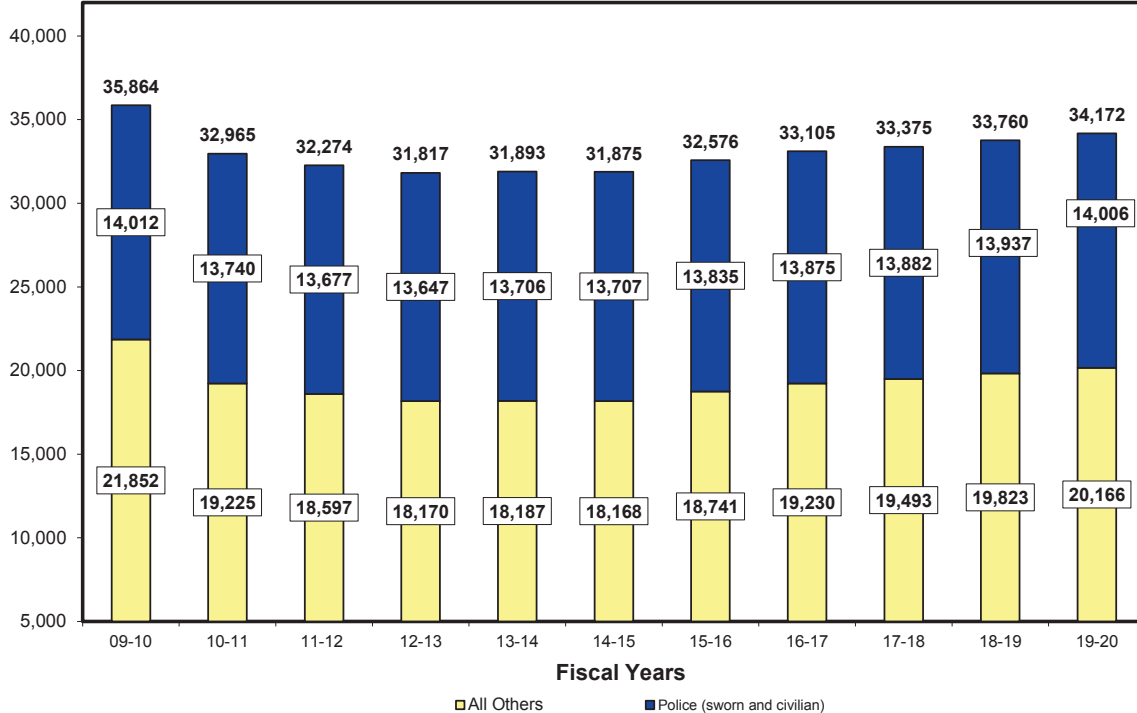
SUMMARY OF APPROPRIATIONS

	Total	% of Total Budget
Aging.....	\$ 6,972,594	0.06%
Animal Services.....	27,156,069	0.25%
Building and Safety.....	125,124,853	1.17%
Cannabis Regulation.....	4,463,016	0.04%
City Administrative Officer.....	17,203,832	0.16%
City Attorney.....	146,894,618	1.37%
City Clerk.....	16,565,641	0.15%
City Planning.....	60,882,641	0.57%
Controller.....	20,165,548	0.19%
Convention and Tourism Development.....	1,984,887	0.02%
Council.....	33,198,405	0.31%
Cultural Affairs.....	17,760,467	0.17%
Disability.....	4,551,132	0.04%
Economic and Workforce Development.....	25,292,807	0.24%
El Pueblo de Los Angeles.....	1,614,539	0.01%
Emergency Management.....	3,761,913	0.03%
Employee Relations Board.....	458,987	0.00%
Ethics Commission.....	3,687,881	0.03%
Finance.....	42,306,705	0.40%
Fire.....	691,009,340	6.45%
General Services.....	268,975,421	2.51%
Housing and Community Investment.....	89,524,628	0.84%
Information Technology Agency.....	106,550,501	0.99%
Mayor.....	9,119,375	0.09%
Neighborhood Empowerment.....	3,353,481	0.03%
Personnel.....	72,402,784	0.68%
Police.....	1,733,838,124	16.19%
Public Accountability.....	3,093,635	0.03%
Board of Public Works.....	24,628,866	0.23%
Bureau of Contract Administration.....	44,722,513	0.42%
Bureau of Engineering.....	104,528,277	0.98%
Bureau of Sanitation.....	317,126,900	2.96%
Bureau of Street Lighting.....	39,143,316	0.37%
Bureau of Street Services.....	208,858,917	1.95%
Transportation.....	186,964,876	1.75%
Zoo.....	25,840,981	0.24%
Total-Budgetary Departments	\$ 4,489,728,470	41.92%
Appropriations to City Employees' Retirement.....	117,461,561	1.10%
Appropriations to Library Fund.....	191,531,086	1.79%
Appropriations to Recreation and Parks Fund.....	217,654,843	2.03%
Total-Appropriations	\$ 526,647,490	4.92%
Total-Departmental	\$ 5,016,375,960	46.84%
Bond Redemption and Interest.....	138,339,047	1.29%
Capital Finance Administration.....	255,251,449	2.38%
Capital Improvement Expenditure Program.....	453,549,190	4.24%
General City Purposes.....	183,208,719	1.71%
Human Resources Benefits.....	743,564,377	6.94%
Judgment Obligation Bonds Debt Service Fund.....	6,494,500	0.06%
Liability Claims.....	90,526,072	0.85%
Proposition A Local Transit Assistance Fund.....	319,624,775	2.98%
Proposition C Anti-Gridlock Transit Improvement Fund.....	29,945,034	0.28%
Special Parking Revenue Fund.....	51,272,630	0.48%
Tax and Revenue Anticipation Notes.....	1,302,296,587	12.16%
Unappropriated Balance.....	115,319,965	1.08%
Wastewater Special Purpose Fund.....	597,021,942	5.57%
Water and Electricity.....	44,000,000	0.41%
Other Special Purpose Funds.....	1,363,287,596	12.73%
Total-Non Departmental	\$ 5,693,701,883	53.16%
Total	\$ 10,710,077,843	100.00%

AUTHORIZED CITY STAFFING

Not including Proprietary Departments

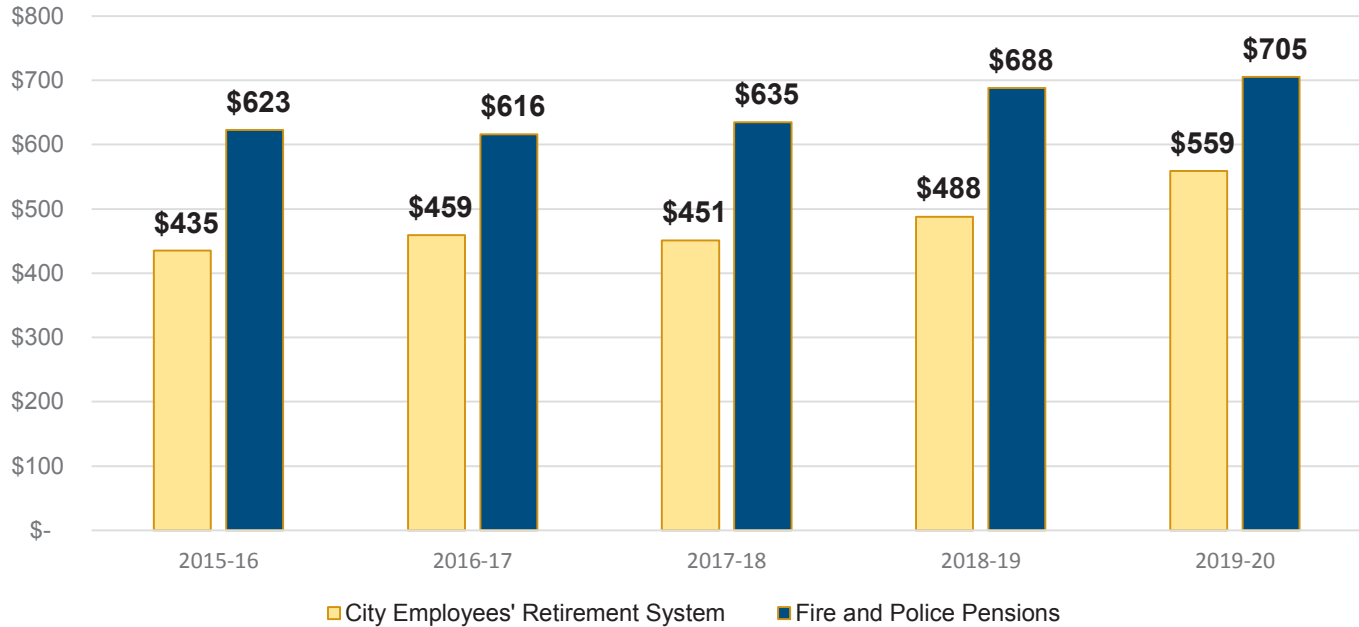
Positions



Authorized City Staffing includes all regular position authorities, excluding Commissioner position authorities. In addition to the regular position authorities reflected in the chart, the 2019-20 Adopted Budget includes 2,859 resolution authorities. This exhibit does not include positions in the Department of Airports, Los Angeles City Employees' Retirement System, Harbor Department, Department of Pensions, and Department of Water and Power.

**GENERAL FUND CONTRIBUTIONS TO PENSION SYSTEMS
ADOPTED BUDGETS
(\$ MILLIONS)**

353
62



CAPITAL IMPROVEMENT EXPENDITURE PROGRAM AND INFRASTRUCTURE IMPROVEMENTS

The City annually prepares the Capital Improvement Expenditure Program (CIEP) designed to keep street, sewers, municipal buildings, and other facilities in a safe and efficient operating condition. Physical plant projects are infrastructure improvements such as streets, storm drains, and bikeways. Municipal Facilities projects are public facilities such as libraries, animal shelters, police and fire stations, and parks.

The City also has significant obligations for its sewer and stormwater systems due to mandates of federal and state clean water laws that require modifications to the Hyperion Water Reclamation Plant and the three other wastewater treatment facilities and to the extensive collection system. Additionally, improvements continue on the City's Stormwater and Wastewater Systems to meet federal and state mandates regarding water quality in surface runoff. These costs are expected to grow substantially in future years to comply with mandated standards.

SOURCE OF FUNDS

General Fund	\$ 69,418,300
Measure M Local Return Fund	21,496,423
Measure R Traffic Relief and Rail Expansion Fund	29,775,664
Measure W Local Return Fund	15,718,560
MICLA	69,050,276
Park and Recreational Sites and Facilities Fund	3,500,000
Proposition A Local Transit Assistance Fund	528,144
Proposition C Anti-Gridlock Transit Fund	7,623,128
Proprietary Departments	5,080,000
SB1 Road Maintenance & Rehabilitation Fund	53,163,835
Sewer Construction and Maintenance Fund	371,120,000
Sidewalk Repair Fund	659,664
Special Gas Tax Street Improvement Fund	49,409,863
Stormwater Pollution Abatement Fund	419,595
Street Damage Restoration Fee	<u>56,089,434</u>
Total	<u>\$ 753,052,886</u>

EXPENDITURES AND APPROPRIATIONS

CIEP Clean Water Projects

Collection System	\$ 157,452,000
Donald C. Tillman Water Reclamation Plant	21,863,000
Hyperion Water Reclamation Plant	75,623,000
Los Angeles-Glendale Water Reclamation Plant	18,677,000
Pumping Plants	35,072,000
System-wide Program Requirements	52,973,000
Terminal Island Water Reclamation Plant	<u>9,460,000</u>
Subtotal	<u>\$ 371,120,000</u>

EXPENDITURES AND APPROPRIATIONS (CONT.)

CIEP Municipal Facilities

Arts and Cultural Opportunities	\$ 95,869
Building and Facilities	90,053,748
Recreational Opportunities	<u>3,500,000</u>
Subtotal.....	<u>\$ 93,649,617</u>

CIEP Physical Plant

Stormwater	\$ 20,510,326
Street Lighting	3,117,000
Street Repair and Improvements	33,202,523
Contingencies	<u>1,000,000</u>
Subtotal.....	<u>\$ 57,829,849</u>

Other Infrastructure Expenditures

Concrete Streets	\$ 7,000,000
Pavement Preservation	150,507,060
Sidewalk Repair	42,022,406
Complete Streets	<u>30,923,954</u>
Subtotal.....	<u>\$ 230,453,420</u>
Total	<u>\$ 753,052,886</u>

FEDERAL AND STATE GRANT FUNDING ESTIMATES BY SUBFUNCTION

The grant-supported programs identified below are funded by federal, state, and other local agencies. Estimates are based on information provided by reporting departments to the City Administrative Officer as of November 16, 2018 and are subject to modification. All grant programs in this Exhibit are subject to approval by Mayor and Council.

Budgetary, Library, and Recreation and Parks departments will participate in grant programs for the 2019-20 period totaling \$453,573,074 of which \$14,483,927 will be the City share and \$439,089,147 will be funded by grants.

Proprietary Department grant programs for the 2019-20 period total \$139,780,163, of which \$39,503,504 will be the City share and \$100,276,659 will be funded by grants.

Subfunction	2017-18 Receipts	2018-19 Estimated Receipts	2019-20 Estimated Receipts
Budgetary, Library, and Recreation and Parks Departments			
Legal Prosecution	\$ 1,362,000	\$ 5,225,994	\$ 3,882,146
Crime Control	\$ 75,698,534	\$ 132,954,608	\$ 64,310,945
Local Emergency Planning Response	\$ 3,313,716	\$ 14,767,946	\$ 10,720,614
Wastewater Collection, Treatment & Disposal	\$ 46,398	\$ 72,328	\$ 70,778
Environmental Quality	\$ 5,534,169	\$ 7,893,484	\$ 5,704,667
Street & Highway Transportation	\$ 40,958,330	\$ 24,680,769	\$ 19,131,812
Mass Transit	\$ 7,176,590	\$ 9,728,964	\$ 78,050,554
Arts & Cultural Opportunities	\$ 608,647	\$ 356,069	\$ 285,000
Educational Opportunities	\$ 217,396	\$ 206,532	\$ 206,532
Capital	\$ 7,552,256	\$ 43,109,819	\$ 58,716,025
Economic Opportunities & Development	\$ 84,145,543	\$ 93,162,429	\$ 78,136,333
Employment Opportunities	\$ 60,728,519	\$ 51,286,437	\$ 45,529,769
Human Services	\$ 52,496,715	\$ 142,849,611	\$ 59,418,009
Administrative	\$ 11,164,722	\$ 15,481,220	\$ 14,925,963
Subtotal	\$ 351,003,535	\$ 541,776,210	\$ 439,089,147
Proprietary Departments			
Crime Control	\$ 5,432,692	\$ 4,487,530	\$ 4,433,334
Local Emergency Planning Response	\$ 240,000	\$ 6,216,977	\$ 174,208
Environmental Quality	\$ 7,732,839	\$ 53,530,673	\$ 38,205,996
Street & Highway Transportation	\$ 6,275,572	\$ 7,464,507	\$ 9,438,121
Capital	\$ 61,042,276	\$ 27,488,000	\$ 45,000,000
Economic Opportunities & Development	\$ 622,051	\$ 575,000	\$ 3,025,000
Subtotal	\$ 81,345,430	\$ 99,762,687	\$ 100,276,659
Total City of Los Angeles	\$ 432,348,965	\$ 641,538,897	\$ 539,365,806

HOMELESS BUDGET

The Homeless Budget describes funding included in the Budget for the provision of housing and services to homeless individuals and families in the City. Items included as part of the Homeless Budget are funded within the individual budgets for the Los Angeles Homeless Services Authority (LAHSA), City departments, the General City Purposes (GCP) budget, and the Unappropriated Balance (UB).

Proposition HHH (Prop HHH), approved by voters in November 2016, authorizes the City to issue up to \$1.2 billion in general obligation (GO) bonds to finance the development of permanent supportive housing (PSH), affordable housing, and facilities. PSH units house chronically homeless and homeless households. PSH is housing combined with services, which may include mental and health services, drug and alcohol treatment, education, and job training. GO bond proceeds may also fund facilities that provide services to the homeless, such as service centers, health centers, shelters, storage, and shower facilities. Bond proceeds may only be used for “bricks and mortar (capital),” not operations or services. The 2019-20 Special Fund amount includes the total amount of Prop HHH funding proposed for PSH projects in the 2019-20 Prop HHH Project Expenditure Plan (PEP). Only housing projects which will start construction in 2019-20 are included in the PEP. Prop HHH issuance amounts require Council and Mayor approval.

In addition to General Fund and Special Fund allocations included within the Proposed Budget, the State of California awarded the City of Los Angeles a grant of \$85,013,607 in October 2018 under its Homeless Emergency Aid Program (HEAP), which was established by statute to provide localities with one-time flexible block grant funds to address their immediate homelessness challenges. These funds will be used to support A Bridge Home construction and operations, additional temporary housing beds, outreach teams, hygiene facilities, and other services throughout the City. 100 percent of HEAP funds received must be expended by June 30, 2021.

SOURCE OF FUNDS

General Fund	\$ 104,395,876
Departmental Special Funds	4,593,220
Homeless Emergency Aid Program Grant	36,000,000
Proposition HHH Project Expenditures	<u>281,340,750</u>
Total	<u>\$ 426,329,846</u>

APPROPRIATIONS

LOS ANGELES HOMELESS SERVICES AUTHORITY (LAHSA)

LAHSA Administration and Operations	\$3,224,664
Annual Homeless Point-in-Time Count	750,000
C3 Partnership - Skid Row	325,000
Centralized Training Academy	25,000
Continuum of Care (CoC) Coordinated Assessment Match	59,883
Continuum of Care (CoC) Planning Program Grant Match	156,250
Coordinated Entry System (CES) Crisis and Bridge Housing for Families, Singles, and Youth, and Rapid Rehousing for Families	10,726,609
Coordinated Entry System (CES) Navigation Centers	1,600,000
Coordinated Entry System (CES) Regional Coordination	700,000
Homeless Engagement Teams (HETs)	5,451,376
Homeless Engagement Teams (HETs) - Homeless Outreach and Proactive Engagement (HOPE) Teams	2,530,996
Homeless Engagement Teams (HETs) – Unified Homelessness Response Center (UHRC) Dedicated Manager	132,744
Homeless Management Information System (HMIS) Cash Match	405,888

APPROPRIATIONS (CONT.)

Operation Healthy Streets (OHS)	5,254,102
Public Right-of-Way Storage Program	754,000
Safe Parking	1,618,073
Shelter Program	<u>1,756,722</u>
Subtotal LAHSA	<u>\$35,471,307</u>

CITY DEPARTMENTS

Aging	
Older Workers Employment Program	\$ 608,631
Animal Services	
Homeless Services Support / Pet Resource Centers	58,897
City Administrative Officer	
Citywide Homeless Initiative	93,190
Citywide Homeless Coordinator	220,554
Proposition HHH Facilities Bond Program	93,190
City Attorney	
Proposition HHH – Legal Support	137,119
Proposition HHH – Additional Legal Support	158,228
City Planning	
Housing Unit	559,982
Disability	
Syringe Exchange	30,000
Unified Homeless Response Center Staff Enhancement	44,805
HIV and Homelessness Pilot Program	200,000
Economic and Workforce Development	
LA RISE	3,000,000
Fire	
Advanced Provider Response Unit (APRU)	226,073
Fast Response Vehicle	702,888
SOBER Unit	57,597
General Services	
Comprehensive Homeless Strategy	100,000
Custodial Services for the Los Angeles City Mall	300,000
Hepatitis A Prevention and Custodial Service Increases	413,453
Sale of City-Owned Property	122,120
Housing and Community Investment	
Domestic Violence Shelter Operations Support	1,750,629
Human Trafficking Shelter Pilot Program	800,000
Oversight and Reporting of LAHSA's Homeless Services	422,140
Proposition HHH	1,711,265
Mayor	
Homelessness Policy and Implementation Support	860,000
Police	
A Bridge Home Sites	3,462,156
Homeless Coordinator Resources	79,248
Proactive Engagement Staff / Support for Public Right-of-Way Clean Up	4,706,400
Resource Enhancement Services and Enforcement Team	248,748
Unified Homeless Response Center	418,905
Public Works, Bureau of Engineering	
Continuation of A Bridge Home Program	1,000,000
Public Works, Bureau of Sanitation	
Homeless Outreach Proactive Engagement (HOPE) Teams	5,985,704
Clean Streets Los Angeles Program	14,247,151
Clean Streets Related Costs	1,617,762
Clean Streets Safety and Training Program	61,062

APPROPRIATIONS (CONT.)

Operation Healthy Streets	2,188,057
Recreation and Parks Department	
24-Hour Public Restroom Access (Venice)	222,164
Bulky Item Illegal Dumping Crew	508,562
Gladys Park Maintenance Program	158,000
Homeless Encampment Cleanup	713,849
Park Restroom Enhancement Program	2,444,278
Transportation	
Community Assistance Parking Program	\$ 49,382
Subtotal City Departments	<u>\$ 50,782,189</u>

NON-DEPARTMENTAL APPROPRIATIONS

Additional Homeless Services	\$ 9,000,000
Clinica Romero	100,000
Midnight Stroll Transgender Cafe	100,000
Mobile Laundry Truck	67,600
Proposition HHH Project Expenditures	281,340,750
Homeless Emergency Aid Program	36,000,000
Unappropriated Balance – Police Department Sworn Overtime – Homelessness Initiatives	5,000,000
Unappropriated Balance – Clean Streets LA/Homeless Outreach Proactive Engagement Team Expansion	6,468,000
Unappropriated Balance – Homelessness Services	<u>2,000,000</u>
Subtotal Non-Departmental	<u>\$ 340,076,350</u>
Total LAHSA, City Departments, and Non-Departmental Appropriations	<u>\$ 426,329,846</u>

LOS ANGELES CITY EMPLOYEES' RETIREMENT SYSTEM (LACERS)

The LACERS Board of Administration is vested with the exclusive management and control of the City Employees' Retirement Fund investments and the administration of the provisions of the City Charter and Administrative Code relative to the retirement, disability, and death benefits provided for City civilian employees, with the exception of Department of Water and Power employees.

RECEIPTS

City Contributions	\$ 676,779,336
Member Contributions	258,361,000
Family Death Benefit Plan Member Premiums	104,000
Earnings on Investments	415,158,054
Total Receipts	<u>\$ 1,350,402,390</u>

EXPENDITURES

Retirement Allowances	\$ 964,600,000
Family Death Benefit Plan Allowances	1,156,000
Retired Medical and Dental Subsidy	134,136,000
Retired Medicare Part B Reimbursements	14,100,000
Refund of Member & Deceased Retired Accumulated Contributions	12,787,000
Administrative Expense	28,045,067
Investment Management Expense	87,121,829
Total Expenditures	<u>\$ 1,241,945,896</u>
Increase in Fund Balance	108,456,494
Total Expenditures and Increase in Fund Balance	<u>\$ 1,350,402,390</u>

No. of ACTIVE MEMBERS	26,042
No. of RETIRED MEMBERS (includes beneficiaries)	19,379

LOS ANGELES FIRE AND POLICE PENSIONS SYSTEM (LAFPP)

The Board of Fire and Police Pension Commissioners has the sole and exclusive responsibility for the administration of the LAFPP and investment of monies in the funds of the LAFPP, and administers the provisions of the Charter relative to service, disability, and survivor pensions for members of the Fire and Police Departments and certain Harbor Port Police and Airport Peace Officers.

RECEIPTS

City Contributions	\$ 710,336,645
Member Contributions	155,938,944
Earnings on Investments	468,900,000
Miscellaneous	1,500,000
Total Receipts	<u>\$ 1,336,675,589</u>

EXPENDITURES

Service Pensions	\$ 710,000,000
Service Pensions DROP payout	162,192,000
Disability Pensions	113,000,000
Surviving Spouses' and Minors'/Dependents' Pensions	135,900,000
Refund of Contributions	4,500,000
Health and Dental Insurance Subsidy	131,650,000
Medicare and Health Insurance Reimbursement	16,800,000
Investment Management Expense	106,908,329
Administrative Expense	22,498,810
Total Expenditures	<u>\$ 1,403,449,139</u>
Increase in Fund Balance	<u>\$ (66,773,550)</u>
Total Expenditures and Increase in Fund Balance	<u>\$ 1,336,675,589</u>
No. of ACTIVE MEMBERS	13,442
No. of RETIRED MEMBERS (includes beneficiaries)	12,980

DEPARTMENT OF AIRPORTS

The Department of Airports, under the Board of Airport Commissioners, is responsible for the management, supervision, and control of all airports and airport facilities under the jurisdiction of the City of Los Angeles. It plans, constructs, and maintains its own buildings, and controls its own funds in accordance with the Los Angeles City Charter.

RECEIPTS

Balance Available.....	\$ 3,983,458,000
Operating Revenue.....	1,628,594,000
Other Receipts.....	<u>2,648,859,000</u>
Total Receipts	<u>\$ 8,260,911,000</u>

APPROPRIATIONS

Maintenance and Operations Expense.....	\$ 935,614,000
Non-Operating Expense	1,624,831,000
Bond Redemption and Interest.....	2,170,408,000
Airport Reserves	<u>3,530,058,000</u>
Total Appropriations	<u>\$ 8,260,911,000</u>

HARBOR DEPARTMENT

The Harbor Department, under the Board of Harbor Commissioners, is responsible for the management, supervision, and control of the Harbor District, and operates the Port of Los Angeles. It constructs and maintains its own facilities and controls its own funds which must be used in connection with maritime commerce, navigation, fisheries and marine recreation in accordance with the City Charter and the State of California Tidelands Public Trust Doctrine.

RECEIPTS

Restricted Funds.....	\$ 86,500,208
Unrestricted Funds Available.....	752,760,896
Operating and Non-Operating Receipts.....	555,324,862
Proceeds from Debt Issuance.....	204,624,101
Grant Receipts (Capital).....	<u>9,711,918</u>
Total Receipts.....	<u>\$ 1,608,921,985</u>

APPROPRIATIONS

Operating Budget.....	\$ 360,448,760
Capital Budget.....	173,118,451
Debt Repayments.....	267,110,000
Accrual Adjustments.....	(23,937,461)
Restricted Cash	72,631,824
Unappropriated Balance.....	<u>759,550,411</u>
Total Appropriations.....	<u>\$ 1,608,921,985</u>

DEPARTMENT OF WATER AND POWER

The Department of Water and Power, under the City Charter, is responsible for supplying the City and its inhabitants with water and electric energy by constructing, operating, and maintaining for that purpose works extending throughout the City and to Inyo and Mono Counties to import water and electric energy and to other western states to import electric energy; fixes rates for water and electric service subject to approval of the Council by ordinance; controls its own funds; and maintains a retirement, disability, and death benefit insurance plan.

	Water Revenue Fund	Power Revenue Fund	Retirement Fund, Disability Fund, Death Benefit Fund, and Retiree Health Benefits Plan
RECEIPTS			
Adjusted Balance, July 1	\$ 587,000,000	\$ 676,410,000	\$ -
Sales of Water or Electricity	1,429,016,000	4,361,922,000	-
Revenue Bonds	143,448,000	782,863,000	-
Intradepartmental Receipts	397,955,100	378,705,100	-
Other	236,638,056	351,214,400	1,841,061,980
Total Receipts	<u>\$ 2,794,057,156</u>	<u>\$ 6,551,114,500</u>	<u>\$ 1,841,061,980</u>
APPROPRIATIONS			
Salaries	\$ 480,155,700	\$ 1,094,857,700	\$ -
Materials, Supplies, Equipment	207,589,700	303,896,800	-
Bond Redemption and Interest	352,784,000	635,312,000	-
Intradepartmental Expenses	378,654,200	397,905,100	-
Purchased Water / Fuel and Energy	175,638,000	1,572,095,000	-
Other	757,798,177	1,866,425,449	1,841,061,980
Subtotal	<u>\$ 2,352,619,777</u>	<u>\$ 5,870,492,049</u>	<u>\$ 1,841,061,980</u>
Less:			
Adjustments	\$ (42,437,379)	\$ 221,377,549	\$ -
Unappropriated Balance	399,000,000	902,000,000	-
Total Appropriations	<u>\$ 2,794,057,156</u>	<u>\$ 6,551,114,500</u>	<u>\$ 1,841,061,980</u>

