



Photo: Tom LaBonge



Photo: Tom LaBonge



**City of Los Angeles
2016-17 Budget Overview
City Administrative Officer – July 30, 2016**



2016-17 Budget At a Glance

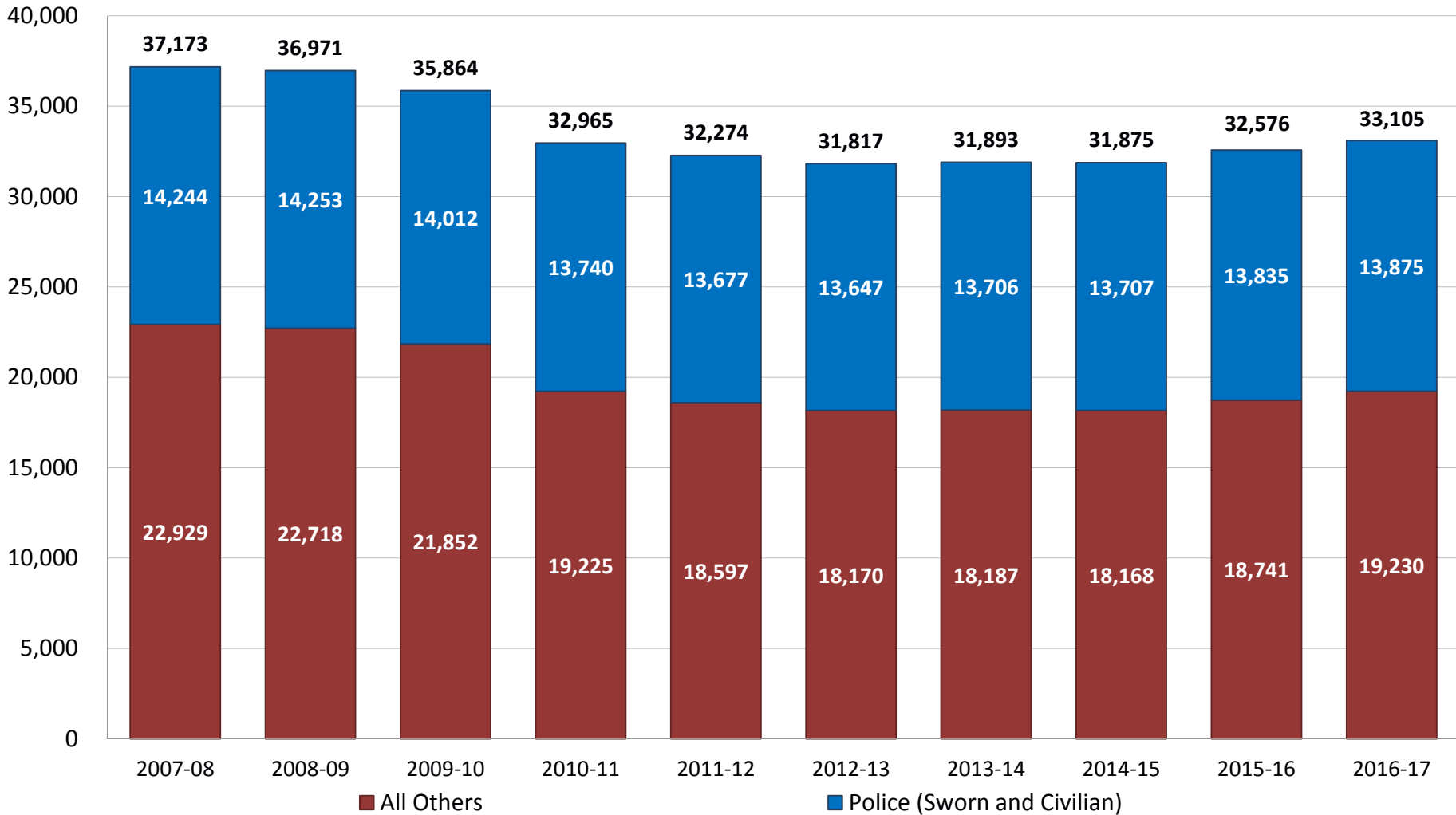
TOTAL 2016-17 CITY GOVERNMENT

	Appropriations (\$ Millions)	Authorized Positions
<u>I. Proprietary Departments</u>		
Airports	\$ 5,326.2	3,889
Harbor	\$ 1,169.0	999
Water and Power	\$ 8,287.8	10,015
	<i>Total \$</i> 14,783.0	14,903
<u>II. General City Budget</u>		
General Fund	\$ 5,576.4	22,866
Special Funds	\$ 3,200.6	10,239
	<i>Total \$</i> 8,777.0	33,105
<u>III. Grants and other Non-Budgeted Funds</u>		
	<i>Total \$</i> 1,511.4	-
	<i>Grand Total \$</i> 25,071.4	48,008



2016-17 Budget Staffing

AUTHORIZED CITY STAFFING (Not Including Proprietary Departments)

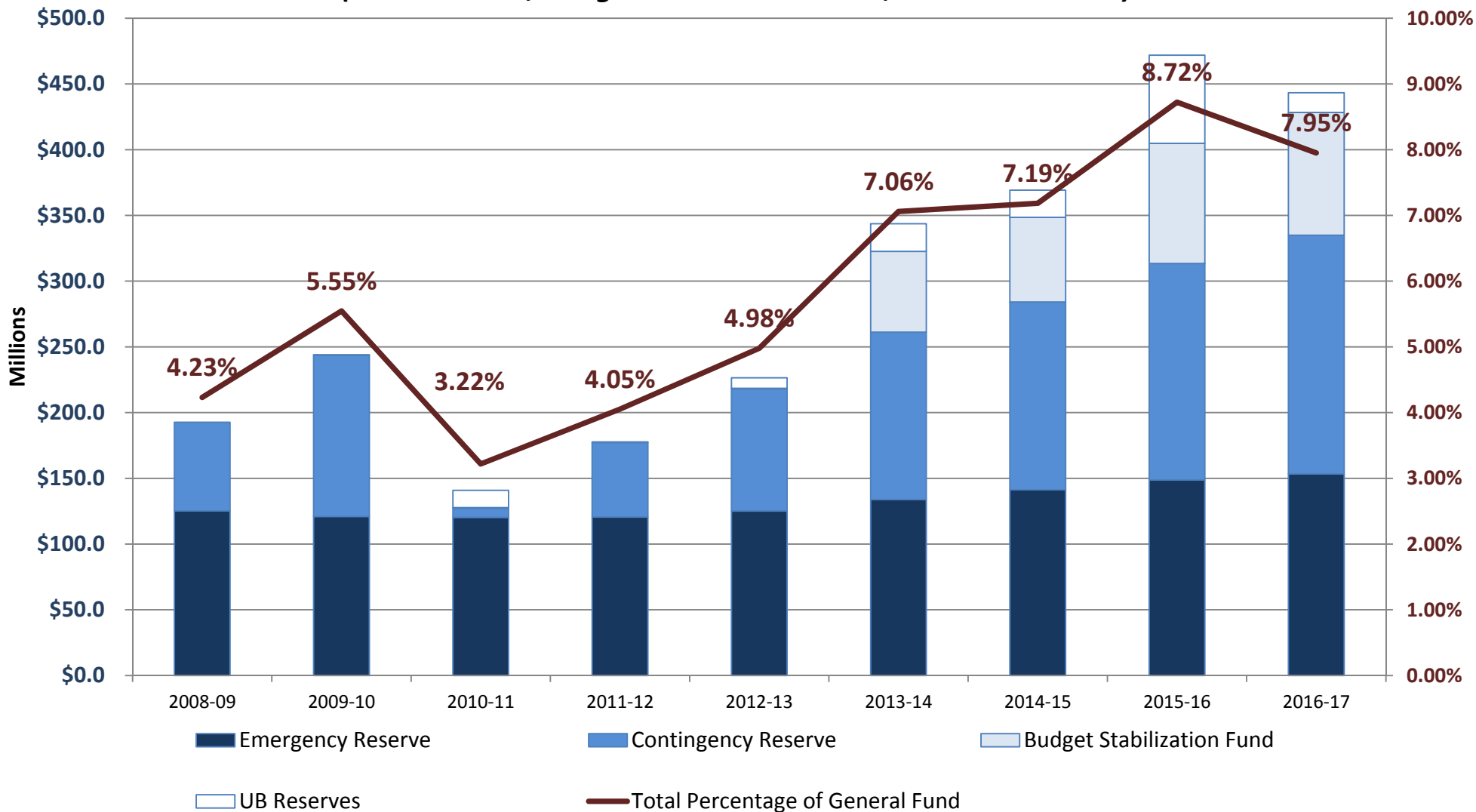




2016-17 Budget Financial Policy Compliance

ADOPTED BUDGET RESERVES

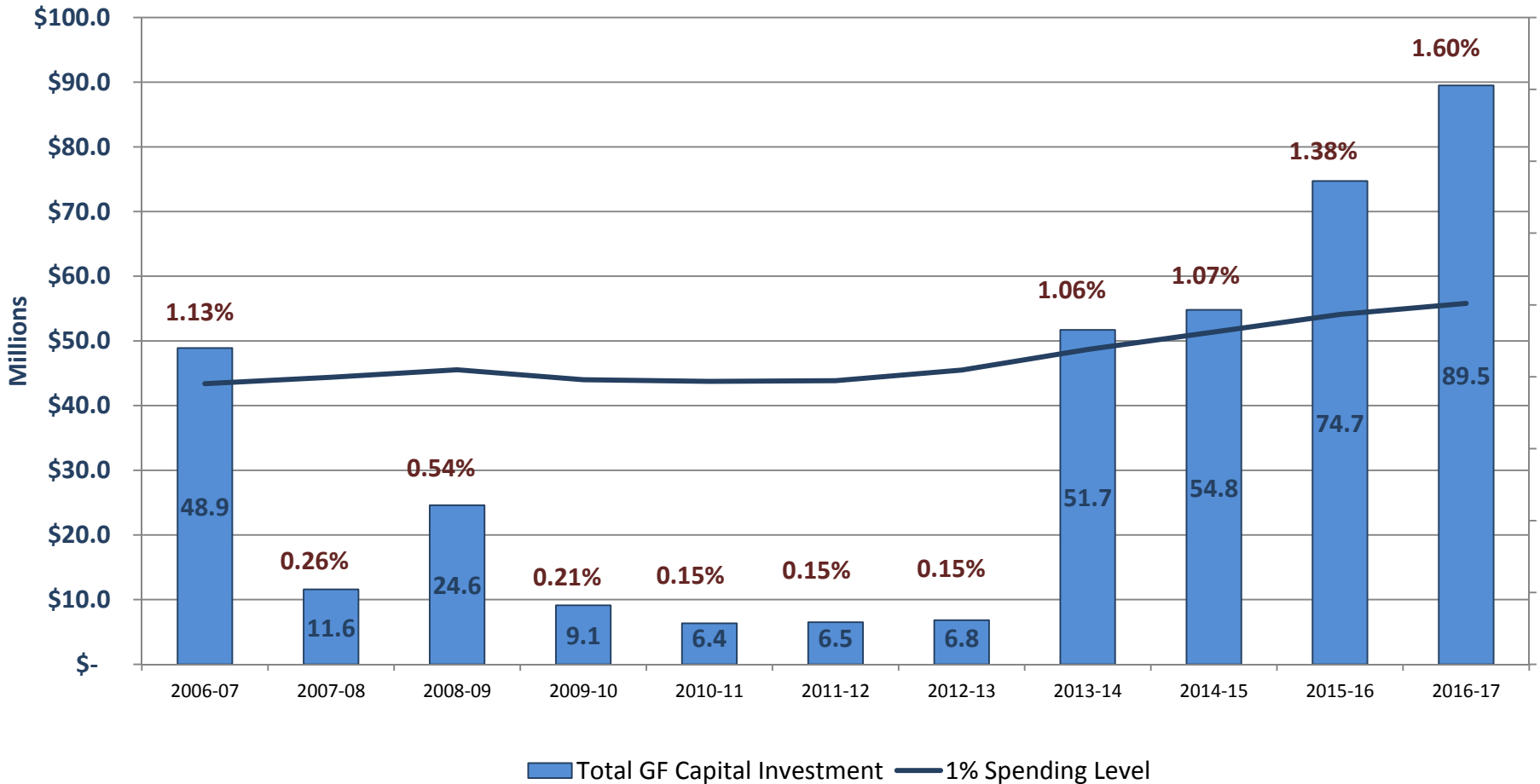
(Reserve Fund, Budget Stabilization Fund, and UB Reserves)





2016-17 Budget Financial Policy Compliance

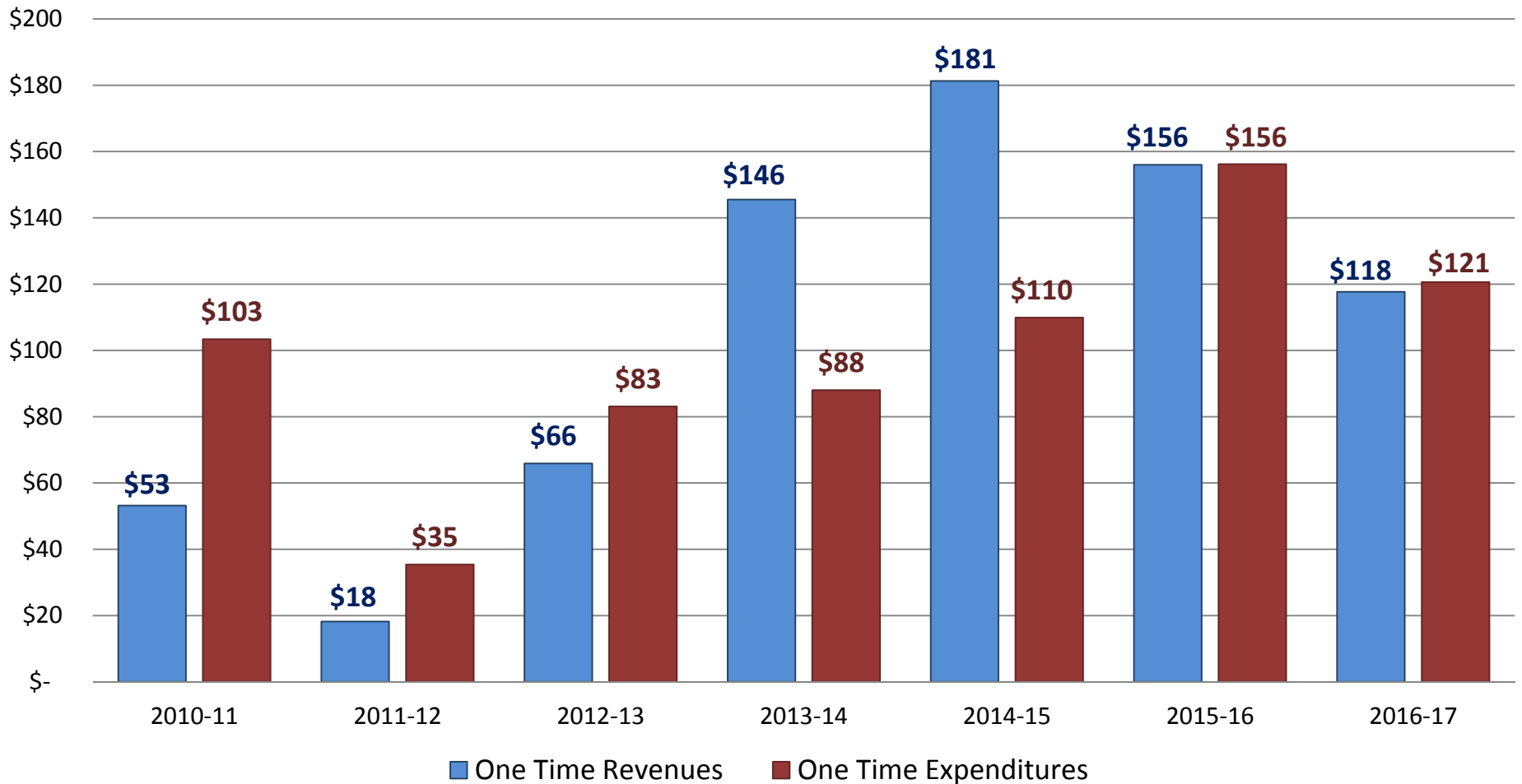
CAPITAL INVESTMENT AS PERCENTAGE OF GENERAL FUND REVENUE





2016-17 Budget Financial Policy Compliance

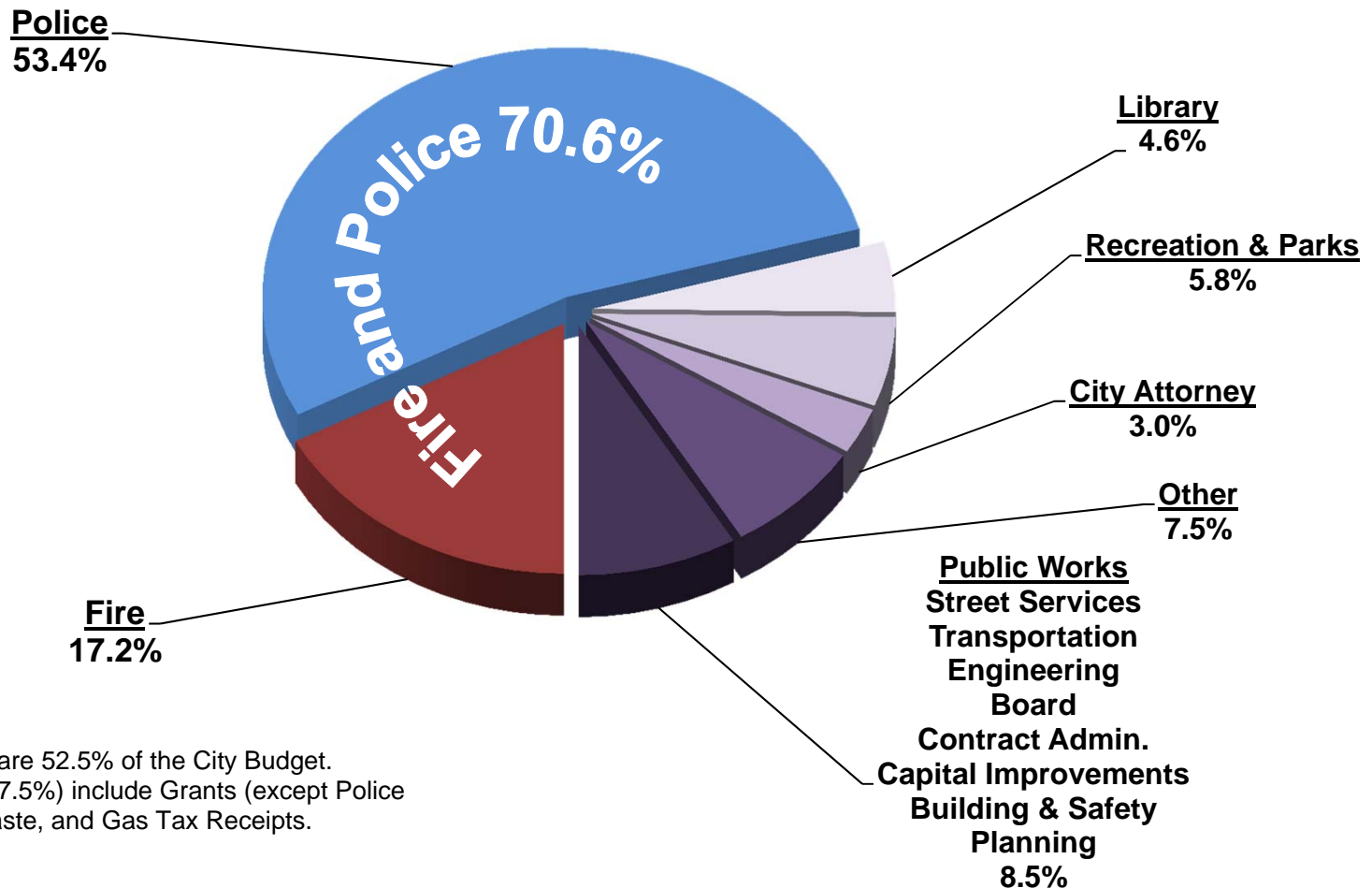
ONE-TIME REVENUES VS. ONE-TIME EXPENDITURES POLICY (Proposed Budgets)





2016-17 Budget Expenditure Summary

2016-17 BUDGET UNRESTRICTED REVENUES (*\$4.6 Billion*)

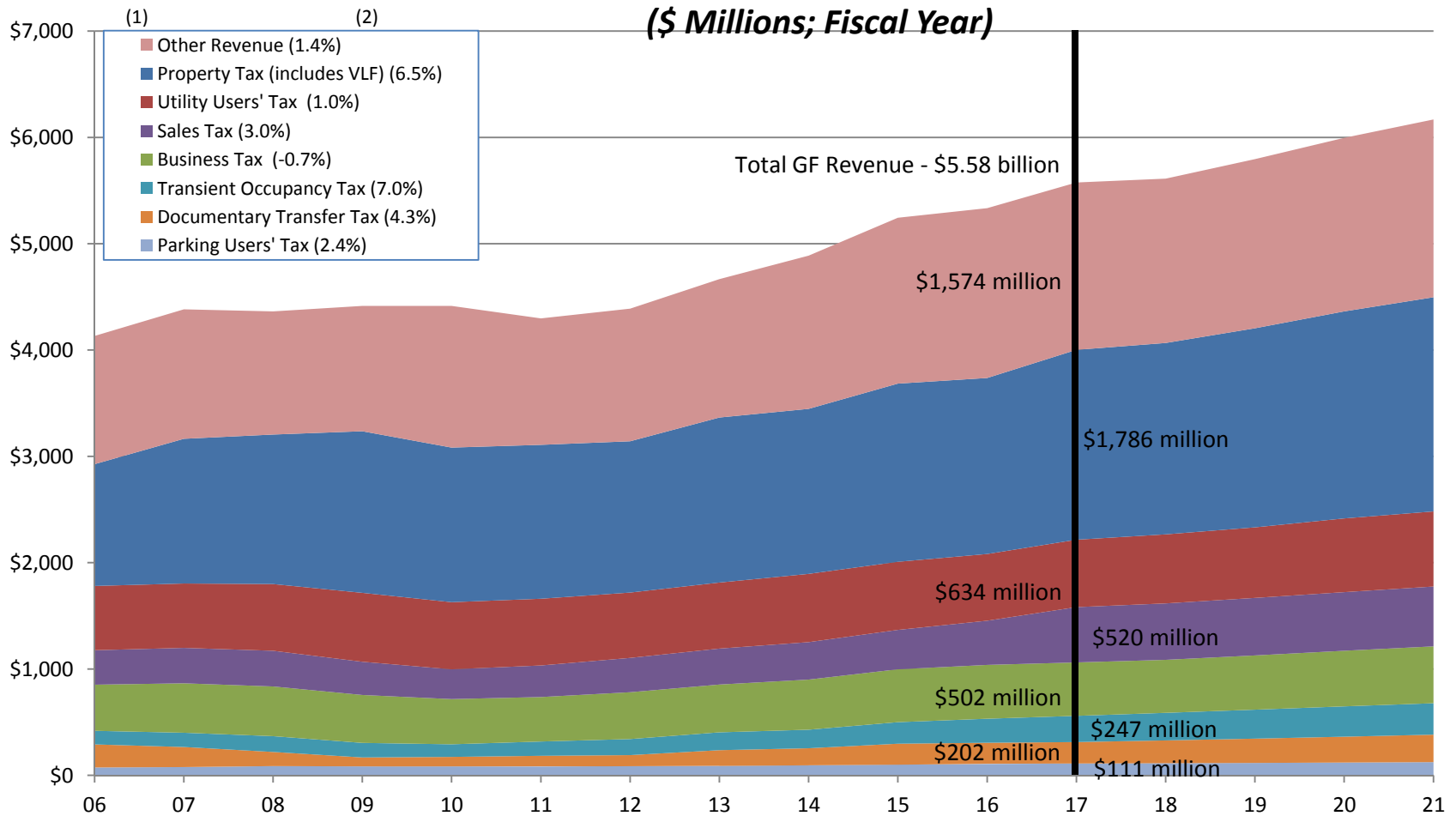


Unrestricted Revenues are 52.5% of the City Budget.
Restricted Revenues (47.5%) include Grants (except Police Dept.), Sewer, Solid Waste, and Gas Tax Receipts.



2016-17 Budget Revenue Summary

CITY GENERAL FUND TAX REVENUE



(1) Percentages are FY 2016-17 budget change from FY 2015-16

(2) FY 2016-17 "Other Revenues" include licenses, permits, fees, and fines, power revenue transfer, parking fines, Reserve Fund transfer, ex-CRA tax increment, franchise income, Special Parking Revenue Fund transfer, interest, grants, tobacco settlement, Telecommunications Development Account transfer, and residential development tax

- Revenues continue to show steady growth, driven by Property Tax and Transient Occupancy Tax



2016-17 Budget Core Services Funded

- Police Overtime Budget at \$90 million
- Four firefighter hiring classes at \$17.3 million
- 2,400 lane miles for street resurfacing
- \$31 million for sidewalks
- Expansion of the Clean Streets Program by one additional team (Total of \$8.8 million)
- Increase funding for graffiti abatement (by \$750K to \$8.75 million)
- Maintain funding for tree trimming (\$7.5 million)
- \$4.5 million for job programs for former gang members, pursuant to settlement
- 529 regular positions added
- Homelessness commitment of \$139 million



2016-17 Budget

Core Services – Homeless Strategy

HOMELESS STRATEGY BUDGET

FUNDING SOURCES	AMOUNT (MILLIONS)
General Fund	\$65.5
Departmental Special Funds	\$6.4
Affordable Housing Linkage Fee	\$20.0
City Properties	\$47.0
2016-17 Proposed Budget	\$138.9

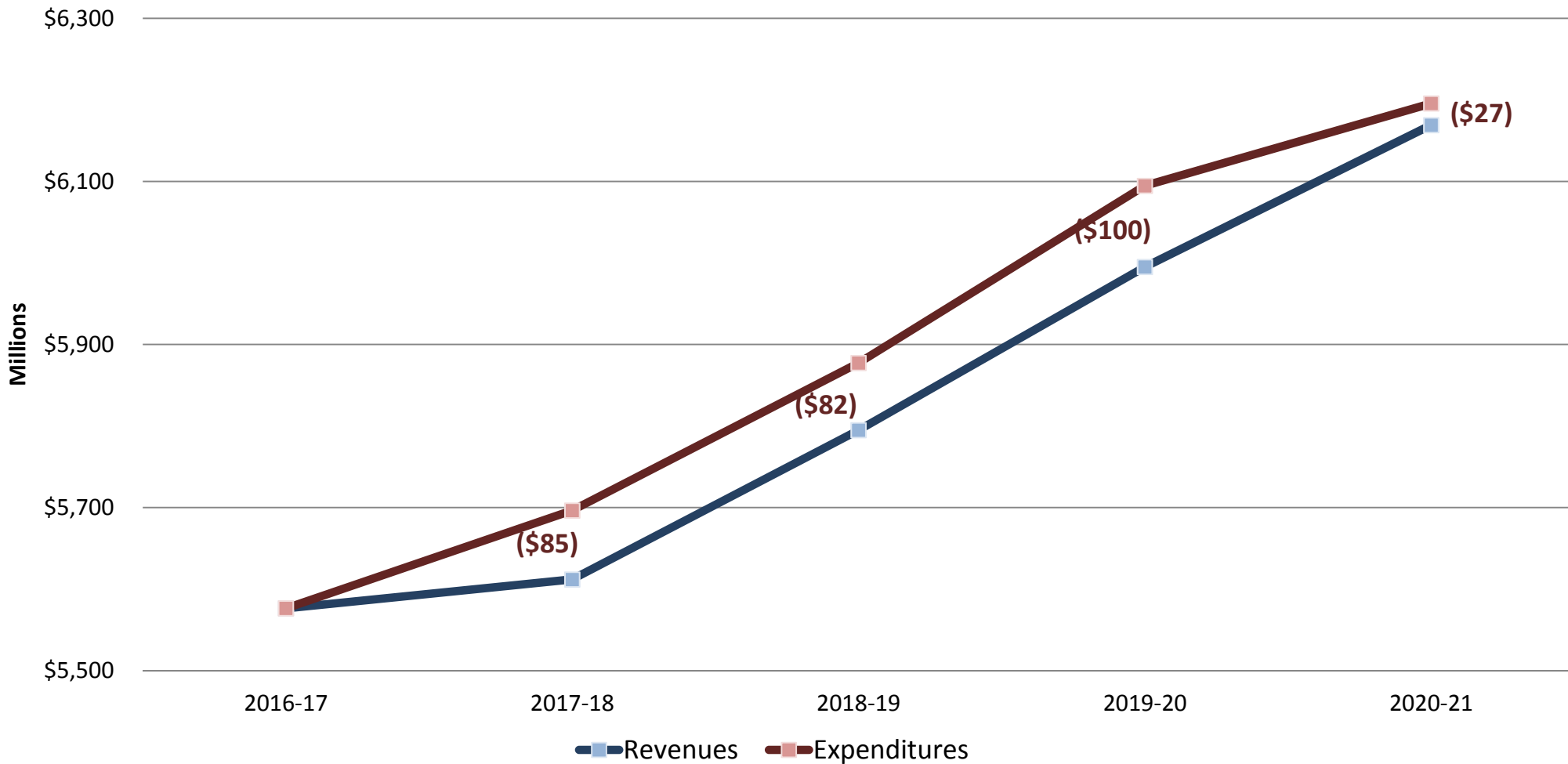
FUNDING CATEGORIES	AMOUNT (MILLIONS)
Capital	\$67.0
Alternate Housing	\$35.1
Services	\$25.3
Administrative Implementation	\$11.5
Total 2016-17 Proposed Budget	\$138.9



2017-18 Budget Challenges

The Structural Deficit

FOUR-YEAR BUDGET OUTLOOK (Adopted 2016-17 Budget)



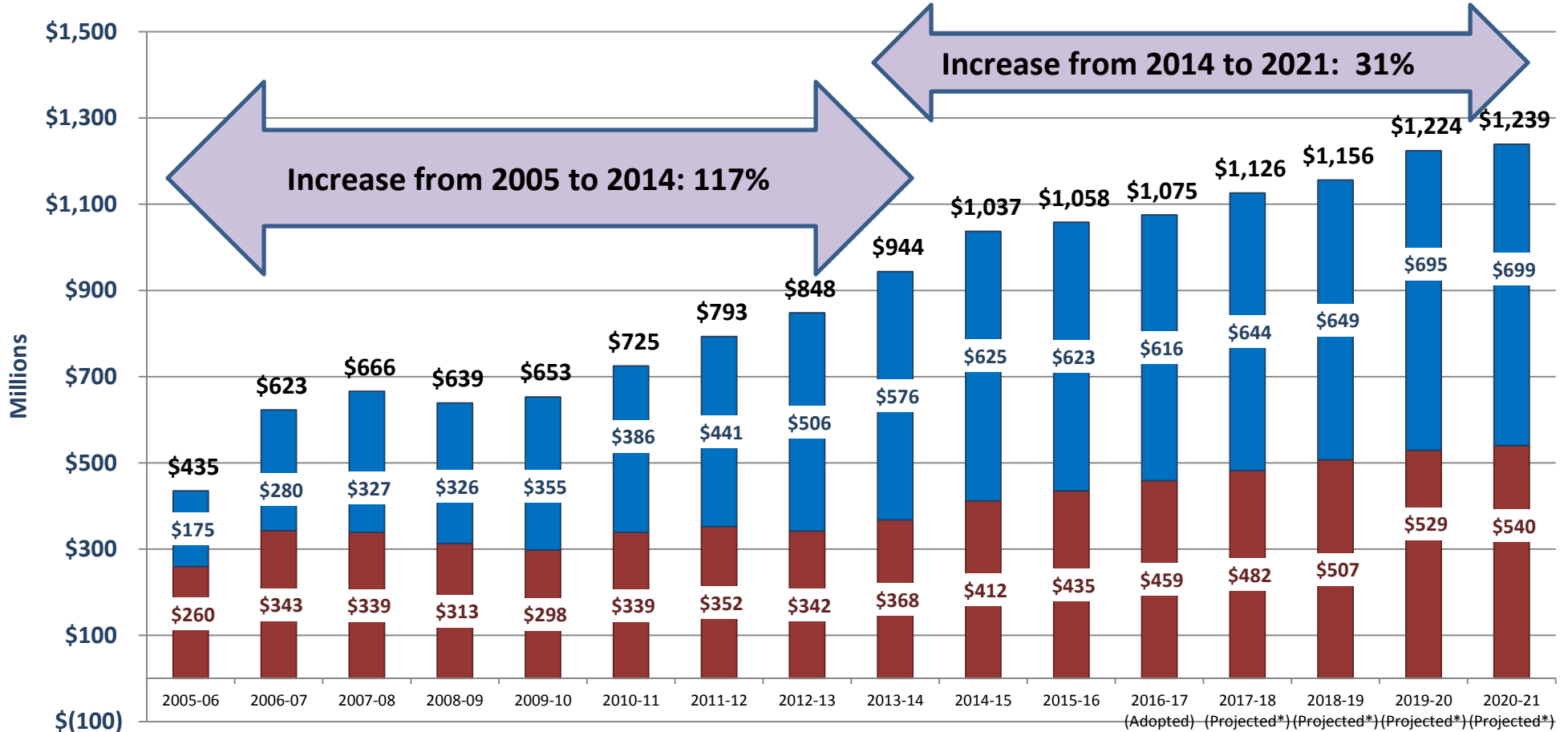


2017-18 Budget Challenges

The Structural Deficit

CITY CONTRIBUTIONS TO LACERS AND LAFPP

(Actual Amounts 2005-16; Proposed 2016-17; Projected 2017-21*)



* Projections are based on a study commissioned by the CAO.

■ LACERS ■ LAFPP



2017-18 Budget Challenges

- Budget Pressures
 - Need for dedicated homelessness funding stream
 - Infrastructure needs
 - Service restoration goals
 - Ongoing litigation



2017-18 Budget Process Overview

Summer 2016

July 1: Fiscal Year Begins
Community Budget Input Process Begins
Mayor Releases Budget Policy Letter
Departments Begin Developing Budget Requests

Fall 2016

Departments Complete and Submit Budget Requests to Mayor
Review of Departmental Requests Begins

Winter 2017

Review of Departmental Requests Continues
Budget Decisions Begin to be Made

Spring 2017

Mayor Makes Final Budget Decisions
April 20: Proposed Budget Submitted to City Council
Council Considers the Proposed Budget
June 1: Last Date for the Council to Act on the Budget
Within 5 Days of Council Action: Mayor Must Act on Council's Changes



More Information Available!

Find this presentation and all budget documents at:

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