



City of Los Angeles

Revenue Options

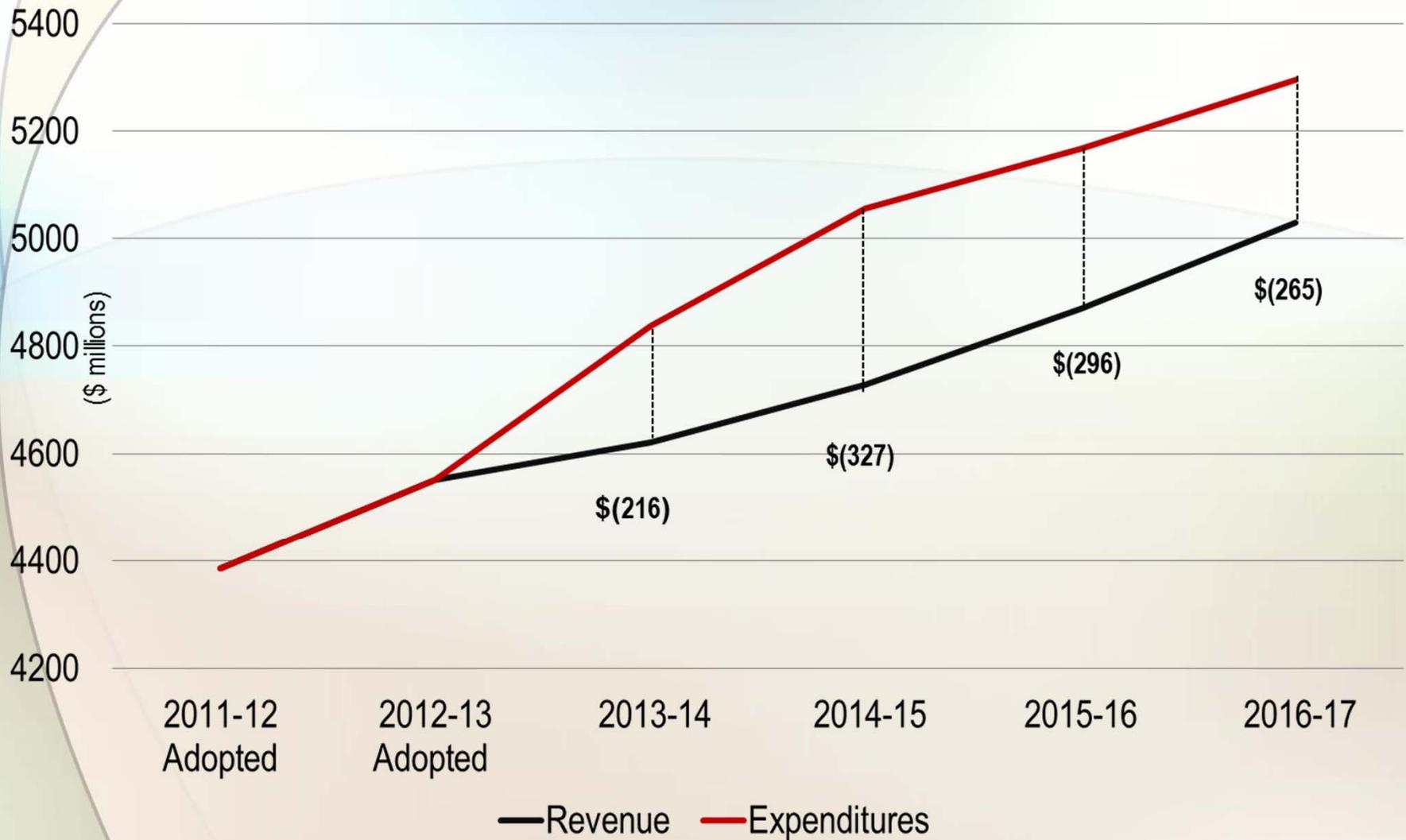
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City Administrative Officer
August 21, 2012

Executive Summary

- Achieving fiscal sustainability requires revenue and expenditure solutions.
- The City has successfully reduced and postponed budget deficits through the course of four fiscal years with both.
- New revenue options are required to address the structural deficit.
- City residents should be given the opportunity to decide to increase taxes to support the services they demand.
- The City should be prepared to make drastic cuts should revenue measures not succeed at the ballot box.



Budget Outlook: 2013-14 to 2016-17



Documentary Transfer Tax

California Cities	Rate per \$1000 of sale price
Oakland	\$15.00
Berkeley	\$15.00
San Francisco	\$5.00 - \$15.00
<i>Los Angeles (proposed)</i>	<i>\$9.00</i>
Culver City	\$4.50
Los Angeles (current)	\$4.50
Santa Monica	\$3.00
Pomona	\$2.20
Redondo	\$2.20
Most Others	\$0.55

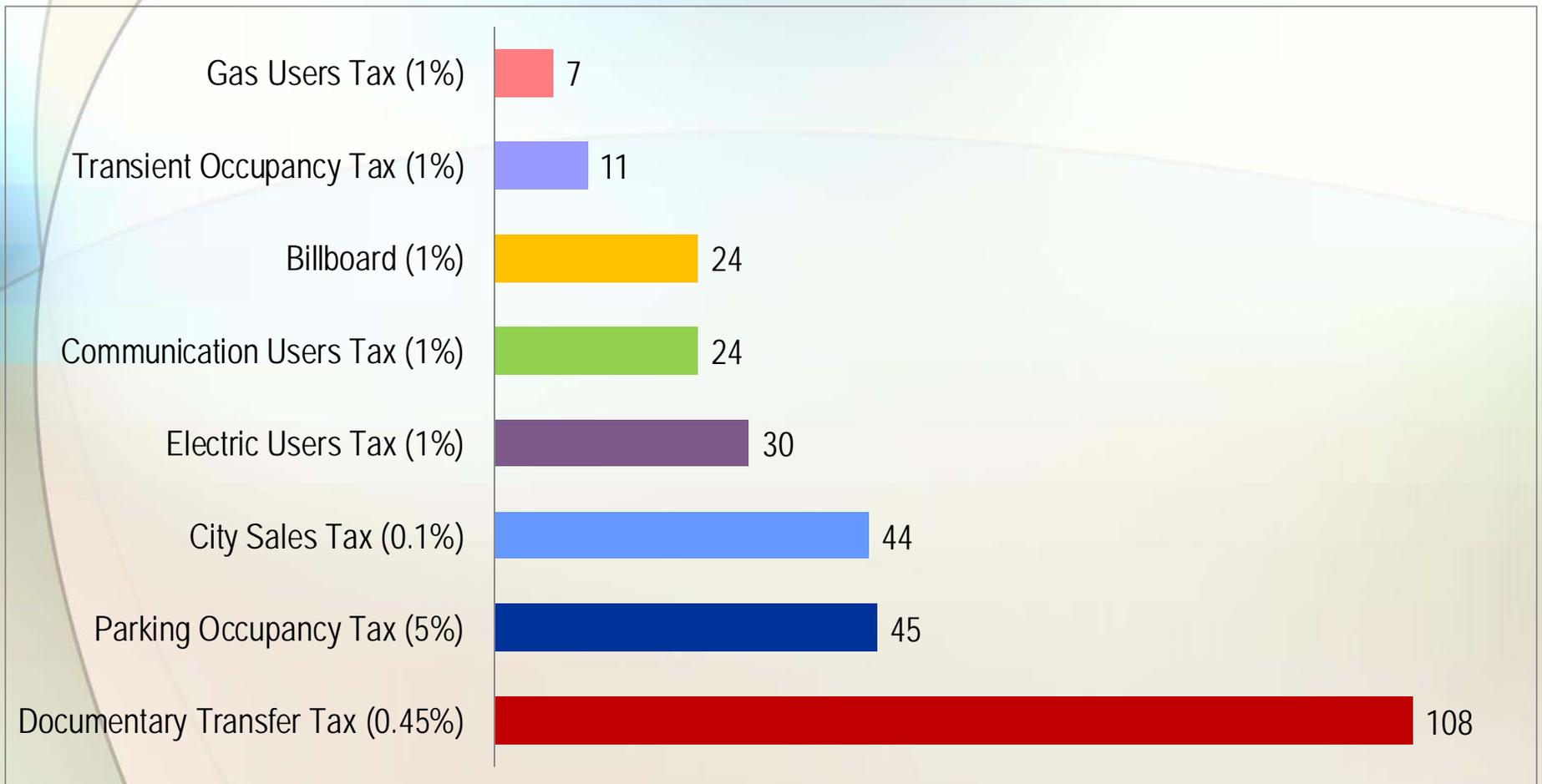


Parking Occupancy Tax

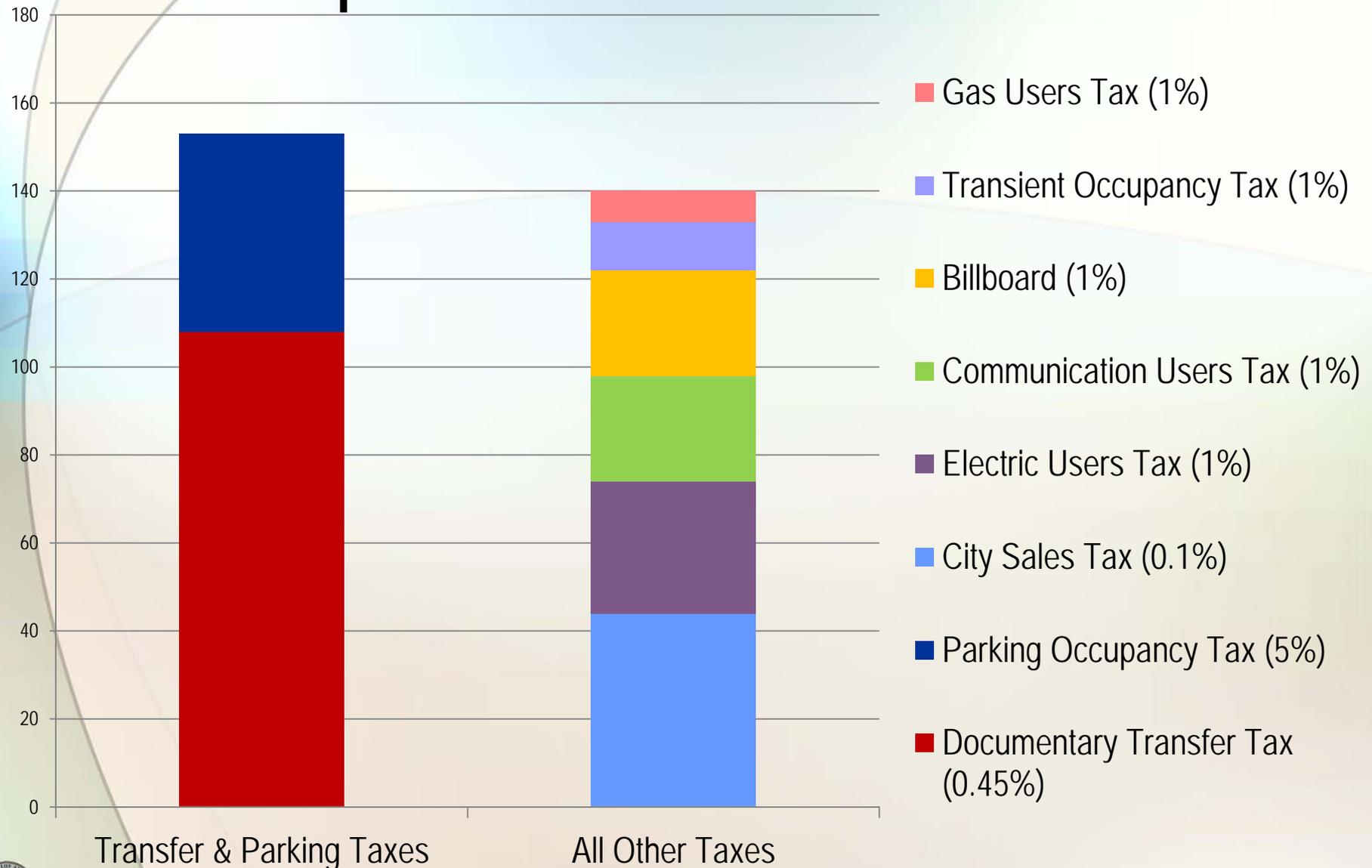
Select National Cities	
Pittsburgh	45%
San Francisco	25%
Chicago	19.75% to 50%
Philadelphia	20%
New York	10.375% to 18.375%
Miami	15%
<i>Los Angeles (proposed)</i>	<i>15%</i>
Oakland	10%
Seattle	10%
Los Angeles (current)	10%



Options for Revenue Ballot Measures

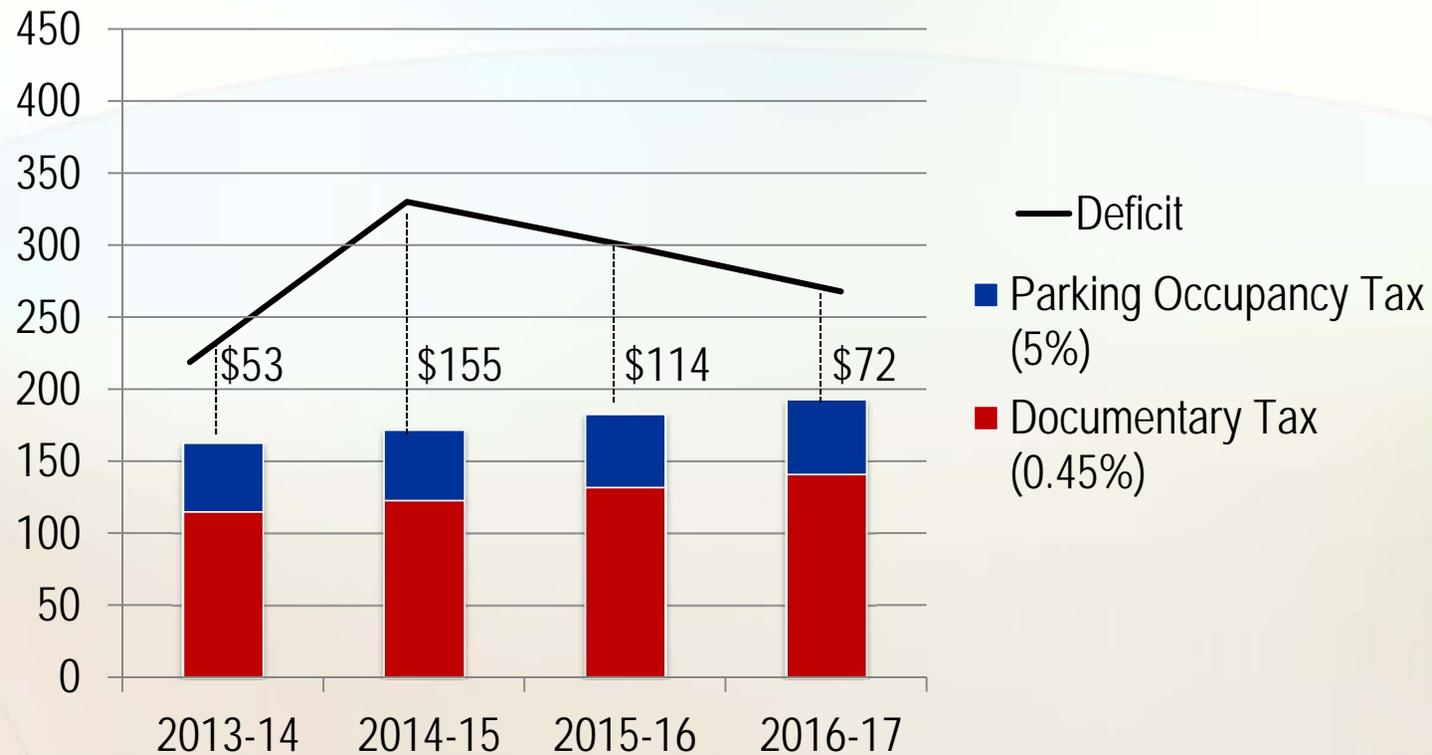


Comparison of Revenue Measures



City of Los Angeles

Impact of Revenue on Budget Deficit



Options to Reduce Expenditures

• Cut 10 percent from General Fund funding to all departments	\$240
• Eliminate negotiated Cost of Living Adjustment increases	66
• Ensure Full Cost Recovery of City support of Recreation and Parks	24
• Cease Funding of LA Homeless Services Authority	9
• Freeze Police Hiring	8
• Eliminate all Capital Improvement Expenditure Program spending	7
• Implement new Modified Coverage Plan (\$2.3 m engine / \$1.1 m ambulance)	5
• Eliminate Crossing Guards	5
• Eliminate Neighborhood Council subsidy	4
• Eliminate Zoo subsidy	2
• Close Animal Shelters	2
• Develop P3 agreement for parking structures/meters (one-time)	\$50-\$100

