

**2020-21**

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

**CITY ATTORNEY\*** – Mike Feuer

**CONTROLLER\*** – Ron Galperin

**CITY ADMINISTRATIVE OFFICER** – Richard H. Llewellyn, Jr.

**INTERIM OFFICE OF FINANCE / TREASURER** – Diana Mangioglu

**CITY CLERK** – Holly Wolcott

\*ELECTED

## FINANCIAL NARRATIVE

On April 20, 2020, the Mayor issued his Proposed Budget for 2020-21. The City Council heard the Proposed Budget, but took no formal action. Therefore, pursuant to the City Charter, on June 1, 2020 the Proposed Budget became the City’s 2020-21 Budget. Subsequent to the start of the fiscal year, the City Council and Mayor made several changes to the budget including reducing the Police Department budget and indirect costs by \$150 million and redirecting those funds to purposes including reinvestments in disadvantaged communities, reimagining public safety, and furlough relief.

The 2020-21 Budget addresses the City’s financial policies as follows:

Policy		Compliance
Reserve Fund at least 5% of General Fund revenues	✘	July 1 at 3.63% or \$243 million.
Budget Stabilization Fund	✔	0.3% in growth is under 4.3% growth threshold, permitting a \$38 million withdrawal. No transfer to Budget.
General Fund reserves goal: 10% of General Fund revenues	✘	5.87% or \$393 million: \$243 Reserve Fund; \$116 million Budget Stabilization Fund; \$34 million UB – Reserve.
Capital investment at 1% of General Fund revenues	✘	Investment of 0.53% or \$36 million.
All one-time revenues used for one-time expenditures	✔	\$60 million in one-time revenues for \$70 million in one-time expenditures.
Debt service % of general receipts	✔	<ul style="list-style-type: none"> <li>• 3.58% for non-voter approved (Policy: under 6%).</li> <li>• 5.39% for non-voter and voter approved (Policy: under 15%)</li> </ul>
Achieve structural balance	✘	Four-Year Outlook projects budget gaps through 2024-25 ranging from \$146 million to \$228 million.

The Budget makes important investments, including:

- Fully funding approved labor agreements and pension and benefit costs at actuarially determined levels.
- Continues homelessness and community clean-up funding.

In the face of the COVID-19 pandemic, the Budget also faces risks:

- Revenue projections are uncertain due to widespread economic challenges.
- General Fund expenditure reductions of \$231 million will hurt service levels and limit further reduction options if budget balancing is required.

<b>KEY DIFFERENCES BETWEEN 2020-21 AND 2019-20 ADOPTED BUDGETS</b>				
	<b>2020-21</b>	<b>2019-20</b>	<b>Difference</b>	<b>% Difference</b>
Total Budget	\$10.53 billion	\$10.71 billion	(\$0.18 billion)	(1.7%)
General Fund Budget	\$6.69 billion	\$6.57 billion	\$0.12 billion	1.8%
General Fund Estimated Revenues	\$6.69 billion	\$6.57 billion	\$0.12 billion	1.8%

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.

On April 20, 2020, the Mayor issued his Proposed Budget for 2020-21. The City Council heard the Proposed Budget, but took no formal action. Therefore, pursuant to the City Charter, on June 1, 2020 the Proposed Budget became the City's 2020-21 Budget. Subsequently, the City Council and the Mayor approved various adjustments to the Budget on July 1, 2020.

[https://clkrep.lacity.org/onlinedocs/2020/20-0600\\_rpt\\_CAO\\_07-24-2020.pdf](https://clkrep.lacity.org/onlinedocs/2020/20-0600_rpt_CAO_07-24-2020.pdf)

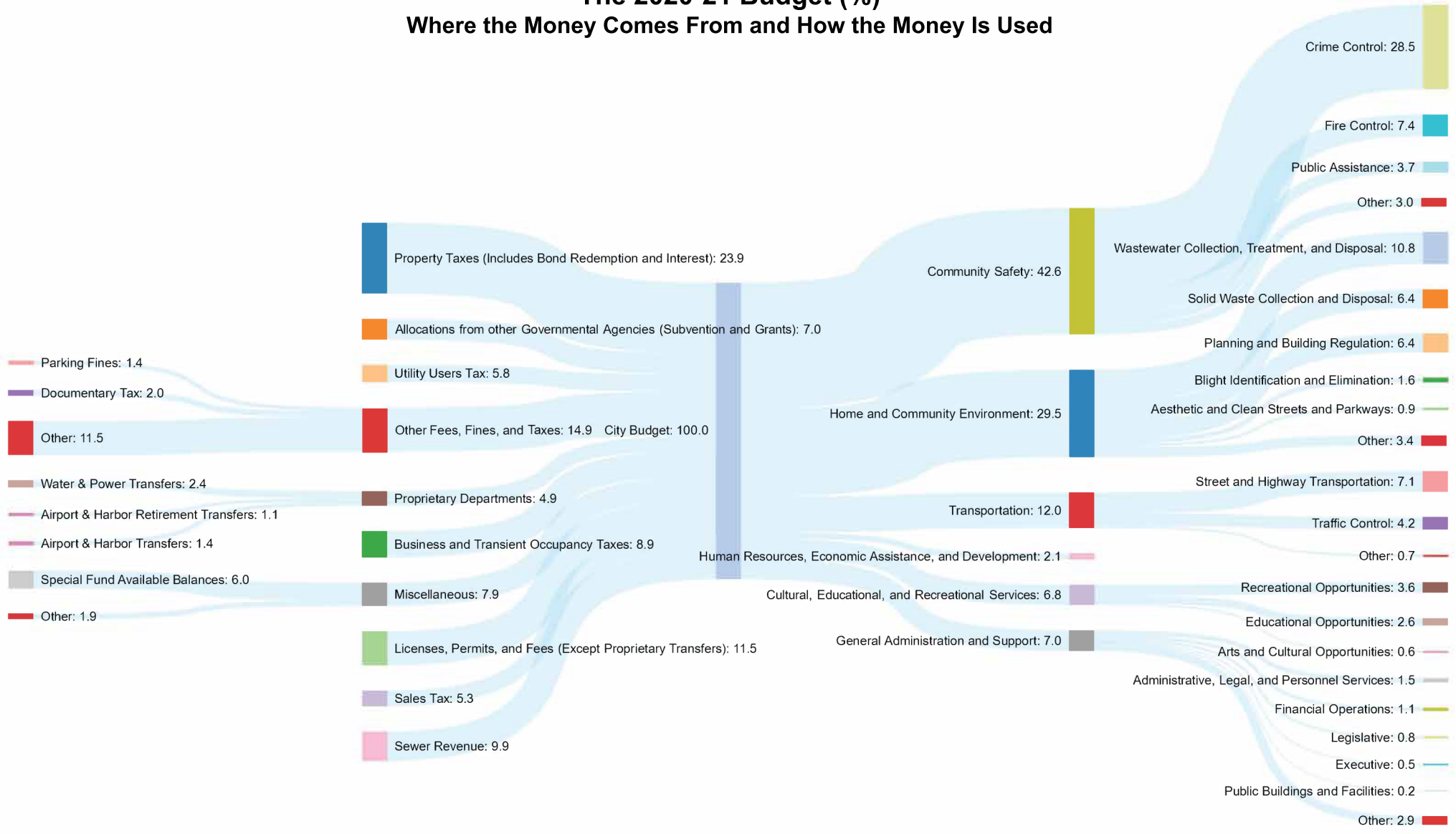
#### **Supplement to the Adopted Budget (White Book)**

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

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

# The 2020-21 Budget (%)

## Where the Money Comes From and How the Money Is Used



Revenue

5

Expenditures

## RECEIPTS SUMMARY

	Total	% of Total
<b>General Receipts:</b>		
Property Tax .....	\$ 2,297,080,000	21.8%
Property Tax - Ex-CRA Increment.....	95,900,000	0.9%
Utility Users Tax.....	614,620,000	5.8%
Licenses, Permits, Fees, and Fines .....	1,335,289,161	12.7%
Business Tax.....	686,540,000	6.6%
Sales Tax.....	557,055,000	5.3%
Documentary Transfer Tax.....	215,835,000	2.0%
Power Revenue Transfer.....	224,100,000	2.1%
Transient Occupancy Tax.....	244,860,000	2.3%
Parking Fines .....	140,477,000	1.3%
Parking Occupancy Tax.....	102,000,000	1.0%
Franchise Income.....	81,225,990	0.8%
State Motor Vehicle License Fees.....	3,197,538	0.0%
Grants Receipts.....	12,520,619	0.1%
Tobacco Settlement.....	10,615,000	0.1%
Residential Development Tax.....	3,693,000	0.1%
Special Parking Revenue Transfer.....	27,720,568	0.3%
Interest.....	34,613,000	0.3%
<b>Total General Receipts.....</b>	<b>\$ 6,687,341,876</b>	<b>63.5%</b>
<b>Special Receipts:</b>		
Property Tax - City Levy for Bond Redemption and Interest.....	\$ 128,455,723	1.2%
Sewer Construction and Maintenance Fund.....	1,040,816,486	9.9%
Proposition A Local Transit Assistance Fund.....	240,976,729	2.3%
Prop. C Anti-Gridlock Transit Improvement Fund.....	82,046,094	0.8%
Special Parking Revenue Fund.....	55,768,432	0.5%
L. A. Convention and Visitors Bureau Fund.....	18,835,385	0.2%
Solid Waste Resources Revenue Fund.....	314,833,357	3.0%
Forfeited Assets Trust Fund.....	--	0.0%
Traffic Safety Fund.....	4,100,000	0.0%
Special Gas Tax Street Improvement Fund.....	166,824,999	1.6%
Housing Department Affordable Housing Trust Fund.....	1,933,000	0.0%
Stormwater Program Funds.....	65,842,480	0.6%
Community Development Trust Fund.....	20,444,312	0.2%
HOME Investment Partnerships Program Fund.....	6,824,159	0.1%
Mobile Source Air Pollution Reduction Fund.....	5,325,000	0.0%
City Employees' Retirement Fund.....	113,251,104	1.1%
Community Services Administration Grant.....	1,333,627	0.0%
Park and Recreational Sites and Facilities Fund.....	2,470,000	0.0%
Convention Center Revenue Fund.....	29,187,723	0.3%
Local Public Safety Fund.....	44,046,000	0.4%
Neighborhood Empowerment Fund.....	2,761,537	0.0%
Street Lighting Maintenance Assessment Fund.....	75,252,214	0.7%
Telecommunications Development Account.....	18,470,000	0.2%
Older Americans Act Fund.....	2,494,371	0.0%
Workforce Innovation Opportunity Act Fund.....	16,972,269	0.2%
Rent Stabilization Trust Fund.....	23,072,000	0.2%
Arts and Cultural Facilities and Services Fund.....	22,024,406	0.2%
Arts Development Fee Trust Fund.....	3,358,779	0.0%
City Employees Ridesharing Fund.....	2,997,000	0.0%
Allocations from Other Sources.....	69,242,793	0.7%
City Ethics Commission Fund.....	3,459,569	0.0%
Staples Arena Special Fund.....	3,965,859	0.0%
Citywide Recycling Fund.....	32,342,427	0.3%
Cannabis Regulation Special Revenue Trust Fund.....	17,165,000	0.2%
Local Transportation Fund.....	3,545,740	0.0%
Planning Case Processing Revenue Fund.....	31,773,451	0.3%
Disaster Assistance Trust Fund.....	26,568,155	0.3%
Accessible Housing Fund.....	15,675,955	0.1%

## RECEIPTS SUMMARY

	Total	% of
Household Hazardous Waste Special Fund.....	3,670,993	0.0%
Building and Safety Enterprise Fund.....	206,261,000	2.0%
Housing Opportunities for Persons with AIDS.....	445,181	0.0%
Code Enforcement Trust Fund.....	50,810,381	0.5%
El Pueblo Revenue Fund.....	5,276,807	0.1%
Zoo Enterprise Fund.....	22,956,602	0.2%
Central Recycling and Transfer Fund.....	10,298,463	0.1%
Supplemental Law Enforcement Services .....	8,442,724	0.1%
Street Damage Restoration Fee Fund.....	54,075,000	0.5%
Municipal Housing Finance Fund.....	7,031,000	0.1%
Measure R Traffic Relief and Rail Expansion Fund.....	49,165,465	0.5%
Multi-Family Bulky Item Fund.....	8,040,299	0.1%
Sidewalk Repair Fund.....	14,675,775	0.1%
Measure M Local Return Fund.....	58,439,632	0.6%
Code Compliance Fund.....	1,500,000	0.0%
<b>Total Special Receipts.....</b>	<b>\$ 3,215,545,457</b>	<b>30.5%</b>
<b>Available Balances:</b>		
Sewer Construction and Maintenance Fund.....	\$ 63,362,950	0.6%
Proposition A Local Transit Assistance Fund.....	585,393	0.0%
Prop. C Anti-Gridlock Transit Improvement Fund.....	17,383,438	0.2%
Special Parking Revenue Fund.....	190,706	0.0%
L.A. Convention and Visitors Bureau Fund.....	1,490,367	0.0%
Solid Waste Resources Revenue Fund.....	77,894,252	0.7%
Forfeited Assets Trust Fund.....	6,483,592	0.0%
Traffic Safety Fund.....	--	0.0%
Special Gas Tax Fund.....	3,683,676	0.0%
Housing Department Affordable Housing Trust Fund.....	8,363,923	0.1%
Stormwater Program Funds.....	2,956,215	0.0%
Community Development Fund.....	--	0.0%
HOME Fund.....	--	0.0%
Mobile Source Air Pollution Reduction Fund.....	1,010,568	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	0.0%
Local Public Safety Fund.....	--	0.0%
Neighborhood Empowerment Fund.....	335,872	0.0%
Street Lighting Maintenance Asmt. Fund.....	553	0.0%
Telecommunications Development Account.....	1,871,736	0.0%
Older Americans Act Fund.....	--	0.0%
Workforce Innovation Opportunity Act Fund.....	--	0.0%
Rent Stabilization Trust Fund.....	7,814,005	0.1%
Arts and Cultural Facilities and Services Fund.....	5,622,282	0.1%
Arts Development Fee Trust Fund.....	1,055,132	0.0%
City Employees Ridesharing Fund.....	2,574,692	0.0%
Allocations From Other Sources.....	--	0.0%
City Ethics Commission Fund.....	354,542	0.0%
Staples Arena Special Fund.....	5,580,045	0.1%
Citywide Recycling Fund.....	28,133,010	0.3%
Cannabis Regulation Special Revenue Trust Fund.....	906,974	0.0%
Local Transportation Fund.....	31,039	0.0%
Planning Case Processing Revenue Fund.....	942,904	0.0%
Disaster Assistance Trust Fund.....	17,043,638	0.2%
Accessible Housing Fund.....	5,728,130	0.1%
Household Hazardous Waste Special Fund.....	5,275,048	0.0%
Building and Safety Enterprise Fund.....	303,528,718	2.9%
Housing Opportunities for Persons with AIDS Fund.....	--	0.0%
Code Enforcement Trust Fund.....	1,267,350	0.0%
El Pueblo Revenue Fund.....	444,310	0.0%



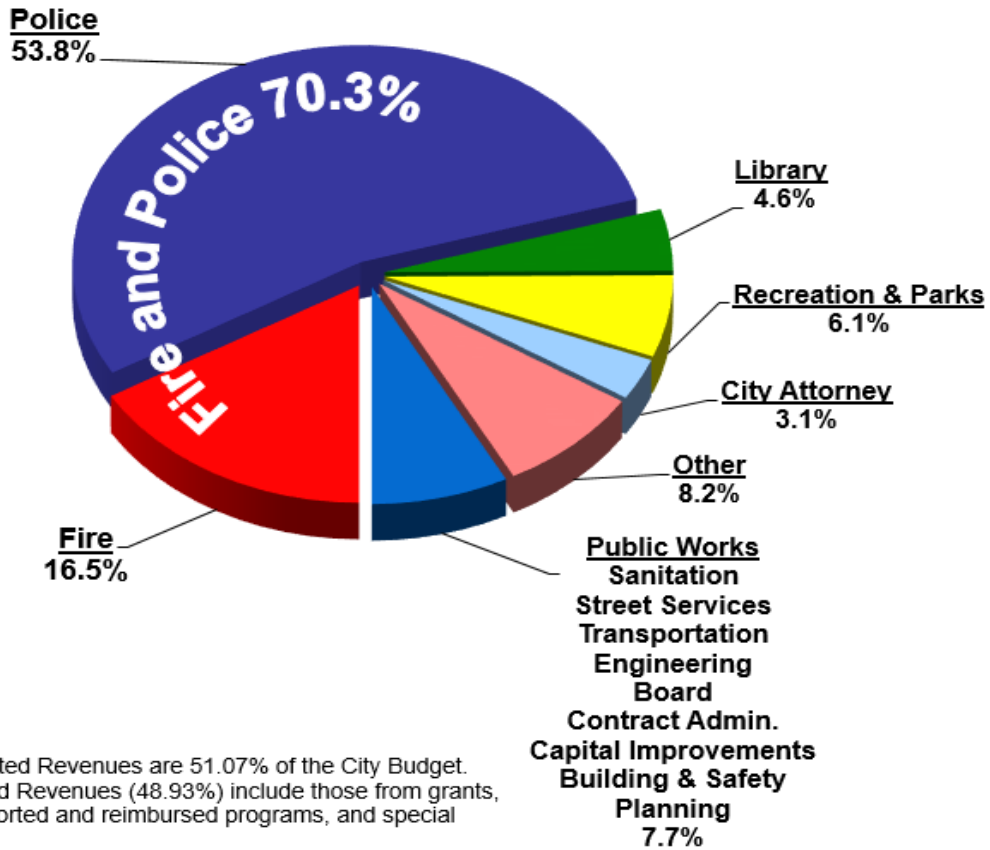
## RECEIPTS SUMMARY

	<b>Total</b>	<b>% of Total</b>
Zoo Enterprise Trust Fund.....	--	0.0%
Central Recycling and Transfer Fund.....	5,328,225	0.1%
Supplemental Law Enforcement Services Fund.....	10,665,170	0.1%
Street Damage Restoration Fee Fund.....	36,374	0.0%
Municipal Housing Finance Fund.....	6,496,808	0.1%
Measure R Traffic Relief and Rail Expansion Fund.....	6,089,285	0.1%
Multi-Family Bulky Item Fund.....	7,020,757	0.1%
Sidewalk Repair Fund.....	2,548,630	0.0%
Measure M Local Return Fund.....	12,441,856	0.1%
Code Compliance Fund.....	848,543	0.0%
 Total Available Balances.....	 <u>\$ 628,390,708</u>	 <u>6.0%</u>
 Total Receipts.....	 <u>\$ 10,531,278,041</u>	 <u>100.0%</u>

## UNRESTRICTED REVENUES COMPARISON (\$ MILLIONS)

	2018-19	2019-20	2020-21
I. TOTAL GENERAL CITY BUDGET	\$ 9,899.8	\$ 10,710.1	\$ 10,531.3
II. RESTRICTED REVENUES			
All Special Funds	3,709.2	4,140.3	3,843.9
General Fund Revenues from grants, fees for services, and reimbursements	1,160.2	1,265.3	1,308.6
TOTAL RESTRICTED REVENUES	<u>4,869.4</u>	<u>5,405.6</u>	<u>5,152.5</u>
III. UNRESTRICTED REVENUES	<u>\$ 5,030.4</u>	<u>\$ 5,304.5</u>	<u>\$ 5,378.8</u>
IV. CHANGE IN UNRESTRICTED REVENUES FROM PRIOR YEAR		<u>\$ 274.1</u>	<u>\$ 74.3</u>

### 2020-21 BUDGET UNRESTRICTED REVENUES (\$5.4 Billion)

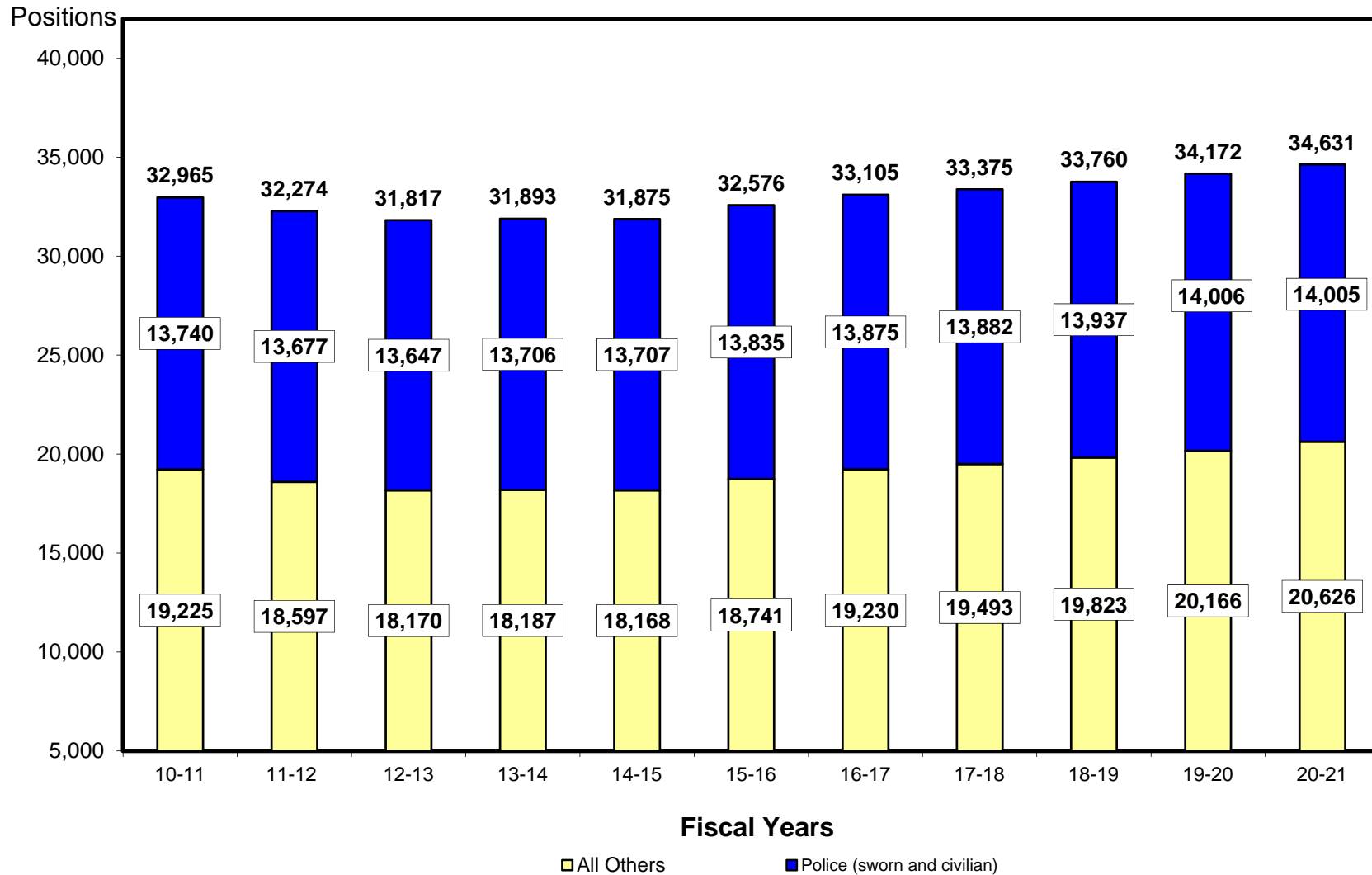


# SUMMARY OF APPROPRIATIONS

	Total	% of Total Budget
Aging.....	\$ 6,475,047	0.06%
Animal Services.....	23,209,142	0.22%
Building and Safety.....	129,380,162	1.23%
Cannabis Regulation.....	4,508,693	0.04%
City Administrative Officer.....	15,451,312	0.15%
City Attorney.....	137,149,990	1.30%
City Clerk.....	10,847,864	0.10%
City Planning.....	52,893,163	0.50%
Civil and Human Rights Commission.....	417,554	0.00%
Controller.....	16,485,191	0.16%
Convention and Tourism Development.....	1,618,546	0.02%
Council.....	31,864,296	0.30%
Cultural Affairs.....	16,328,408	0.16%
Disability.....	4,509,607	0.04%
Economic and Workforce Development.....	23,035,126	0.22%
El Pueblo de Los Angeles.....	1,625,240	0.01%
Emergency Management.....	3,396,799	0.03%
Employee Relations Board.....	432,888	0.00%
Ethics Commission.....	3,599,172	0.03%
Finance.....	37,862,968	0.36%
Fire.....	732,243,241	6.95%
General Services.....	256,963,035	2.44%
Housing and Community Investment.....	81,137,562	0.77%
Information Technology Agency.....	97,377,052	0.92%
Mayor.....	8,559,614	0.08%
Neighborhood Empowerment.....	2,829,444	0.03%
Personnel.....	62,876,474	0.60%
Police.....	1,857,330,549	17.64%
Public Accountability.....	3,115,638	0.03%
Board of Public Works.....	22,402,724	0.21%
Bureau of Contract Administration.....	41,855,772	0.40%
Bureau of Engineering.....	92,239,682	0.88%
Bureau of Sanitation.....	334,252,009	3.17%
Bureau of Street Lighting.....	39,725,133	0.38%
Bureau of Street Services.....	167,606,197	1.59%
Transportation.....	180,373,050	1.71%
Zoo.....	22,706,602	0.22%
<b>Total-Budgetary Departments</b>	<b>\$ 4,524,684,946</b>	<b>42.96%</b>
Appropriations to City Employees' Retirement.....	113,251,104	1.08%
Appropriations to Library Fund.....	204,934,363	1.95%
Appropriations to Recreation and Parks Fund.....	226,062,816	2.15%
<b>Total-Appropriations</b>	<b>\$ 544,248,283</b>	<b>5.17%</b>
<b>Total-Departmental</b>	<b>\$ 5,068,933,229</b>	<b>48.13%</b>
Bond Redemption and Interest.....	128,455,723	1.22%
Capital Finance Administration.....	240,004,935	2.28%
Capital Improvement Expenditure Program.....	355,699,414	3.38%
General City Purposes.....	178,516,675	1.70%
Human Resources Benefits.....	800,593,969	7.60%
Liability Claims.....	87,922,072	0.83%
Proposition A Local Transit Assistance Fund.....	233,184,736	2.21%
Proposition C Anti-Gridlock Transit Improvement Fund.....	36,994,010	0.35%
Special Parking Revenue Fund.....	49,124,993	0.47%
Tax and Revenue Anticipation Notes.....	1,323,536,029	12.57%
Unappropriated Balance.....	89,869,881	0.85%
Wastewater Special Purpose Fund.....	576,990,112	5.48%
Water and Electricity.....	47,657,834	0.45%
Other Special Purpose Funds.....	1,313,794,429	12.48%
<b>Total-Non Departmental</b>	<b>\$ 5,462,344,812</b>	<b>51.87%</b>
<b>Total</b>	<b>\$ 10,531,278,041</b>	<b>100.00%</b>

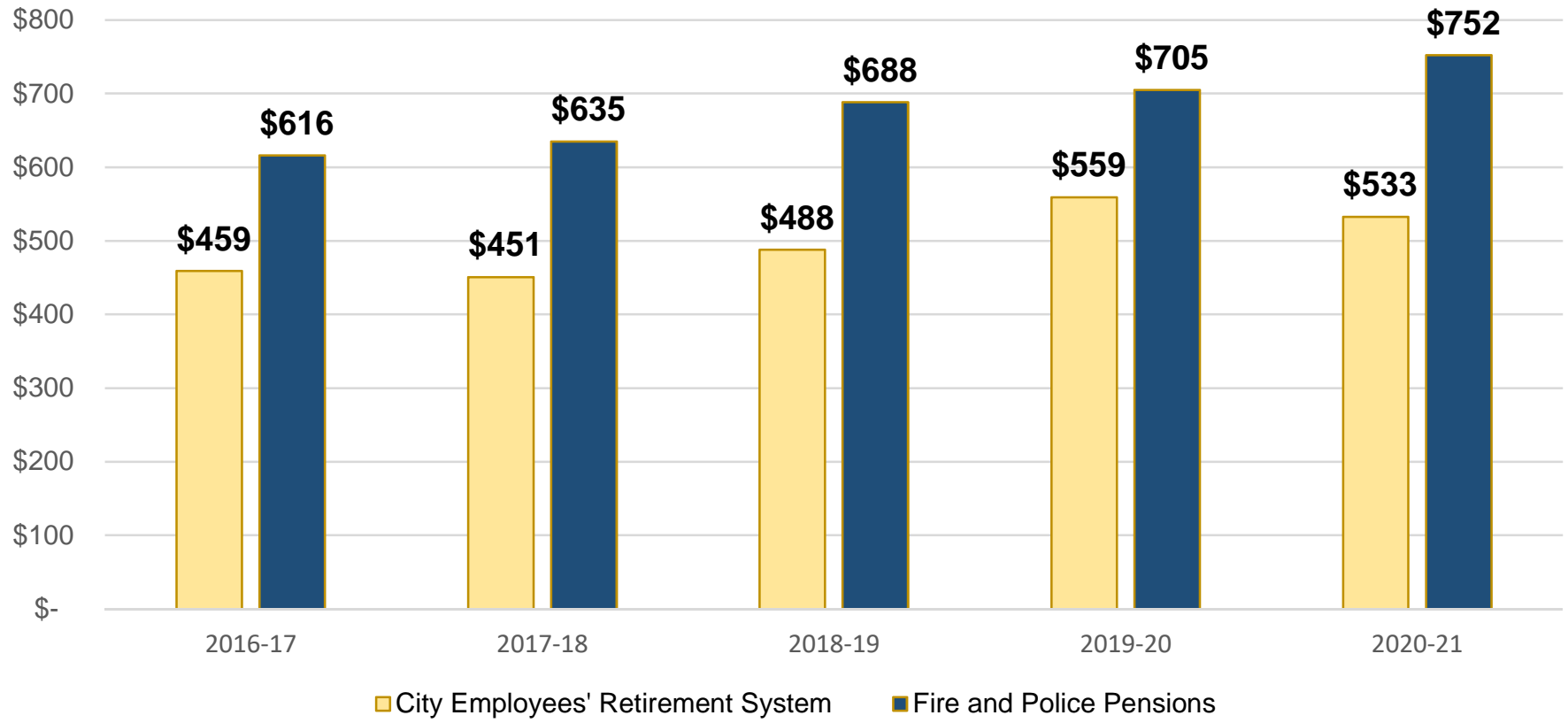
# AUTHORIZED CITY STAFFING

Not including Proprietary Departments



Authorized City Staffing includes all regular position authorities, excluding Commissioner position authorities. In addition to the regular position authorities reflected in the chart, the 2020-21 Adopted Budget includes 2,542 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 BUDGETS (\$ MILLIONS)



## 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 .....	\$ 35,703,066
Arts and Cultural Facilities and Services Trust Fund.....	400,697
Measure M Local Return Fund .....	19,838,870
Measure R Traffic Relief and Rail Expansion Fund.....	28,396,357
Measure W Local Return Fund .....	7,345,940
MICLA .....	88,303,034
Park and Recreational Sites and Facilities Fund .....	2,470,000
Proposition A Local Transit Assistance Fund .....	458,146
Proposition C Anti-Gridlock Transit Fund.....	6,199,219
Proprietary Departments .....	6,330,000
SB1 Road Maintenance & Rehabilitation Fund .....	54,174,064
Sewer Construction and Maintenance Fund.....	313,074,000
Sidewalk Repair Fund.....	2,652,630
Special Gas Tax Street Improvement Fund.....	33,621,363
Stormwater Pollution Abatement Fund .....	1,281,809
Street Damage Restoration Fee .....	<u>47,791,707</u>
Total .....	<u>\$ 648,040,902</u>

### EXPENDITURES AND APPROPRIATIONS

<b>CIEP Clean Water Projects</b>	
Collection System .....	\$ 127,111,000
Donald C. Tillman Water Reclamation Plant .....	29,656,000
Hyperion Water Reclamation Plant.....	84,540,000
Los Angeles-Glendale Water Reclamation Plant.....	3,464,000
Pumping Plants .....	17,429,000
System-wide Program Requirements .....	42,570,000
Terminal Island Water Reclamation Plant .....	<u>8,304,000</u>
Subtotal.....	<u>\$ 313,074,000</u>

## EXPENDITURES AND APPROPRIATIONS (CONT.)

### CIEP Municipal Facilities

Arts and Cultural Opportunities .....	\$ 251,430
Building and Facilities .....	96,218,731
Recreational Opportunities .....	<u>2,470,000</u>
Subtotal.....	<u>\$ 98,940,161</u>

### CIEP Physical Plant

Stormwater .....	\$ 10,480,897
Street Lighting .....	1,500,000
Street Repair and Improvements .....	19,507,390
Contingencies* .....	<u>500,000</u>
Subtotal.....	<u>\$ 31,988,287</u>

### Other Infrastructure Expenditures

Failed Street Reconstruction.....	\$ 22,326,192
Pavement Preservation.....	141,396,213
Sidewalk Repair .....	34,969,248
Complete Streets .....	<u>5,346,801</u>
Subtotal.....	<u>\$ 204,038,454</u>
Total .....	<u>\$ 648,040,902</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 21, 2019 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 2020-21 period totaling \$470,410,874 of which \$37,000,212 will be the City share and \$433,410,662 will be funded by grants.

Proprietary Department grant programs for the 2020-21 period total is \$211,552,821, of which \$75,691,084 will be the City share and \$135,861,737 will be funded by grants.

Subfunction	2018-19 Receipts	2019-20 Estimated Receipts	2020-21 Estimated Receipts
<b>Budgetary, Library, and Recreation and Parks Departments</b>			
Legal Prosecution	\$ 1,174,000	\$ 3,303,146	\$ 702,000
Crime Control	\$ 128,518,438	\$ 86,796,378	\$ 67,198,081
Local Emergency Planning Response	\$ 17,413,358	\$ 13,239,885	\$ 19,736,800
Wastewater Collection, Treatment & Disposal	\$ 27,823	\$ 71,668	\$ 71,668
Environmental Quality	\$ 7,344,731	\$ 8,634,074	\$ 9,460,915
Street & Highway Transportation	\$ 34,858,606	\$ 35,540,787	\$ 664,000
Mass Transit	\$ 19,696,969	\$ 14,004,829	\$ 79,651,821
Arts & Cultural Opportunities	\$ 111,815	\$ 145,565	\$ 361,250
Educational Opportunities	\$ 347,752	\$ 262,752	\$ 259,752
Capital	\$ 13,452,917	\$ 59,771,000	\$ 58,571,000
Economic Opportunities & Development	\$ 89,914,574	\$ 80,304,321	\$ 73,035,232
Employment Opportunities	\$ 59,574,025	\$ 55,015,667	\$ 50,087,698
Human Services	\$ 141,900,395	\$ 183,673,114	\$ 59,599,641
Administrative	\$ 14,719,348	\$ 14,267,174	\$ 14,010,804
<b>Subtotal</b>	<b>\$ 529,054,751</b>	<b>\$ 555,030,360</b>	<b>\$ 433,410,662</b>
<b>Proprietary Departments</b>			
Crime Control	\$ 3,731,090	\$ 11,204,411	\$ 3,821,334
Local Emergency Planning Response	\$ 417,306	\$ 5,585,513	\$ 676,000
Environmental Quality	\$ 4,327,549	\$ 40,539,329	\$ 46,965,503
Street & Highway Transportation	\$ 5,917,814	\$ 8,823,632	\$ 19,584,900
Capital	\$ 22,876,501	\$ 40,221,623	\$ 64,814,000
Economic Opportunities & Development	\$ 502,765	\$ 10,000	\$ -
<b>Subtotal</b>	<b>\$ 37,773,025</b>	<b>\$ 106,384,508</b>	<b>\$ 135,861,737</b>
<b>Total City of Los Angeles</b>	<b>\$ 566,827,776</b>	<b>\$ 661,414,868</b>	<b>\$ 569,272,399</b>



## HOMELESS BUDGET

The Homeless Budget provides funding 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), which voters approved in November 2016, provides the City with authority 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. It combines housing with services that may include mental and health services, drug and alcohol treatment, and 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 capital, not operations or services. The 2020-21 Special Fund amount includes the total amount of Prop HHH funding proposed for PSH projects in the 2020-21 Prop HHH Project Expenditure Plan (PEP). Only housing projects that are projected to execute loan agreements and start construction in 2020-21 are included in the PEP. Prop HHH bond issuances require Mayor and Council approval.

In addition to General Fund and Special Fund allocations included within the Budget, the State of California awarded the City of Los Angeles two grants under the Homeless Emergency Aid Program (HEAP) and the Homeless Housing, Assistance and Prevention Program (HHAP).

The City's \$85,013,607 HEAP allocation received in October 2018 provides one-time funds to address emergency homeless needs. These funds are supporting construction and operations costs for A Bridge Home sites, outreach teams, hygiene facilities, and other services throughout the City. 100-percent of these must be expended by June 30, 2021. The City has expended \$43,494,342 of these funds and is on track to meet the expenditure deadline.

The City was awarded a HHAP grant of \$117,562,500 in March 2020. The HHAP is a one-time formula grant to provide immediate assistance to people experiencing homelessness. These funds will be used to support A Bridge Home (interim housing) construction and operations, prevention and diversion, rapid rehousing, outreach, hygiene facilities, and other services. 50-percent of these funds must be obligated by May 31, 2023; and 100-percent expended by June 30, 2025. Although HHAP is a five-year grant, the City anticipates expending 100 percent of the funds within two years.

### SOURCES OF FUNDS

Balance Available, July 1 .....	\$ 2,651,759
General Fund .....	110,671,134
Departmental Special Funds .....	5,732,505
Homeless Emergency Aid Program Grant.....	41,519,265
Homeless Housing, Assistance and Prevention Grant .....	59,964,970
Proposition HHH .....	<u>179,147,329</u>
Total .....	<u>\$ 399,686,962</u>

## APPROPRIATIONS

### LOS ANGELES HOMELESS SERVICES AUTHORITY (LAHSA)

LAHSA Administration and Operations.....	\$ 3,687,387
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 .....	2,156,000
Coordinated Entry System (CES) Regional Coordination .....	700,000
Homeless Engagement Teams (HETs) .....	5,537,267
Homeless Engagement Teams (HETs) - Comprehensive Cleaning and Rapid Engagement (CARE and CARE+) Teams .....	2,570,874
Homeless Engagement Teams (HETs) – Unified Homelessness Response Center (UHRC) Dedicated Manager .....	134,835
Homeless Management Information System (HMIS) Cash Match .....	455,888
Operation Healthy Streets (OHS) .....	5,634,785
Public Right-of-Way Storage Program.....	467,212
Safe Parking .....	2,266,650
Shelter Program.....	2,097,762
Subtotal .....	<u>\$ 37,751,402</u>

### CITY DEPARTMENTS

<b>Aging</b>	
Older Workers Employment Program.....	\$ 728,017
<b>Animal Services</b>	
Homeless Services Support / Pet Resource Centers.....	64,444
<b>City Administrative Officer</b>	
Citywide Homeless Initiative.....	438,102
Proposition HHH Facilities Bond Program .....	101,660
<b>City Attorney</b>	
Proposition HHH Legal Support .....	350,537
<b>City Planning</b>	
Housing Unit.....	897,821
<b>Disability</b>	
HIV and Homelessness Pilot Program .....	200,000
Syringe Exchange .....	30,000
Unified Homeless Response Center Staff Enhancement.....	72,515
<b>Economic and Workforce Development</b>	
LA RISE.....	3,000,000
<b>Fire</b>	
Advanced Provider Response Unit (APRU) .....	252,622
Fast Response Vehicle .....	854,709
SOBER Unit .....	123,457
<b>General Services</b>	
Hepatitis A Prevention and Custodial Service Increases .....	441,347
Comprehensive Homeless Strategy .....	100,000
Custodial Services for the Los Angeles City Mall.....	300,000
Sale of City-Owned Property.....	128,445
<b>Housing and Community Investment</b>	
Domestic Violence Shelter Operations Support .....	1,782,018
Expansion of Domestic Violence Shelter Operations.....	124,608
Human Trafficking Shelter Pilot Program .....	800,000
Construction Services for Proposition HHH .....	195,870

Occupancy Monitoring Contract for Proposition HHH .....	35,904
Oversight and Reporting of LAHSA's Homeless Services .....	436,924
Prevailing Wage Monitoring for Proposition HHH .....	87,210
Proposition HHH Contracts .....	230,000
Proposition HHH Occupancy Monitoring Staff .....	65,407
Proposition HHH Program Staff .....	1,426,214
Supportive Housing Services .....	178,111
<b>Mayor</b>	
Homelessness Policy and Implementation Support .....	860,000
<b>Police</b>	
A Bridge Home Sites .....	8,400,000
Homeless Coordinator Resources .....	216,482
Proactive Engagement Staff / Support for Public Right-of-Way Clean Up .....	4,875,830
Resource Enhancement Services and Enforcement Team .....	257,703
Unified Homeless Response Center .....	434,000
<b>Public Works, Bureau of Engineering</b>	
City Homeless Facilities Services .....	78,113
<b>Public Works, Bureau of Sanitation</b>	
Comprehensive Cleaning and Rapid Engagement (CARE) .....	11,222,556
Comprehensive Cleaning and Rapid Engagement Plus (CARE+) .....	16,513,823
Clean Streets Related Costs .....	1,800,000
Clean Streets Safety and Training Program .....	87,862
Mobile Hygiene Centers Program .....	5,854,304
Operation Healthy Streets (OHS) .....	2,252,074
<b>Recreation and Parks Department</b>	
24-Hour Public Restroom Access (Venice) .....	235,502
Bulky Item Illegal Dumping Crew .....	542,127
Gladys Park Maintenance Program .....	161,630
Homeless Encampment Cleanup .....	1,235,287
Park Restroom Enhancement Program .....	2,569,401
<b>Transportation</b>	
Community Assistance Parking Program .....	107,777
Subtotal .....	<u>\$ 71,150,413</u>
<b>NON-DEPARTMENTAL APPROPRIATIONS</b>	
Additional Homeless Services .....	\$ 10,000,000
Clinica Romero .....	100,000
Midnight Stroll Transgender Café .....	100,000
Mobile Laundry Truck .....	67,600
Proposition HHH Project Expenditures .....	179,033,312
Homeless Emergency Aid Program .....	41,519,265
Homeless Housing, Assistance and Prevention Program .....	59,964,970
Subtotal .....	<u>\$ 290,785,147</u>
Total LAHSA, City Departments, and Non-Departmental Appropriations .....	<u>\$ 399,686,962</u>

## LOS ANGELES CITY EMPLOYEES' RETIREMENT SYSTEM (LACERS)

The LACERS Board of Administration is responsible for City Employees' Retirement Fund investments and the administration of retirement, disability, and death benefits for City civilian employees, with the exception of Department of Water and Power employees.

### RECEIPTS

City Contributions .....	\$ 645,900,502
Member Contributions .....	278,000,000
Family Death Benefit Plan Member Premiums .....	98,000
Earnings on Investments .....	422,300,000
Total Receipts .....	<u>\$ 1,346,298,502</u>

### EXPENDITURES

Retirement Allowances .....	\$ 1,040,920,000
Family Death Benefit Plan Allowances .....	1,156,000
Retired Medical and Dental Subsidy .....	142,991,000
Retired Medicare Part B Reimbursements .....	16,170,000
Refund of Member & Deceased Retired Accumulated Contributions .....	14,287,000
Administrative Expense .....	29,948,248
Investment Management Expense .....	91,557,275
Total Expenditures .....	<u>\$1,337,229,523</u>
Increase in Fund Balance .....	<u>9,068,979</u>
Total Expenditures and Increase in Fund Balance .....	<u>\$ 1,346,298,502</u>

No. of ACTIVE MEMBERS ..... 26,632  
 No. of RETIRED MEMBERS (includes beneficiaries) ..... 20,064

## LOS ANGELES FIRE AND POLICE PENSIONS SYSTEM (LAFPP)

The Board of Pension Commissioners is responsible for the Fire and Police Pension System, New Pension System, and the Safety Members Pension Plan investments and the administration of service, disability, and dependents' pensions for members of the Fire and Police Departments and certain Harbor Port Police and Airport Peace Officers.

### RECEIPTS

City Contributions .....	\$ 757,613,560
Member Contributions .....	168,100,950
Earnings on Investments .....	479,000,000
Miscellaneous .....	1,500,000
Total Receipts .....	<u>\$ 1,406,214,510</u>

### EXPENDITURES

Service Pensions .....	\$ 760,000,000
Service Pensions DROP payout .....	139,766,670
Disability Pensions .....	113,000,000
Surviving Spouses' and Minors'/Dependents' Pensions .....	143,900,000
Refund of Contributions .....	4,100,000
Health and Dental Insurance Subsidy .....	136,800,000
Medicare and Health Insurance Reimbursement .....	16,900,000
Investment Management Expense .....	105,912,707
Administrative Expense .....	23,878,046
Total Expenditures .....	<u>\$ 1,444,257,423</u>
Increase in Fund Balance .....	<u>\$ (38,042,913)</u>
Total Expenditures and Increase in Fund Balance .....	<u>\$ 1,406,214,510</u>

No. of ACTIVE MEMBERS ..... 13,535  
 No. of RETIRED MEMBERS (includes beneficiaries) ..... 13,097

## 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.....	\$ 3,444,648,000
Operating Revenue.....	1,320,508,000
Other Receipts.....	<u>3,275,399,000</u>
Total Receipts .....	<u>\$ 8,040,495,000</u>

### APPROPRIATIONS

Maintenance and Operations Expense.....	\$ 816,368,000
Non-Operating Expense .....	2,318,743,000
Bond Redemption and Interest .....	1,258,422,000
Airport Reserves .....	<u>3,646,962,000</u>
Total Appropriations .....	<u>\$ 8,040,495,000</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 Trust.

### RECEIPTS

Restricted Funds.....	\$ 64,010,351
Unrestricted Funds Available.....	881,951,099
Operating and Non-Operating Receipts.....	536,970,468
Proceeds from Debt Issuance.....	--
Grant Receipts (Capital).....	<u>16,228,421</u>
Total Receipts.....	<u>\$ 1,499,160,339</u>

### APPROPRIATIONS

Operating Budget.....	\$ 374,260,448
Capital Budget.....	190,268,148
Debt Repayments.....	45,410,000
Accrual Adjustments .....	(12,720,934)
Restricted Cash .....	64,426,707
Unappropriated Balance.....	<u>837,515,970</u>
Total Appropriations.....	<u>\$ 1,499,160,339</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, to other western states to import electric energy.

	<b>Water Revenue Fund</b>	<b>Power Revenue Fund</b>	<b>Retirement Fund, Disability Fund, Death Benefit Fund, and Retiree Health Benefits Plan</b>
<b>RECEIPTS</b>			
Adjusted Balance, July 1	\$ 543,800,000	\$ 779,216,000	\$ -
Sales of Water or Electricity	1,405,840,000	4,211,448,000	-
Revenue Bonds	409,744,000	866,221,000	-
Intradepartmental Receipts	434,731,000	359,571,600	-
Other	169,098,251	343,105,900	1,846,468,867
Total Receipts	<u>\$ 2,963,213,251</u>	<u>\$ 6,559,562,500</u>	<u>\$ 1,846,468,867</u>
<b>APPROPRIATIONS</b>			
Salaries	\$ 511,021,300	\$ 1,062,920,100	\$ -
Materials, Supplies, Equipment	195,058,300	268,194,700	-
Bond Redemption and Interest	358,904,000	658,720,000	-
Intradepartmental Expenses	359,136,100	434,667,300	-
Purchased Water / Fuel and Energy	239,153,000	1,516,730,000	-
Other	782,353,952	1,812,818,376	1,846,468,867
Subtotal	<u>\$ 2,445,626,652</u>	<u>\$ 5,754,050,476</u>	<u>\$ 1,846,468,867</u>
Adjustments	\$ (87,486,599)	\$ 84,487,976	\$ -
Unappropriated Balance	430,100,000	890,000,000	-
Total Appropriations	<u>\$ 2,963,213,251</u>	<u>\$ 6,559,562,500</u>	<u>\$ 1,846,468,867</u>