

APPROVED
JUN 06 2012

REPORT OF GENERAL MANAGER

NO. 12-165

DATE June 6, 2012

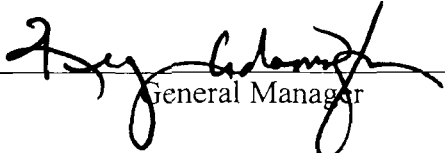
BOARD OF RECREATION
AND PARK COMMISSIONERS

C.D. All

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: REDUCTION OF APPROPRIATION IN RECREATION AND PARKS FUND
302/88, ACCOUNT NO. 1010, SALARIES GENERAL ACCOUNT BY
\$136,565

R. Adams _____	K. Regan _____
H. Fujita _____	M. Shull _____
V. Israel _____	*N. Williams <u>NW</u>



General Manager

Approved Disapproved Withdrawn

RECOMMENDATIONS:

That the Board:

1. Subject to the approval of the Mayor, approve the reduction of appropriation within Recreation and Parks Fund 302/88, Account No. 1010, Salaries General by \$136,565;
2. Authorize the Chief Accountant Employee to decrease the appropriation in Recreation and Parks Fund 302/88, Account No. 1010, Salaries General by \$136,565; and,
3. Authorize the General Manager or his designee to make technical corrections as necessary to the transaction included in this Report to carry out the intent as stated in the Summary of this Report.

SUMMARY:

The Department of Recreation and Parks (RAP) is responsible for operating, maintaining and supervising activities at parks, playgrounds, swimming pools, public golf courses, recreation centers, camps, educational facilities, and structures of historic significance. To meet its responsibilities, RAP is annually appropriated a sum of not less than .0325% of assessed value for all property as assessed for City property taxes (Charter Section 593). RAP may also receive additional appropriations from the City's General Fund if approved by the City Council and Mayor of the City of Los Angeles.

In RAP's Fiscal Year 2011-12 Adopted Budget, the City Council and Mayor approved an additional City General Fund appropriation of \$3,000,000 for RAP (a subsidy above RAP's

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Charter mandated amount). These funds appropriated with two specific purposes: (1) \$2,000,000 for outside landscaping maintenance of other City of Los Angeles' facilities (not owned by RAP) and (2) \$1,000,000 to support RAP's maintenance and recreation provided services at the Housing Authority City of Los Angeles (HACLA) owned public housing sites.

Subsequent to the adoption of the Fiscal Year 2011-12 Budget, HACLA paid \$1,000,000 directly to RAP for the services to be provided during the current Fiscal Year at HACLA sites.

The City Administrative Officer (CAO) reports to the Council and Mayor on the status of the City's financial condition on a regular basis and makes recommendations on strategies necessary to meet the City's funding requirements. The Second Financial Status Report (FSR) (Council File 11-0600-S152) prepared by the CAO, requested RAP's Commissioners to approve the reduction of appropriation in RAP's Fund No. 302/88 Account No. 001010 by \$90,0000 to transfer to and provide funding for the Department of General Services' (GSD) lot sweeping services. Council adopted this recommendation on February 22, 2012. In the Fourth Construction Projection Report, the CAO will request that RAP's Commissioners approve an additional reduction of appropriation in RAP's Fund No. 302-88 Account No. 001010 by \$46,565. This reduction and transfer of funding to GSD, the Public Works Bureau of Contract Administration and the Bureau of Engineering will provide funding for the rehabilitation of the landscaping for the Police Administration Building.

Charter Section 591 provides authority to the Board of Recreation and Parks to control appropriate and expend all money in the Recreation and Parks Fund. Therefore, Council requests that the RAP Board approve the reduction of appropriation of \$136,565 within RAP's Fund 302/88, Account No. 1010, Salaries General.

FISCAL IMPACT STATEMENT:

This transaction will reduce the City General Fund subsidy by \$136,565 provided to RAP during Fiscal Year 2011-12. Expenditures will be adjusted in order to ensure all budgetary targets are met.

Report prepared by Noel Williams, Chief Management Analyst, Finance Division.