

JUN 05 2007

**Los Angeles Fire Department
Adopted FY 2007-08 Budget Summary**
(June 5, 2007)

The Department successfully completed the 07-08 Budget process and was able to add and restore funding and authorities for critical needs. Excluding MICLA, the Department's Proposed Budget included requests for increases totaling \$65 million. Overall, the Budget increased by \$25.6 million (5.03%) to \$535 million and 18 Sworn positions for a total of 3,940 regular sworn and civilian authorities. MICLA funding increased by \$1.7 million from \$23.4 million to \$25.1 million.

Like most other City Departments, the Fire Department's FY 07-08 budget was reduced in certain areas for an overall cut of \$5 million. Also, various salary and expense accounts were not fully funded. These account shortages are based on both historical data and anticipated expenditures in FY 2007-08. Additionally, Sworn MOU salary and bonus negotiated increases are not being fully funded. These are built-in shortages that the Department has to mitigate despite budget requests to fully fund these Accounts. LAFD's sworn salary accounts are very complex and interrelated. The projected deficit in FY 07-08 of approximately \$6 million in salary and expense accounts will be difficult to mitigate.

Following are significant changes and an overview of the Adopted 07-08 Budget.

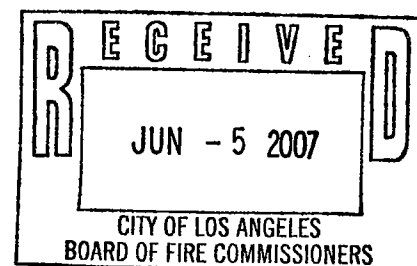
Highlights of 07-08 Budget

Cost

- | | |
|--|-------------------|
| 1. 2006-07 and 2007-08 Employee Compensation Adjustments
(Sworn and Civilian MOU Increases) | \$16.2M |
| 2. Recruit Training Program
Continue funding and resolution position authority for seven sworn positions to continue the Recruit Training Program for 2007-08. Continuation of the Recruit Training Program will provide academy training for five classes of 50 firefighter recruits for a total of 250 new recruits. | \$8.3M |
| 3. New and Replacement Fire Facilities
Add funding and regular position authority for 18 sworn positions for Fire Station 36 in San Pedro, a Proposition F funded facility expected to open about July 2007. Add funding in the amount of \$523,224 in the Unappropriated Balance for expense items for eight new and replacement fire facilities expected to open during 2007-08. Because exact opening dates for these eight facilities are not certain at this time, funding for various expense items is provided in the Unappropriated Balance. | \$2.6M |
| 4. Funding for Second Dispatcher Training Class
The Council modified the Mayor's Proposed Budget by adding \$686,610 in funding for a second Operations Control Dispatch training class to provide additional replacement dispatchers for the Fire Department Dispatch Center. The Mayor proposed maintaining the 2006-07 funding level of \$665,000 (funding for only one class) in 2007-08. | \$ 686,610 |
| 5. Increase Funding for Helitanker Contract
The Council modified the Mayor's Proposed Budget by adding \$700,000 in funding to extend the Helitanker lease agreement for an additional 41 days, increasing the service period from 129 to 170 consecutive days during 2007-08. (Total Contract Cost is \$2.3M) | \$ 700,000 |

Highlights of 07-08 Budget (cont'd)**Cost**

6. **Reduction of Homeland Security Enhancement Phase II Authorities from 23 to 14** **\$1.4M**
Nine out of 18 Sworn resolution authorities in HS Enhancement Phase II were deleted. Funding and resolution position authority for 14 sworn and civilian positions for the Homeland Security Phase II were continued. (Note: HS Enhancement Phase I and II total authorities are reduced from 33 to 24.)
7. **Restoration of Assistant Fire Chief Resolution Authority for Harbor Department** **\$124,689**
The Council modified the Mayor's Proposed Budget by restoring an Assistant Fire Chief resolution position authority for Homeland Security efforts at the Port of Los Angeles. This position will be fully reimbursed by the Harbor Department. The Mayor proposed deleting both the Assistant Fire Chief resolution position authorities for the Harbor Department and LAWA. The LAWA Assistant Fire Chief authority was not continued since LAWA only agreed to provide 50% funding.
8. **Restoration of Special Duty Staff** **\$ (93,588)**
The Council modified the Mayor's Proposed Budget by restoring seven special duty positions (one Fire Captain I and six Firefighter III positions) in the Bureau of Emergency Services (CERT Program). The Mayor proposed deleting the seven special duty positions and reducing the appropriation to the Fire Department by \$654,144.
9. **Restoration of Training and Risk Management Staff** **\$ (42,948)**
The Council modified the Mayor's Proposed Budget by restoring three special duty Fire Captain I positions in the Bureau of Training and Risk Management. The Mayor proposed deleting the three positions and reducing the appropriation to the Fire Department by \$345,864.
10. **Restoration of Deleted Resolution Authorities for Personnel Services Section and Community Liaison without Funding**
The Council modified the Mayor's Proposed Budget by restoring four resolution position authorities without funding (one Personnel Analyst II, one Senior Management Analyst I, and two Senior Personnel Analyst I positions) for the Fire Department to meet workload needs in the Administrative Services Bureau. The Mayor proposed deleting the four resolution position authorities and reducing the appropriation to the Fire Department by \$348,000.
11. **Reduction of Variable Staffing Overtime Hours** **\$ (500,000)**
Reduce variable staffing overtime through efficiencies and by shifting various activities and project workload to existing sworn and civilian positions within the Fire Department.



Highlights of 07-08 Budget (cont'd)

Cost

MICLA CHANGES

1. MICLA - Vehicle Replacement

Add \$24.25 million in MICLA financing for the Fire Department Fleet Replacement program. Replacement vehicles include up to 36 rescue ambulances, 17 Suburban emergency vehicles, 16 triple combination trucks, four aerial ladder trucks and one bulldozer.

2. MICLA – Add Authority to purchase one Training/Command Helicopter

The Council modified the Mayor's Proposed Budget by adding a training helicopter, with a purchase price of \$1.7 million, to the Fire Department's Fleet Replacement Program without additional MICLA funding.

3. MICLA – Add Funding to purchase Fire Engine and Ambulance for FS 36

The Council modified the Mayor's Proposed Budget by shifting \$505,997 in direct funding to the MICLA program to debt finance a fire engine and rescue ambulance for Fire Station 36. The Council also added the two vehicles to the Fire Department's Fleet Replacement Program.

4. MICLA – Add funding to purchase Fire Engine for FS 67

The Council modified the Mayor's Proposed Budget by adding \$392,000 in MICLA funding to purchase a fire engine for Fire Station 67 and adding the fire engine to the Fire Department's Fleet Replacement Program.

TECHNOLOGY/COMMUNICATIONS CHANGES

1. Voice and Data Communications (In ITA's Budget)

\$ 900,000

Add funding in the amount of \$900,000 for the second phase of a two-phase communications upgrade project to install T-1 high speed data/voice line upgrades to the 103 fire stations Citywide. The Information Technology Agency (ITA), in cooperation with the Fire Department, will be responsible for managing this communications upgrade project.

2. Dispatch System and Switch Replacements

\$ 258,000

Add one-time expense funding for the replacement of various components of the Fire Department Computer Aided Dispatch (CAD) 911 system. The continued operation of the CAD 911 system ensures the closest available emergency fire and/or medical resource will be dispatched to an incident. The Information Technology Agency, in cooperation with the Fire Department, will be responsible for purchasing replacement servers totaling \$85,005.

3. Add Funding to Repair Coldwater Dispatch Center

\$320,000

Add funding to make long overdue repairs and upgrades at the Fire Department's backup dispatch center.

OTHER CHANGES

1. Commissioners' Compensation

\$ 6,000

Add funding for Commissioners' meeting compensation. \$50 per meeting per Commissioner (2 Meeting per Month).

2007-08 BUDGET REQUEST - PACKAGE RANKING COMPARED TO ADOPTED BUDGET

DEPARTMENT/BUREAU:				FIRE									PROPOSED		ADOPTED	
<u>PRTY</u>	<u>PROGRAM</u>	<u>PACKAGE TITLE</u>		<u>SALARIES</u>	<u>EXPENSE</u>	<u>EQUIPMENT</u>	<u>SPECIAL</u>	<u>SUB-TOTAL</u>	<u>INTER-DEPARTMENTNL (ITA/GSD)</u>	<u>DEPARTMENT TOTAL</u>	<u>POS</u>	<u>DEPARTMENT BUDGET APPROPRIATION</u>	<u>POS</u>			
				2006-07 ADOPTED BUDGET	\$486,524,173	\$22,356,832	\$519,465	\$9,450	\$509,409,920			\$509,409,920	3,922			
				MICLA FUNDED ITEMS			\$23,444,148		\$23,444,148			\$23,444,148				
				COMMUNICATIONS ITEMS (ITA)						\$1,680,939		\$1,680,939	0			
				TOTAL	\$486,524,173	\$22,356,832	\$23,963,613	\$9,450	\$532,854,068	\$1,680,939		\$534,535,007	3,922			
BUR OBLIGATORY REQUESTS:																
VAR	OB01	Various	Salary Account Adjustments		17,745,804			17,745,804		\$17,745,804	0	\$16,620,400	0			
VAR	OB02	Various	Expense Accounts Increase			2,972,521	42,313	3,014,834		\$3,014,834	0	\$700,000	0			
BTR	OB03	AG-3849 Support of Fire Dept	Recruit Training FY 2007-08 Train 250 Recruits	8,382,314			32,984	8,415,298		\$8,415,298	7	\$8,364,539	7			
VAR	OB04	Various	Regularize Resolution Authorities - Sworn & Civilian	4,999,003	103,448	335,516		5,437,967	13,600	\$5,451,567	49	\$0	0			
ASB	OB05	AG-3849 Support of Fire Dept	Continue Medical Examinations for Sworn		800,000			800,000		\$800,000	0	\$0	0			
BES	OB06	AF-3803 Fire Control - Suppression	Staffing Haz-Mat 95	1,573,163	72,325			1,645,488	15,850	\$1,661,338	12	\$0	0			
FPB	OB07	AF-3802 Fire Control - Prevention	Additional Staff for the Film Unit (Interim 06-07)	692,546	54,859	107,968	23,384	878,757	22,050	\$900,807	7	\$0	0			
ASB	OB08	AG-3849 Support of Fire Dept	Grants Section - Research, Application, and Administration	229,162	8,250	18,000		255,412	51,450	\$306,862	3	\$0	0			
BSS	OB09	AF-3803 Fire Control - Suppression	Fire Stations Opening in 07-08		335,846	38,500		374,346	32,606	\$406,952	0	\$0	UB \$523,224			
ADM	OB10	AF-3803 Fire Control - Suppression	Staffing of Fire Station 36	2,285,448	148,932	505,997	35,076	2,975,453		\$2,975,453	18	\$2,637,249	18			
BTR	OB11	AG-3849 Support of Fire Dept	Automated External Defibrillator Deployment (AED) & Battery Replacement Cycle		234,000			234,000		\$234,000	0	\$161,078	1			
BSS	OB12	AG-3849 Support of Fire Dept	Increase V Hours for Support Services	354,870	31,500			386,370		\$386,370	0	\$0	0			
ASB	OB13	AG-3849 Support of Fire Dept	Continue Resolution Authorities (24 Ambulance Billing)	1,131,464				1,131,464		\$1,131,464	0	\$1,118,952	23			
VAR	OB14	Various	Regularize Substitute Authorities - Sworn & Civilian	763,785	42,864	49,476		856,125	5,950	\$862,075	10	\$0	0			
VAR	OB15	Various	Delete One-Time Funding (Equipment, Expense, Communications)		(61,110)	(519,465)	(9,450)	(590,025)		(590,025)	0	(339,465)	0			
BTR	OB16	AG-3849 Support of Fire Dept	Mandated Training	254,624	14,682	50,984	7,950	328,240		\$328,240	3	\$0	0			
			Mayor and Council Approved Reductions For Efficiency									(4,591,904)				
SUB-TOTAL CURRENT LEVEL					\$38,412,183	\$4,758,117	\$662,273	\$56,960	\$43,889,533	\$141,506	\$44,031,039	109	\$24,670,849	49		
NEW FUNDING REQUESTS:																
BUR PRIORITY PACKAGES																
ADM	P01	AH - 3851 Public Assistance	Emergency Medical Services Deployment Plan	2,149,613	180,000	33,465		2,363,078		\$2,363,078	1	\$0	0			
BSS	P02	AG - 3849 Support of Fire Dept	Operations Control Dispatch - Dispatcher Training Class V-Staffing Request	686,610				686,610		\$686,610	0	\$686,610	0			
BSS	P03	AG - 3849 Support of Fire Dept	Operations Control Dispatch - Dispatch Enhancement and Workload Relief	2,200,894	122,275			2,323,169		\$2,323,169	18	\$0	0			
BES	P04	AF - 3803 Fire Control	Purchase Training Helicopter (MICLA)			1,761,905		1,761,905		\$1,761,905	0	see MICLA	0			
BES	P05	AF - 3803 Fire Control	Enhance Heavy Rescue	715,833	34,284		11,692	761,809		\$761,809	6	\$0	0			
FPB	P06	AF - 3802 Fire Control	Fire Prevention Bureau Workload Relief	350,917	21,882	49,476	17,538	439,813		\$439,813	3	\$0	0			
BES	P07	AG - 3849 Support of Fire Dept	Staffing Fire Station 5 (USAR)	824,675	38,041			862,716	2,650	\$865,366	6	\$0	0			
BES	P08	AF - 3803 Fire Control	New EMS Battalion Office	1,392,305	59,466	151,747	17,538	1,621,056		\$1,621,056	9	\$0	0			
BES	P09	AF - 3803 Fire Control	Division Office Management Support - Three MAIL for BES Div Offices	215,600	12,771			228,371	7,950	\$236,321	3	\$0	0			
BSS	P10	AG - 3849 Support of Fire Dept	Fire Facilities Management	517,776	47,043	65,968		630,787	13,250	\$644,037	5	\$0	0			
ASB	P11	AG - 3849 Support of Fire Dept	PC Replacement Program (5-Year Lease Program)		267,000			267,000		\$267,000	0	\$0	0			
BSS	P12	AG - 3849 Support of Fire Dept	Equip Three Ready Reserve Pumps		285,000			285,000		\$285,000	0	\$0	0			
SUB-TOTAL PRIORITY				\$9,054,223	\$1,067,762	\$2,062,561	\$46,768	\$12,231,314	\$23,850	\$12,255,164	51	\$686,610	0			

PRTY		PROGRAM	PACKAGE TITLE	SALARIES	EXPENSE	EQUIPMENT	SPECIAL	SUB-TOTAL	DEPARTMNTL (ITA/GSD)	TOTAL	POS	BUDGET APPROPRIATION	POS
BUR FEE SUPPORTED PACKAGES													
FPB	FS01	AF - 3802 Fire Control	New Construction Field Inspection	307,119	25,114	46,492	5,846	384,571	15,750	\$400,321	5	\$0	0
BES	FS02	AC - 3801 Crime Control	Arson/Counter Terrorism - Subpoena Coordinator	71,867	4,250		0	76,117	2,650	\$78,767	1	\$0	0
FPB	FS03	AG - 3849 Support of Fire Dept	Valley Fire Prevention Office	204,151	13,978	28,492	5,846	252,467	6,300	\$258,767	2	\$0	0
BTR	FS04	AG - 3849 Support of Fire Dept	Training Reimbursement Unit	50,264	3,433		0	53,697	2,650	\$56,347	1	\$0	0
SUB-TOTAL FEE SUPPORTED				\$633,401	\$46,775	\$74,984	\$11,692	\$766,852	\$27,350	\$794,202	9	\$0	0
BUR COMMUNICATIONS													
BSS	C01	AG - 3849 Support of Fire Dept	Network Switches for OCD			180,000		180,000		\$180,000	0	\$0	0
BSS	C02	AG - 3849 Support of Fire Dept	Dispatch System Enhancement		78,000		85,000	163,000		\$163,000	0	\$258,000	ITA \$85,000
BSS	C03	AG - 3849 Support of Fire Dept	Increase 9350 Funding in ITA Budget for LAFD				200,000	200,000		\$200,000	0	\$0	0
SUB-TOTAL COMMUNICATIONS				\$0	\$78,000	\$180,000	\$285,000	\$543,000	\$0	\$543,000	0	\$258,000	0
BUR NEW AND NON-STANDARD TECHNOLOGY													
ASB	T01	AG - 3849 Support of Fire Dept	Network Infrastructure Upgrade - Phase II - Obligatory					0	900,000	\$900,000	0	\$0	ITA \$900,000
ASB	T02	AG - 3849 Support of Fire Dept	Emergency Recall and Notification System Support	160,830	31,528	12,000		204,358		\$204,358	2	\$0	0
ASB	T03	AG - 3849 Support of Fire Dept	Unified Fire Inspection System Phase III	91,919	386,367	81,000		559,286	850	\$560,136	1	\$0	0
ASB	T04	AG - 3849 Support of Fire Dept	Document Management System	133,796	384,282	6,000		524,078		\$524,078	2	\$0	0
SUB-TOTAL NEW AND NON-STANDARD TECHNOLOGY				\$386,545	\$802,177	\$99,000	\$0	\$1,287,722	\$900,850	\$2,188,572	5	\$0	0
BUR ALTERATIONS & IMPROVEMENT													
BSS	A01	AG - 3849 Support of Fire Dept	S&M - Repair Sliding Door		TBD	TBD		0		\$0	0	\$0	GSD \$32,000
BSS	A02	AG - 3849 Support of Fire Dept	FHMTTC - Install Hoist		TBD	TBD		0		\$0	0	\$0	0
BSS	A03	AG - 3849 Support of Fire Dept	S&M - Replace Overhead Crane, Replace Hoist, Replace Steam Cleaner		TBD	TBD		0		\$0	0	\$0	0
BSS	A04	AG - 3849 Support of Fire Dept	S&M - Upgrade Electrical in Shops		TBD	TBD		0		\$0	0	\$0	GSD \$53,000
BSS	A05	AG - 3849 Support of Fire Dept	S&M - Sunshade for Shops		TBD	TBD		0		\$0	0	\$0	0
SUB-TOTAL ALTERATION & IMPROVEMENT				\$0	\$0	\$0	\$0	\$0	\$0	\$0	0	\$0	0
BUR CAPITAL IMPROVEMENT													
BSS	CP01	AG - 3849 Support of Fire Dept	Coldwater Dispatch Facility					0	350,000	\$350,000	0	\$0	GSD \$320,000
BTR	CP02	AG - 3849 Support of Fire Dept	Improvements for Frank Hotchkins Memorial Training Center					0	5,000,000	\$5,000,000	0	\$0	0
SUB-TOTAL CAPITAL IMPROVEMENT				\$0	\$0	\$0	\$0	\$0	\$5,350,000	\$5,350,000	0	\$0	0
TOTAL BUDGET REQUESTS										\$65,161,977		\$25,615,459	
BUR MICLA													
BSS	M01	AG - 3849 Support of Fire Dept	Fleet Program - MICLA	0	0	25,365,903		25,365,903	0	\$25,365,903	0	\$25,147,997	0
SUB-TOTAL MICLA				\$0	\$0	\$25,365,903	\$0	\$25,365,903	\$0	\$25,365,903	0	\$25,147,997	0
DELETE ONE-TIME PURCHASE 2006-07 BUDGET (MICLA)				\$0	\$0	(\$23,444,148)		(\$23,444,148)	\$0	(\$23,444,148)	0		
DELETE ONE-TIME PURCHASE 2006-07 BUDGET (ITA)				\$0	\$0	\$0		\$0	(\$1,680,939)		0		
2007-08 BUDGET REQUEST													
2007-08 BUDGET REQUEST				\$535,010,525	\$29,109,663	\$28,964,186	\$409,870	\$593,494,244	\$6,443,556	\$601,618,739	4,096	\$50,763,456	3,940
CHANGE FROM PRIOR YEAR				\$48,486,352	\$6,752,831	\$28,444,721	\$400,420	\$84,084,324	\$4,762,617	\$92,208,819	174		
PERCENT CHANGE				9.97%	30.20%	118.70%		15.78%	73.91%	17.25%	4.44%		