

FY 2014/15 PROPOSED OPERATING EXPENSE BUDGET
 CHANGES (ADDS/DELETES)
 AS COMPARED TO FY 2013/14 ADOPTED BUDGET

TRANSMITTAL 2

The following is a summary of the primary additions and deletions made to the FY 2013/14 Adopted Operating Expense Budget as compared to the FY 2014/15 Proposed Operating Expense Budget, by expense category. (\$'s in Millions, rounding may occur.)

FY 2013/14 ADOPTED BUDGET			\$ 210.10
Description	Add	Deletes	
Salaries & Benefits:			
Salary adjustments (MOU)	\$ 4.80		
Allocations to capital (direct)	\$ 2.80		
Pension & health contribution increase	\$ 2.40		
Port Police overtime	\$ 0.60		
AMP connection support overtime	\$ 0.20		
Port Pilots overtime	\$ 0.15		
Wilmington Marina Park maintenance support	\$ 0.03		
Promotional set-aside		\$ (0.25)	
Tuition reimbursements		\$ (0.20)	
Employee organizations subsidy		\$ (0.03)	
Perfect Attendance Program		\$ (0.02)	\$ 10.48
Travel:			
Mayoral Trade Missions (travel for staff)	\$ 0.04		
Foreign and other travel		\$ (0.07)	\$ (0.03)
Marketing:			
Foreign Trade representative costs		\$ (0.10)	\$ (0.10)
Materials & Supplies:			
Cruise terminal operations	\$ 0.13		
Maintenance Improvement Program	\$ 0.07		
Electrical safety audit recommendations	\$ 0.05		
Port Police parts and materials		\$ (0.08)	
Information Technology (costs savings)		\$ (0.02)	
Executive Office (costs savings)		\$ (0.02)	
Risk Management insurance broker		\$ (0.01)	\$ 0.12
City Services:			
Recreation & Parks and others - MOU increases	\$ 0.39		
City Attorney - MOU mandated salary increases	\$ 0.01		\$ 0.40
Outside Services:			
New port security systems support	\$ 1.18		
Allocations to Capital (direct)	\$ 0.90		
Electrical safety audit and additional facilities maintenance	\$ 0.56		
Mayoral trade mission	\$ 0.20		
City Attorney legal services	\$ 0.20		
Emergency management training	\$ 0.10		
Cargo forecast study - Port of Long Beach cost share	\$ 0.10		
Ports O'Call feasibility study	\$ 0.10		
Labor liaison	\$ 0.01		
Mineral rights development	\$ 0.01		
Port-wide reductions		\$ (3.64)	
Rental savings (Pacific Place)		\$ (0.33)	\$ (0.61)
Other Operating:			
Incentives			
Container Incentives	\$ 3.20		
Environmental incentives		\$ (0.50)	
Utilities	\$ 0.36		
Cost of Sales and other expenses		\$ (0.91)	
Clean Truck Program		\$ (0.33)	
Property rental		\$ (0.33)	
Lower memberships		\$ (0.10)	
Environmental (misc.)		\$ (0.01)	\$ 1.38
Allocations to overhead (indirect)		\$ (4.47)	\$ (4.47)
FY 2014/15 PROPOSED BUDGET	\$ 18.59	\$ (11.40)	\$ 217.29