Los Angeles City Council, Journal/Council Proceeding
Wednesday, June 10, 2026
JOHN FERRARO COUNCIL CHAMBER ROOM 340, CITY HALL 200 NORTH SPRING STREET, LOS ANGELES, CA 90012 - 10:00 AM

SPECIAL COUNCIL MEETING

(For further details see Official Council Files)

(For communications referred by the President see Referral Memorandum)

Special Agenda

Roll Call

Members Present: Blumenfield, Harris-Dawson, Hernandez, Hutt, Jurado, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13) Absent: Raman, Soto-Martinez (2)

An Opportunity for Public Comment will be Provided for All Items on the Agenda, Regardless of Whether a Public Hearing has been Previously Held

Items for which Public Hearings Have Not Been Held - (10 Votes Required for Consideration)

(30) **26-0625**

BUDGET AND FINANCE COMMITTEE REPORT relative to a proposed legal services agreement with Coblentz Patch Duffy & Bass LLP for outside counsel assistance with the case entitled Kristin Crowley v. City of Los Angeles, Los Angeles Superior Court (LASC) Case No. 26STCV05669.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. APPROVE a contract with Coblentz Patch Duffy & Bass LLP for a period of three years, in the initial amount of $500,000, for outside counsel assistance with the litigation entitled Kristin

Crowley v. City of Los Angeles, LASC Case No. 26STCV05669.

2. **INSTRUCT the City Clerk to place on the agenda for the first regularly scheduled City Council meeting of the new fiscal year, or as soon as practicable thereafter, the following action relative to this matter and funding of this contract:**

   "That the City Council, subject to the approval of the Mayor, AUTHORIZE the Controller to transfer $500,000 from the Unappropriated Balance, Outside Counsel Including Workers Compensation line item, to the City Attorney, Fund No. 100/12, Account No. 009301".

3. AUTHORIZE the City Attorney, or designee, to prepare Controller instructions for any necessary technical adjustments, subject to the approval of the City Administrative Officer (CAO); and, AUTHORIZE the Controller to implement the instructions.

Fiscal Impact Statement: None submitted by the City Attorney. Neither the CAO nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted

[The City Council may recess to Closed Session, pursuant to Government Code Section 54956.9(d)(1), to confer with its legal counsel to discuss the retention of the law firm Coblentz Patch Duffy & Bass LLP to provide legal services associated with the aforementioned case.]

Adopted Item Forthwith
Ayes: Blumenfield, Harris-Dawson, Hernandez, Jurado, Hutt, Lee, McOsker, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (12); Nays: Nazarian (1); Absent: Raman, Soto-Martínez (2)

(31) **25-0874-S5**

GOVERNMENT OPERATIONS and BUDGET AND FINANCE COMMITTEES' REPORT relative to the Fiscal Year 2025-26 Sixth Construction Projects Report.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. REAUTHORIZE the following:

    a. For Expired or Soon-to-be-Expired Municipal Imrovement Corporation Los Angeles (MICLA) Funds - Various Projects (Item A in the May 26, 2026 City Adminsitrative Officer [CAO] report), attached to the Council File): The use of up to $6,599,837 in MICLA funding from multiple Fiscal Years (FY) for various projects that have expired or will expire and reauthorize continued use of these funds beyond the City's MICLA Three-Year Spending Policy.

    b. For the 2026-27 MICLA Funding of Municipal Facilities Projects (Item B in the May 26, 2026 CAO report, attached to the Council File): A total of $65,392,790 in MICLA funding included in the 2026-27 Adopted Budget for Municipal Facilities projects, as specified in Attachment 1 of the May 26, 2026 CAO report, attached to the Council File.

    c. For the 2026-27 MICLA Capital Improvement Projects for the Los Angeles Convention Center (LACC; Item C in the May 26, 2026 CAO report, attached to the Council File): Authorize the Department of Convention and Tourism Development (CTD) and/or CAO to reimburse funds up to $11,400,000 from the MICLA Commercial Paper Program to vendors such as AEG Management LACC, LLC, as appropriate, to pay for capital improvement projects at the LACC, as specified in Attachment 1 of the May 26, 2026 CAO report, attached to the Council File.

2. REAUTHORIZE, in connection with the 2026-27 MICLA Fleet and Capital Equipment (Item D in the May 26, 2026 CAO report, attached to the Council File) a total of $116,075,252 in MICLA funding included in the FY 2026-27 Adopted Budget; and, AUTHORIZE the Department of General Services to establish appropriations to purchase fleet and equipment, as specified in

Attachment 1 of the May 26, 2026 CAO report, attached to the Council File.

3. AUTHORIZE, in accordance with Recommendation Nos. 1 through 4 detailed in the May 26, 2026 CAO report, attached to the Council File, the Controller to reimburse the General Fund within MICLA, upon CAO approval and receipt of requesting departments' labor services, construction materials, and supply invoices for completed work to include reimbursement for labor services documentation that must contain an hourly breakdown with task descriptions and codes detailing the completed MICLA eligible work, relative to the Departmental accounts designated for the aforementioned projects.

4. AUTHORIZE the CAO to make technical corrections, as necessary, to the transactions authorized in the May 26, 2026 CAO report, attached to the Council File, as required to implement the intent of those transactions.

Fiscal Impact Statement: The CAO reports that the recommendations stated in the May 26, 2026 CAO report, attached to the Council File, include reauthorizations totaling $199,467,879 in MICLA funding. There is no additional General Fund impact for operations and maintenance costs as these are administrative actions.

Financial Policies Statement: The CAO reports that the recommendations stated in the May 26, 2026 CAO report, attached to the Council File, comply with the City's Financial Policies in that appropriations for funds are limited to available cash balances needed to fund ongoing maintenance, programming, project shortfalls, and critical operational needs in FY 2026-27.

Debt Impact Statement: The CAO reports that the issuance of MICLA debt is a General Fund obligation. The proposed MICLA funding for the capital improvement projects (Items A, B, and C in the May 26, 2026 CAO report, attached to the Council File) would cause the City to borrow $83,392,627 at an approximate 5.5 percent interest rate over a period of 20 years. The total estimated debt service for these MICLA-funded projects is $139.6 million, including interest of approximately $56.1 million. The estimated average annual debt service is $7.0 million over a period of 20 years. The proposed

MICLA funding for the capital equipment acquisitions (Item D) would cause the City to borrow $116,075,252 at an approximate 5.5 percent interest rate over a period of 10 years. The total estimated debt service for these MICLA-funded capital equipment is $154.0 million, including interest of approximately $38.0 million. The estimated average annual debt service is $15.4 million over a period of 10 years. Actual interest rates may differ as rates are dependent on market conditions at the time of issuance. We cannot fully predict what interest rates will be in the future. In accordance with the City's Debt Management Policy, the City has an established debt ceiling to guide the evaluation of the affordability for future debt. The debt ceiling for non-voted direct debt as a percentage of General Fund revenues is six percent. The 2026-27 Proposed Budget non-voter-approved debt service ratio is 2.43 percent. The issuance of MICLA debt for these projects will not cause the City to exceed the six percent non-voter-approved debt limit.

Community Impact Statement: None submitted

Adopted Item Forthwith
Ayes: Blumenfield, Harris-Dawson, Hernandez, Jurado, Hutt, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13); Nays: (0); Absent: Raman, Soto-Martínez (2)

(32) **25-0874-S4**

GOVERNMENT OPERATIONS and BUDGET AND FINANCE COMMITTEES' REPORT relative to the Fiscal Year 2025-26 Fifth Construction Projects Report and Addendum.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the Controller to:

    a. Transfer $2,547,151 between Departments and Funds as specified in Attachment 1 of the April 20, 2026 City Administrative Officer (CAO) report, attached to the Council File.

    b. Transfer $370,666 between accounts within Departments and Funds as specified in Attachment 2 of the April 20,

2026 CAO report, attached to the Council File.

c. Appropriate $465,578 between accounts within Departments and Funds as specified in Attachment 3 of the April 20, 2026 CAO report, attached to the Council File.

d. Reimburse the General Fund within the Municipal Improvement Corporation of Los Angeles (MICLA), upon CAO approval and receipt of requesting Departments' labor services, construction materials, and supply invoices for completed work to include reimbursement for labor services documentation that must contain an hourly breakdown with task descriptions and codes detailing the completed MICLA eligible work, in connection with the Departmental accounts designated for the following projects:

   i. Vision Theatre Phase V (Item B)

   ii. Barnsdall Art Park, Residence A Phase II (Item C)

   iii. Southwest Yard - Video Surveillance Camera and Gate Access Project (Item H)

   iv. Sun Valley Youth Arts Center Art Studio Patio Enclosure - New Gallery (Item I)

   v. Van Nuys Jail Light-Emitting Diode (LED) Upgrade (Item N)

   vi. West Los Angeles Municipal Building Switchgear Replacement (Item O)

   vii. Central Station Car Wash Unit (Item Y)

e. Transfer $4,841,193 between Departments and Funds as specified in Attachment 1 of the May 5. 2026 CAO report,

attached to the Council File.

2. REAUTHORIZE the use of $1,500,000 in MICLA funding authority included in the Fiscal Year (FY) 2024-25 Adopted Budget (Council File No. 25-0600) for the Capital Program - Bureau of Street Services; and, AUTHORIZE the Controller to establish an Appropriation Account for this purpose (Item H).

3. AUTHORIZE the CAO to:

    a. Make technical corrections, as necessary, to the transactions authorized through the April 20, 2026 CAO report, attached to the Council File, as required to implement the intent of those transactions.

    b. Make technical corrections, as necessary, to the transactions authorized through the May 5, 2026 CAO report, attached to the Council File, as required to implement the intent of those transactions.

Fiscal Impact Statement: The CAO reports that the recommendations stated in the April 20, 2026 CAO report, attached to the Council File, include transfers, appropriations, and authority for expenditures totaling $3.4 million. This consists of $0.8 million from various special funds, $2.0 million in MICLA funds, and $0.6 million in CTIEP funds. All transfers and appropriations are based on existing funds, reimbursements, or revenues. There is an unanticipated General Fund impact in an amount not yet determined for operations and maintenance costs of three facilities currently not in operation: Vision Theatre, and Barnsdall Art Park, Residence A, and Vera Davis McClendon Facility. These costs will be addressed through the City budget process at the time the facilities are scheduled for completion. The CAO further reports in its May 5, 2026 report that there is no additional impact to the General Fund for operations and maintenance costs as a result of the recommendations contained in the May 5, 2026 CAO report, attached to the Council File.

Financial Policies Statement: The CAO reports that the recommendations stated in the April 20, 2026 CAO report, attached to the Council File, comply with the City's Financial Policies in that

appropriations for funds are limited to available cash balances needed to fund ongoing maintenance, programming, project shortfalls, and critical operational needs in the current budget year. The CAO further reports that in regard to its May 5, 2026 report, the recommendations stated in thie report comply with the City's Financial Policies in the appropriations for funds are limited to available cash balances needed to fund ongoing maintenance, programming, project shortfalls, and critical operational needs in the current budget year.

Debt Impact Statement: The CAO reports that the issuance of MICLA debt is a General Fund obligation. The reauthorization of MICLA funding for the Southwest Yard - Video Surveillance Camera and Gate Access Project (Item H) would cause the City to borrow $1.5 million at an approximate 5.5 percent interest rate over a period of 20 years. The total estimated debt service for this project is $2.5 million, including interest of approximately $1.0 million. During the life of the bonds, the estimated average annual debt service is $0.1 million over a period of 20 years. Actual interest rates may differ as rates are dependent on market conditions at the time of issuance. The CAO cannot fully predict what interest rates will be in the future. In accordance with the City's Debt Management Policy, the City has an established debt ceiling to guide the evaluation of the affordability for future debt. The debt ceiling for non-voted direct debt as a percentage of General Fund revenues is six percent. The 2025-26 Adopted Budget non-voter-approved debt service ratio is 2.40 percent. The issuance of MICLA debt for these projects will not cause the City to exceed the six percent non-voter-approved debt limit.

Community Impact Statement: None submitted

Adopted Item Forthwith
Ayes: Blumenfield, Harris-Dawson, Hernandez, Jurado, Hutt, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13); Nays: (0); Absent: Raman, Soto-Martínez (2)

(33) **25-0600-S135**

BUDGET AND FINANCE COMMITTEE REPORT relative to authorization of Year-End Reserve Fund borrowing.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the Controller to process Reserve Fund borrowing for each departmental budget authority (appropriation) up to $50,000 or one percent of said budget authority, whichever amount is greater, to cover any circumstances where departmental expenditures exceed appropriations at year-end closing.

2. REQUEST the Controller and INSTRUCT the City Administrative Officer (CAO) to work with departments to cancel encumbrances where expenditures and encumbrances exceed either appropriations or available receipts.

3. REQUEST the Controller to include in the Preliminary Financial Report to the Mayor and Council a list of year-end Reserve Fund advances resulting from this authority.

Fiscal Impact Statement: None submitted by the Controller. Neither the CAO nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted

Adopted Item Forthwith
Ayes: Blumenfield, Harris-Dawson, Hernandez, Jurado, Hutt, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13); Nays: (0); Absent: Raman, Soto-Martínez (2)

(34) **26-0771**

BUDGET AND FINANCE COMMITTEE REPORT, RESOLUTION, and ORDINANCE FIRST CONSIDERATION relative to the issuance and sale of Municipal Improvement Corporation of Los Angeles (MICLA) Lease Revenue Refunding Bonds, Series 2026-B (Real Property).

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. ADOPT the accompanying Authorizing RESOLUTION, included as Attachment A of the City Administrative Officer (CAO) report

dated May 26, 2026, attached to the Council file, which authorizes the issuance and sale in an aggregate principal amount up to $485 million of the MICLA Lease Revenue Refunding Bonds, Series 2026-B (Real Property) in one or more series (Bonds) to be sold on a negotiated basis, authorizes the execution and delivery of various bond documents in connection with the issuance and sale of the Bonds, and authorizes the optional redemption of the MICLA Lease Revenue Bonds, Series 2018-C.

2. PRESENT and ADOPT the accompanying ORDINANCE, dated May 21, 2026, approving the lease/leaseback and sublease of certain real properties and improvements thereon by and between the City and the MICLA, in connection with the issuance of said Bonds.

3. REQUEST the Controller to create one or more accounts in the Capital Finance Administration Fund (Fund No. 100/53) that will be used to pay for future lease payments on the Bonds entitled "MICLA 2026-B (Real Property)".

4. AUTHORIZE the CAO to make technical corrections and adjustments as necessary to those transactions included in said CAO report to implement the Mayor and Council intentions.

Fiscal Impact Statement: The CAO reports that the recommended actions do not impact the Fiscal Year (FY) 2025-26 General Fund Budget. This refunding transaction is expected to generate budgetary savings of $1.6 million in FY 2026-27 within the Capital Finance Administration Fund. The actual budgetary savings will be determined and dependent on market conditions at the time of the bond sale.

Financial Policies Statement: The CAO reports that the recommendations in the report comply with the City's Financial Policies in that it seeks to minimize the cost of debt by refunding outstanding bonds to achieve present value interest savings of at least three percent of the refunded par amount as required by the Debt Management Policy.

Debt Impact Statement: The CAO reports that the estimated present value interest savings from this proposed refunding is approximately $31.1 million (or 6.6 percent) over the life of the Refunded Bonds. The average annual present value savings is $2.2 million. The issuance of said Bonds will be an obligation of the General Fund, subject to annual appropriations in the Adopted Budgets. The resulting debt service will be paid from funds in the Capital Finance Administration Fund (Fund No. 100/53). The total estimated debt service payments are $566.5 million, including interest of $127.7 million, over a period of 12 years. The estimated average annual debt service payment for the Bonds is $47.2 million, with final maturity on November 1, 2037. The first debt service payment will be due on October 15, 2026. The estimated debt service, interest rates, and projected interest savings are based on market conditions as of May 15, 2026. Actual results will be determined and dependent on market conditions at the time of the bond sale. The issuance of the Bonds will not cause the City's debt service payments to exceed six percent of General Fund revenues for non-voter approved debt as established in the City's Financial Policies as detailed in Attachment B of said CAO report, since there are no new bonds (new money) being issued with this financing.

Community Impact Statement: None submitted

Adopted Item Forthwith
Ayes: Blumenfield, Harris-Dawson, Hernandez, Jurado, Hutt, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13); Nays: (0); Absent: Raman, Soto-Martínez (2)

Items Called Special

Motions have been Referred and will be Posted on the City Clerk's Website shortly after the Council Meeting

Council Adjournment

ENDING ROLL CALL

Blumenfield, Harris-Dawson, Hernandez, Hutt, Jurado, Lee, McOsker, Nazarian, Padilla, Park, Price Jr., Rodriguez, Yaroslavsky (13) Absent: Raman, Soto-Martinez (2)

Whereupon the Council did adjourn.

ATTEST: Patrice Y. Lattimore, CITY CLERK

By

Council Clerk PRESIDENT OF THE CITY COUNCIL