

Los Angeles City Council, **Journal/Council Proceedings**
Friday, **March 23, 2012**
John Ferraro Council Chamber, Room 340, City Hall - 10:15 am

--- SPECIAL COUNCIL MEETING ---

10:15 A.M. OR AS SOON THEREAFTER
AS COUNCIL RECESSES ITS REGULAR MEETING

ROLL CALL - Members present: Alarcón, Buscaino, Englander, Garcetti, Huizar, Koretz, Krekorian, LaBonge, Parks, Perry, Reyes, Rosendahl, Zine and President Wesson (14); Absent: Cárdenas (1)

Items for Which Public Hearings Have Been Held - Items 12-13

Adopted, Ayes (14); Absent: Cárdenas (1)
(Item Nos. 12-13)

ITEM NO. (12) - ADOPTED - TO THE MAYOR FORTHWITH

[12-0376](#)

ENERGY AND ENVIRONMENT COMMITTEE REPORT, RESOLUTIONS and ORDINANCE FIRST CONSIDERATION relative to the issuance of the Los Angeles Wastewater System Fixed-Rate Revenue Refunding Bonds.

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

1. ADOPT the accompanying Twenty-Sixth Supplemental RESOLUTION, and Thirteenth Supplemental RESOLUTION, including various documents required to execute the transactions, and authorizes the City Administrative Officer (CAO) to take certain actions required to manage the transactions, as detailed in the CAO March 15, 2012 report and attached to the Council file.
2. PRESENT and ADOPT the accompanying ORDINANCE establishing special funds for the Los Angeles Wastewater System Revenue Bonds, Series 2012 ("Series 2012 Bonds").
3. AUTHORIZE the CAO to make technical changes to implement the intent of the Council and Mayor.

Fiscal Impact Statement: The CAO reports that the debt service on the Wastewater System Revenue Bonds is paid from the Sewer Construction and Maintenance Fund and that the costs of issuance will be paid from bond proceeds. Approval of the proposed resolution will have no impact on the City's General Fund.

Debt Impact Statement: The CAO reports that there is no debt impact to the City's General Fund from the approval of the recommendations in this report. The proposed transactions are expected to generate savings for the Sewer and Construction Maintenance Fund, pursuant to the City's Debt Management Policies, which will be determined at the time of issuance subject to market conditions.

Community Impact Statement: None submitted.

ITEM NO. (13) - ADOPTED

[10-1763-S3](#)

BUDGET AND FINANCE COMMITTEE REPORT and RESOLUTION relative to authorization to issue up to \$280 million in Municipal Improvement Corporation of Los Angeles (MICLA) Lease Revenue Bonds, Series 2012.

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

1. ADOPT the accompanying AUTHORIZING RESOLUTION, including various documents required for the execution of the bonds, which authorizes the issuance of up to \$280 million in MICLA Lease Revenue bonds.
2. AUTHORIZE the City Administrative Officer (CAO) to pay Fiscal Year 2012-13 debt service on the bond issuance from monies in the Capital Finance Administration Fund (Fund 100/53).
3. INSTRUCT the Controller to create three new accounts in the Capital Finance Administration Fund that will be used to pay for future debt service: "MICLA 2012-A (Commercial Paper Capital Equipment Refinancing)", "MICLA 2012-B (Commercial Paper Real Property Refinancing)", "MICLA 2012-C (Refunding of MICLA Series 2002-AQ, 2002-AR, 2002-AU, 2002-T, and 2004-AR)".

Fiscal Impact Statement: The CAO reports that the issuance of up to \$280 million in MICLA Lease Revenue Bonds Series 2012-A, Series 2012-B and Refunding Series 2012-C will be an obligation of the General Fund and the resulting debt service will be paid from the Capital Finance Administration Fund. The debt service for Fiscal Year 2012-13 is projected to be approximately \$10 million for Series 2012-A and 2012-B. During the life of the bonds, the average annual debt service will be approximately \$12.8 million for Series 2012-A over 10 years and \$1.98 million for Series 2012-B over 30 years. For Refunding Series 2012-C, based on current market rates, the net present value savings for the potential refunding of outstanding MICLA Series 2002-AQ, 2002-AR, 2002-AU, 2002-T, and 2004-AR bonds is approximately \$9.5 million over the life of the bonds (20 years). The average annual savings is approximately \$475,000.

Debt Impact Statement: The CAO reports that the issuance of up to \$280 million in MICLA Lease Revenue Bonds Series 2012-A, Series 2012-B and Refunding Series 2012-C 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, Debt Management Section. The debt service for Fiscal Year 2012-13 is projected to be approximately \$10 million. During the life of the bonds, the average annual debt service will be approximately \$12.8 million for Series 2012-A over 10 years and \$1.98 million for Series 2012-B over 30 years. For the Refunding Series 2012-C, based on current market rates, the net present value savings for the potential refunding of outstanding MICLA Series 2002-AQ, 2002-AR, 2002-AU, 2002-T, and 2004-AR bonds is approximately \$9.5 million over the life of the bonds (20 years). The average annual savings is approximately \$475,000.

Community Impact Statement: None submitted.

Items for Which Public Hearings Have Not Been Held - Item 14-16

(10 Votes Required for Consideration)

ITEM NO. (14) - ADOPTED

Adopted, Ayes (13); Absent: Cárdenas and Perry (2)

[10-1763-S3](#)

COMMUNICATION FROM THE CITY ATTORNEY and ORDINANCES FIRST CONSIDERATION in connection with the issuance of the Municipal Improvement Corporation of Los Angeles (MICLA) Lease Revenue Bonds, Series 2012-A (Capital Equipment), Series 2012-B (Real Property) and Refunding Series 2012-C (Real Property) (Bonds).

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

1. PRESENT and ADOPT the accompanying ORDINANCE which repeals two lease/leaseback ordinances to remove real properties previously leased and subleased and creates a new lease/leaseback of real properties necessary for the real property components of Series 2012-B and Series 2012-C.
2. PRESENT and ADOPT the accompanying ORDINANCE which would create special funds to record the accounting transactions for Series 2012-A, Series 2012-B and Series 2012-C.

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

Community Impact Statement: None submitted.

(Budget and Finance Committee waived consideration of the above matter)

ITEM NO. (15) - ADOPTED - TO THE MAYOR FORTHWITH

Adopted, Ayes (14); Absent: Cárdenas (1)

[11-0023-S9](#)

CONSIDERATION OF MOTION (PERRY - REYES) relative to funding for a dedicated computer server and data storage unit to receive public comments on the Environmental Impact Review for the proposed downtown stadium and events center project.

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

AUTHORIZE the Controller to:

- a. Accept deposits and payments in the amount of \$100,000 from Anschutz Entertainment Group, Inc. (AEG), and place the funds into Fund 52D, Planning Case Processing Fund, Balance Sheet Account, 2200, per the terms of the Motion adopted by the Council on December 7, 2011 (Council File No. 11-0023-S8).
- b. Set up the Appropriation Unit 68973H, Contingent Expense, within the City Planning Case Processing Special Revenue Fund, Fund 52D.
- c. Transfer \$100,000 from the Appropriation Unit 68999G, Reserve for Unanticipated Cost, upon receipt of the funds from AEG to the Appropriation Unit 68973H within the City Planning Case Processing Special Revenue Fund, Fund 52D.

Community Impact Statement: None submitted.

(Ad Hoc Committee on Downtown Stadium and Convention Center Renovation waived consideration of the above matter)

ITEM NO. (16) - ADOPTED, AS AMENDED - SEE FOLLOWING

Adopted as Amended, Ayes (13); Absent: Cárdenas and Perry (2)

[12-0382](#)

CD 1

CONSIDERATION OF MOTION (REYES - GARCETTI) relative to an Interim Control Ordinance (ICO) related to the establishment and operation of new Formula Retail Uses in Chinatown.

Recommendation for Council action:

INSTRUCT the Planning Department, with the assistance of the City Attorney, to:

- a. Prepare and present an ICO, to prohibit the issuance of demolition, building, and any other applicable permits for the establishment and operation of new Formula Retail Uses in Chinatown, which is generally bounded by the Pasadena Freeway on the North, North Broadway and North Main Street on the East, Cesar E. Chavez Avenue and the Santa Ana Freeway on the South, and Beaudry Avenue on the West.
- b. Include an Urgency Clause in the ICO to make it effective upon publication.

Community Impact Statement: None submitted.

(Planning and Land Use Management Committee waived consideration of the above matter)

ADOPTED

AMENDING MOTION (REYES - GARCETTI)

Recommendations for Council action:

ADOPT the following Additional Recommendations:

- a. Exclude existing and new businesses that are less than 20,000 square feet.
- b. Exclude existing businesses currently operation I Chinatown that want to either expand or move.
- c. Revise the geographical boundaries of the Chinatown ICO to reflect that it is generally bounded by the 110 Pasadena Freeway on the West, to Cesar Chavez on the South, to Main and Alameda to College to Broadway on the East, and to Cottage Home on the North, and then back to the 110 Freeway.

ADOPTED

MOTION (KREKORIAN - ALARCON)

Recommendations for Council action:

1. **INSTRUCT** the Department of City Planning, with the assistance of the City Attorney, and any other affected departments to ensure the proposed Ordinance:
 - a. Encompasses the input of the community, particularly the Neighborhood Council for the impacted area.
 - b. Includes an economic analysis to suggest whether it would help existing businesses or hurt existing businesses.
2. **INSTRUCT** the Office of Economic Analysis to provide a detailed review of this matter.

Whereupon the Special Council meeting did adjourn.

ATTEST: June Lagmay, CITY CLERK

By

Council Clerk

PRESIDENT OF THE CITY COUNCIL