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COUNSELORS AT LAW

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September 27, 2012

VIA EMAIL: Norman.Kulla@LACity.org & U. S. Mail

Norman Kulla  
Executive Director  
Los Angeles City Council  
1645 Corinth Avenue #201  
Los Angeles, CA 90025-3150

**Re: AEG / Convention Center / Football Stadium**

Dear Mr. Kulla:

I have lived and worked in Brentwood, Councilman Rosendahl's District for approximately 30 years.

With the announcement by AEG that they are selling their business, an opportunity emerges for the City.

The basis for the City's agreement has changed. If AEG is sold, there is no guarantee that the new company will maintain the same asset base; there is no longer a guarantee that the new owners of AEG will not split off various assets and the face of AEG, Tim Leiweke, could be easily terminated by the new owners (or leave as he probably has a "change of ownership" clause in his contract).

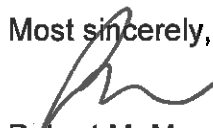
Opportunity for the City of Los Angeles:

Why not make the \$300,000,000 bond issue due on the sale of AEG? (This would be similar to a due on sale loan on a residential or business property). While the City is issuing the bonds with the hope that the revenues earned from the Stadium will pay the principal and interest, it has also been noted that AEG is ultimately standing behind the bond. The \$300,000,000 bond is a drop in the bucket for the reported value of the AEG deal. Why shouldn't the City be off the hook if the group who sold this idea to the City is moving on?

Without over-stepping my suggestions, this may also be an opportunity to demand a piece of the naming rights of the Stadium, and a continuing small ownership interest in the Stadium and football team (proceeds to be used solely for education and infrastructure repair).

If I can help with any details of how to approach the above, please call.

Most sincerely,



Robert M. Myman