TO THE COUNCIL OF THE CITY OF LOS ANGELES

Your

BUDGET AND FINANCE COMMITTEE and TRADE, COMMERCE AND TOURISM COMMITTEE

report as follows:

BUDGET AND FINANCE and TRADE, COMMERCE AND TOURISM COMMITTEES' REPORT relative to the request for proposal (RFP) for the management and operation of the Los Angeles Convention Center (LACC).

Recommendation for Council action:

INSTRUCT the City Administrative Officer (CAO) to re-issue the RFP for the management and operations of the LACC with the following provisions:

- a. If Council approves the above recommendation, the CAO will re-issue the abovereferenced RFP on the following business day.
- b. The re-issued RFP will contain a submittal deadline of 30 days (as in the original RFP).
- c. All proposals submitted to the original RFP will be kept confidential.
- d. All proposers who submitted a proposal to the original RFP (whether deemed responsive or non-responsive) are eligible to participate in the reissued RFP process with the option to provide supplemental information.
- e. New proposers are encouraged to participate in the reissued RFP process.

<u>Fiscal Impact Statement</u>: None submitted by the CAO. The Chief Legislative Analyst has not 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)(2) and (e)(2), to confer with its legal counsel relative to significant exposure to litigation in relation to the LACC RFP.)

<u>SUMMARY</u>

At a joint special meeting on April 22, 2013, the Budget and Finance and Trade, Commerce and Tourism Committees considered a CAO report relative to the RFP for the management and operation of the Los Angeles Convention Center (LACC). The CAO reports that it is seeking direction on a request to reconsider the decision finding the AEG Facilities' proposal non-responsive. The CAO sent a letter on March 18, 2013, informing AEG Facilities that, upon the advice of the City Attorney, its submittal was non-responsive. The CAO received a letter from

Anschutz Entertainment Group, Inc. (AEG) disagreeing with the conclusion that its submittal was non-responsive. Both letters are attached to the CAO report on the Council file.

During the Committees' discussion, representatives of the CAO and City Attorney provided background information and responded to related questions from Committee members. The Committees provided an opportunity for public comment. The Committees subsequently went into closed session in order to discuss the legal issues. Once the Committees returned to open session, the Committees recommended to instruct the CAO to re-issue the RFP for the management and operations of the LACC with the provisions detailed in the above recommendation.

This matter is now submitted to Council for its consideration.

Respectfully submitted,

BUDGET AND FINANCE COMMITTEE TRADE, COMMERCE AND TOURISM COMMITTEE

VOTE

YES

YES

YES

MEMBERVOTEKREKORIAN:YESENGLANDER:YESROSENDAHL:YESKORETZ:YESLABONGE:YES

ep <u>12-0692</u>_rpt_bfc_4-22-13

Not Official Until Council Acts

MEMBER

LABONGE:

BUSCAINO:

ROSENDAHL: