

Los Angeles City Ethics Commission

August 2, 2012

The Honorable City Council c/o June Lagmay, City Clerk 200 North Spring Street City Hall – 3rd Floor Los Angeles CA 90012

Re:

Council File Number 12-1036

Appointment of Sepand Samzadeh to the Board of Building and Safety

Commissioners

FOR COUNCIL CONSIDERATION

Dear Councilmembers:

On July 12, 2012, the Mayor transmitted to the City Clerk a letter indicating his appointment of Mr. Sepand Samzadeh to the Board of Building and Safety Commissioners. The Ethics Commission received Mr. Samzadeh's pre-confirmation statement of economic interests (SEI) on July 27, 2012, and this letter is provided for your consideration as part of the confirmation process. A copy of this letter is also being provided to Mr. Samzadeh to help him avoid potential conflicts of interests that may arise in the course of his tenure as a member of the Board of Building and Safety Commissioners.

Mr. Samzadeh reports on his SEI an ownership interest in Days Between Stations, LLC. He also reports that he holds an investment interest in and receives salary income from Chamartin, Inc. In addition, Mr. Samzadeh discloses community property income from JH Cohn, LLP and reports an interest in real property. If a matter involving any of these interests comes before the Board of Building and Safety Commissioners, Mr. Samzadeh should, before acting, seek the advice of the City Attorney regarding whether he should disqualify himself. We are unable to assess if or how frequently Mr. Samzadeh would be in a position of having to recuse himself.

Interests disclosed on an SEI are not the only interests that can give rise to a conflict of interests. For example, state law may require recusal by a board or commission member due to certain business activities of the clients of that member's employer. Additionally, recusal may be required under City Charter § 222, which states that the City Attorney may provide a written opinion concerning the obligation of a City official to refrain from acting on a matter when it may violate state law or when action may not be in the public interest.

If a matter raises a potential conflict of interests, we encourage Mr. Samzadeh to seek the advice of the City Attorney before acting. If Mr. Samzadeh is required to disqualify himself from acting on a matter, Los Angeles Municipal Code § 49.5.6(J) and Executive Directive 2005-

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1 require him to file a Recusal Notification Form (CEC Form 51) with the Ethics Commission and the Mayor's office. If a board or commission member is disqualified from acting on three or more agenda items in a year because of a conflict caused by the same interest, the Ethics Commission is required by City Charter § 707 to review the conflict. If the Ethics Commission determines that the member has a significant and continuing conflict of interests, it must order divestment of the interest that is causing the conflict.

In addition to reviewing a nominee's SEI, the Ethics Commission also verifies that the nominee is a registered City voter. We have received a completed Residence Verification Form for Mr. Samzadeh, which affirms that he is registered to vote in the City.

If you have questions, please feel free to contact Ethics Program Manager Shannon Prior at (213) 978-1960.

Sincerely,

Heather Holt

Executive Director

cc:

Mayor Antonio Villaraigosa Mr. Sepand Samzadeh