

ECONOMIC DEVELOPMENT COMMITTEE REPORT relative to asset management and evaluation of City properties for City use and economic development.

Recommendations for Council action:

1. AUTHORIZE the Municipal Facilities Committee to designate qualified City properties for economic development or other use, and to assign to appropriate City departments for implementation, subject to Council approval, all in conformance with the procedures described in Attachment A of the City Administrative Officer (CAO) report dated October 28, 2014 (attached to Council file No. 12-1549-S3).
2. APPOINT the General Manager, Economic and Workforce Development Department (EWDD), or designee, as an ex-officio, non-voting member of the Municipal Facilities Committee.
3. INSTRUCT the heads of all departments, with the exception of Port of Los Angeles, Los Angeles World Airports, and Los Angeles Department of Water and Power, to submit all requests for utilization, acquisition, relocation, transfer or disposition of City property to the Municipal Facilities Committee through the CAO Asset Management Strategic Planning (AMSP) Unit for consideration as outlined in the CAO report dated October 28, 2014.
4. INSTRUCT the CAO and EWDD to report to the Council and Mayor with proposed staffing recommendations to assist with implementation of the City's economic development goals concerning City property.
5. DIRECT the CAO AMSP Unit and EWDD to report annually to the Mayor and Council detailing property evaluations requested, under review, and completed; and, report with an update on the status of all properties being reused or redevelopment for non-municipal purposes.
6. INSTRUCT the Chief Legislative Analyst (CLA) and EWDD to report in two weeks on Recommendation Nos. 4, 5, 6, and 7 in the CAO report dated October 28, 2014.
7. RECEIVE and file the CAO report dated August 19, 2014.

Fiscal Impact Statement: The CAO reports that the recommendations have no immediate impact on the General Fund. The recommended actions do propose that future proceeds from properties sold or leased for economic development purposes be dedicated to a new Economic Development Trust Fund. To the extent that City properties may be sold for economic development purposes rather than as surplus properties, General Fund and Real Property Trust Fund revenues would be proportionately reduced, as the balance of proceeds would be dedicated to the Economic Development Trust Fund.

The recommended actions also instruct the CAO and EWDD to prepare a report considering potential additional or reorganized staffing resources to evaluate and implement the disposition and development of City properties for economic development. That report will include a discussion of any cost implications associated with staffing recommendations.

Community Impact Statement: None submitted.

SUMMARY

At a regular meeting held on February 24, 2015, the Economic Development Committee considered reports from the City Administrative Officer dated October 28, 2014 and August 19, 2014 relative to asset management and strategic planning and recommendations for evaluation of City-owned properties for City use and economic development.

Representatives of the CAO and the Chief Legislative Analyst addressed the Committee on the matter and responded to related questions. During the discussion, the CAO representative reported that the City currently has an ad hoc and unclear process for reuse of city properties for uses other than municipal facilities and that the process proposed by the CAO in its report would: provide a clearer process for the evaluation of properties for reuse based on a documented analysis, provide a way for the City to identify properties for economic development, and be responsive to Council and departmental objections.

The CAO representative noted the proposed process for reuse of City property would be initiated by Council motion. The CAO's AMSP Unit would review those requests and forward its recommendations to the Municipal Facilities Committee (MFC) comprised of CAO, CLA and Mayor (with the EWDD General Manager proposed as an ex-officio non-voting member). The MFC's recommendations then would be forwarded to Committee and Council for consideration.

In Recommendation Nos. 4, 5, 6, and 7 of its report, the CAO also proposes establishment of an economic development trust fund administered by the EWDD to receive the proceeds from the sale or lease of economic development-designated properties to fund citywide economic development programs, and that the EWDD report back with guidelines for use of the trust funds. Additionally, the CAO recommends that it and the EWDD report back regarding staffing for the EWDD to support the proposed process for the reuse of City property for economic development.

After additional discussion and after providing an opportunity for public comment, the Committee approved the recommendations in the CAO report as amended to request the CLA and EWDD to report in two weeks on Recommendation Nos. 4, 5, 6, and 7 from the CAO report dated October 28, 2014, and to receive and file the CAO report dated August 19, 2014. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ECONOMIC DEVELOPMENT COMMITTEE

A handwritten signature in black ink, appearing to read "Lauren Berg". The signature is written in a cursive, flowing style.

<u>MEMBER</u>	<u>VOTE</u>
PRICE:	YES
KREKORIAN:	YES
HUIZAR:	ABSENT
CEDILLO:	YES
MARTINEZ:	YES
WESSON:	ABSENT
KORETZ:	ABSENT

REW
3/6/15
FILE NO. 12-1549-S3

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