

INNOVATION, TECHNOLOGY AND GENERAL SERVICES 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. REQUEST the City Attorney to prepare an ordinance to establish a new interest-bearing Economic Development Trust Fund (EDTF), to be administered by EWDD, to receive eligible proceeds from the sale or lease of City property for economic development purposes, in accordance with expenditure guidelines prepared by EWDD.
5. REQUEST the EWDD to prepare guidelines for the expenditure of EDTF monies, for consideration and approval by the Municipal Facilities Committee.
6. REQUEST the Controller to establish an account in the new EDTF authorized to collect the appropriate portion of sale or lease proceeds from the sale of economic development properties, pursuant to the guidelines outlined in this report and Controller instructions to be provided by EWDD.
7. AUTHORIZE the EWDD to serve as Fund Administrator of the new EDTF and to administer the disbursement of such funds for economic development projects and programs, in accordance with the EBTF ordinance to be drafted and considered under separate cover.
8. INSTRUCT the CAO and EWDD to report to Council and Mayor with proposed staffing recommendations to assist with implementation of the City's economic development goals concerning City property.
9. DIRECT the CAO AMSP Unit and the EWDD to report annual 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.

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 December 9, 2014, the Innovation, Technology and General Services 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.

A representative of the CAO appeared before the Committee and provided a brief overview and responded to related questions. After providing an opportunity for public comment, the Committee approved the recommendations in the October 28, 2014 CAO report. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INNOVATION TECHNOLOGY AND GENERAL SERVICES COMMITTEE

<b><u>MEMBER</u></b>	<b><u>VOTE</u></b>
BLUMENFIELD:	YES
BONIN:	ABSENT
O'FARRELL:	YES



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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**