TO THE COUNCIL OF THE CITY OF LOS ANGELES

Your INFORMATION TECHNOLOGY AND GENERAL SERVICES Committee

reports as follows:

INFORMATION TECHNOLOGY AND GENERAL SERVICES COMMITTEE REPORT relative to the negotiation and execution of a lease renewal for studio space for Channel 35 of the Information Technology Agency (ITA) at 319 East Second Street, Los Angeles.

Recommendation for Council action:

AUTHORIZE the Department of General Services (GSD) to negotiate and execute a lease renewal for office space at 319 East Second Street, Los Angeles, CA 90012 for Channel 35 of the ITA, as substantially outlined in the November 15, 2012 report from the GSD, attached to the Council file.

<u>Fiscal Impact Statement</u>: The GSD reports that the City is currently paying \$8,980 per month (\$1.46 per rentable square foot per month). The new lease rate will be \$7,365 per month (\$1.20 per square foot per month) for the entire new lease period, with no annual escalation. This is a savings of almost 18% which equates to approximately \$20,000 savings every year. This lease is paid 100% by the Telecommunications Development Account; therefore there is no impact to the General Fund.

Community Impact Statement: None submitted.

Summary:

On November 26, 2012, your Committee considered a GSD report dated November 15, 2012 relative to the negotiation and execution of a lease renewal for studio space for Channel 35 of the ITA at 319 East Second Street, Los Angeles. The report, attached to the Council file, provides background information and details on the proposed lease renewal. During the discussion of this item, and in response to the Committee Chair's question regarding space optimization, the City Administrative Officer representative stated that the recommended lease renewal is consistent with the City's Space Optimization Plan.

After providing an opportunity for public comment, the Committee recommended that Council approve the recommendation contained in the GSD report, as reflected above. This matter is now submitted to Council for its consideration.

Respectfully submitted,

INFORMATION TECHNOLOGY AND GENERAL SERVICES COMMITTEE

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