

The City Council ADOPTED the following recommendation(s), contained in a COMMUNICATION FROM THE CITY CLERK which were WAIVED, pursuant to Council Rule 17, by the Chair of the Jobs and Business Development Committee, SUBJECT TO THE APPROVAL OF THE MAYOR:

- 1. FIND that the petitions submitted on behalf of the proponents of the proposed Fashion District BID are signed by property owners who will pay more than 50 percent of the assessments proposed to be levied.
- 2. FIND that all parcels that will have a special benefit conferred upon them and upon which an assessment would be imposed are those as identified in the Management District Plan.
- 3. FIND in accordance with Article XIIID of the California Constitution and based on the facts and conclusions contained in the Engineer's Report attached to the Council file, that:
 - a. The assessment levied on each parcel within the proposed District is proportionate to the special benefit derived from the improvements and activities that are to be provided.
 - b. The Engineer has separated the general from special benefits. The Engineer's Report identified general benefits in the amount of 2.42 percent to be separated from the special benefits conferred on parcels within the proposed District. The yearly general benefits cost must be paid from funds other than the assessments collected for the Fashion District BID. The general benefit cost for first year of operation is \$88,991.
 - c. No assessment imposed on any parcel exceeds the reasonable cost of the proportional special benefit conferred on that parcel.
- 4. FIND that the assessments for the proposed District are not taxes and that the District qualifies for exemption from Proposition 26 under exemption 7 of Article XIIIC §1(e).
- 5. FIND that the services provided by the Owners' Association are in the nature of professional, expert, technical or other special services, that the services are of a temporary and occasional character, and that the use of competitive bidding would be impractical, not advantageous, undesirable or where the common law otherwise excuses compliance with competitive bidding requirements.

- 6. FIND that the proposed improvements and activities are completely separate from the day to day operations of the City of Los Angeles.
- 7. APPROVE the Downtown Los Angeles Property Owners' Association to serve as the Owners' Association to administer the Fashion District BID.
- 8. ADOPT the Preliminary Report of the City Clerk.
- 9. ADOPT the Management District Plan, attached to the Council file.
- 10. ADOPT the Engineer's Report, attached to the Council file.
- 11. PRESENT and ADOPT the accompanying ORDINANCE OF INTENTION to establish the Fashion District BID.
- 12. AUTHORIZE the City Clerk, upon establishment of the District, to prepare, execute and administer a contract between the City of Los Angeles and the Downtown Los Angeles Property Owners' Association, a nonprofit corporation, for the administration of the District's programs upon adoption of the ordinance establishing the District.
- 13. DIRECT the City Clerk to comply with the notice, protest and hearing procedures prescribed in the Proposition 218 Omnibus Implementation Act (California Government Code, Section 53750 et seg).
- 14. REQUEST the City Attorney, with the assistance of the City Clerk, to prepare an enabling Ordinance establishing the Fashion District BID for City Council consideration at the conclusion of the required public hearing.

Council File No. 13-0641