

ECONOMIC DEVELOPMENT COMMITTEE REPORT relative to modernization options for the Los Angeles Convention Center (LACC).

Recommendations for Council action:

1. INSTRUCT the City Administrative Officer (CAO) to obtain the appraisal of the Convention Center facility.
2. INSTRUCT the CAO to work with the City Attorney and outside counsel to report back on any legal issues that could have a potential impact as it relates to Plan B and should be considered as part of potential financing options.
3. INSTRUCT the CAO and the Chief Legislative Analyst (CLA), with the assistance of the City Attorney, to explore alternate development projects or a public private partnership that could generate new revenues to pay for additional debt service costs for renovation of the Convention Center.
4. INSTRUCT the Public Works Bureau of Engineering (BOE), LACC, and Los Angeles Tourism and Convention Board (LATCB), with assistance of the CLA and the CAO, to prepare a Task Order Solicitation (TOS) for the development of conceptual plans for the renovation, expansion, and modernization of the LACC campus, including exhibition space, meeting rooms, outdoor space, hotel opportunities, and other amenities, and report back in 90 days.
5. INSTRUCT the CAO to work with the BOE to determine the amount of funding needed for the TOS, identify a source of funds for the TOS, and report back in 90 days.
6. INSTRUCT the CLA, with the LACC, BOE, and CAO to report in 60 days on short-term LACC capital improvements and a plan to prioritize and implement those improvements.
7. INSTRUCT the Department of City Planning to report on the environmental and entitlement review process required for an alternative development scenario, including reference to entitlements approved for the New Hall and Event Center project.

Debt Impact Statement: The CAO reports that In accordance with the City's Financial Policies, Debt Management Section, the maximum debt service payable in any given year may not exceed six percent of General Fund revenues for nonvoter approved debt. For every 0.1 percent, approximately \$26 million in project funding may be issued. Currently, the City has capacity to issue an additional \$290 million, however this is an estimate and could change due to market conditions and future debt projects. The recommendations contained herein, are in compliance with the City's Debt Policies.

Fiscal Impact Statement: The CAO reports that Recommendation Nos. 1 - 3 are in compliance with the City's Financial Policies and have no impact on the General Fund.

Community Impact Statement: None submitted.

SUMMARY

At a regular meeting held on December 10, 2013, the Economic Development Committee considered a reports from the Chief Legislative Analyst (CLA) dated September 20, 2013 and December 4, 2013, and a report from the City Administrative Officer (CAO) dated December 6, 2013, relative to modernization options for the Los Angeles Convention Center.

The CLA, along with the CAO, appeared before the Committee and provided a brief overview of the matter and responded to related questions.

After providing an opportunity for public comment, the Committee recommended approval of the recommendations in the CLA and CAO reports. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ECONOMIC DEVELOPMENT COMMITTEE

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

-NOT OFFICIAL UNTIL COUNCIL ACTS-