

ECONOMIC DEVELOPMENT COMMITTEE REPORT relative to the Community Redevelopment Agency of Los Angeles, a Designated Local Authority's (CRA/LA-DLA) request to the City of Los Angeles for the continued subordination of pass-through payments (Assembly Bill [AB] 1290 Funds) for the Bunker Hill Project Tax Allocation Bonds.

Recommendation for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

APPROVE the attached subordination request (Attachment I of the City Administrative Officer [CAO] report dated September 29, 2014, attached to Council file No. 13-1529) from the CRA/LA-DLA (Successor Agency to the former Community Redevelopment Agency of the City of Los Angeles [CRA/LA]) to subordinate the City of Los Angeles' share of its statutorily mandated pass-through payments (AB 1290 Funds) in order to facilitate the issuance of refunding Bunker Hill Redevelopment Project Area Bonds for debt service savings through the CRA/LA-DLA's participation in the County of Los Angeles Redevelopment Bond Refunding Program with respect to the former CRA/LA's Bunker Hill Redevelopment Project Area.

Fiscal Impact Statement: The CAO reports there is no impact to the City's General Fund. All debt payments of the former CRA/LA's borrowing are paid with Tax Increment revenues from the respective Redevelopment Project Areas. The source of funds identified for the CRA/LA-DLA's subordination request is the City of Los Angeles' share of its statutorily mandated pass-through payments (AB 1290 Funds). AB 1290 Funds are considered by the City of Los Angeles as special funds due to the existing Council policy in which all AB 1290 Funds are retained for use in the Redevelopment Project Area or Council District in which they are generated.

Community Impact Statement: None submitted.

TIME LIMIT FILE - NOVEMBER 13, 2014

(LAST DAY FOR COUNCIL ACTION - NOVEMBER 12, 2014)

SUMMARY

At a regular meeting held on October 14, 2014, the Economic Development Committee considered a CAO report dated September 29, 2014 relative to the CRA/LA-DLA's request to the City of Los Angeles for the continued subordination of pass-through payments (AB 1290 Funds) for the Bunker Hill Project Tax Allocation Bonds as part of the CRA/LA-DLA's participation in the County of Los Angeles' refunding bond program.

After providing an opportunity for public comment, the Committee approved the recommendations in the CAO report. 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:	ABSENT
CEDILLO:	YES
MARTINEZ:	YES
WESSON:	ABSENT
KORETZ:	ABSENT

REW
10/15/14
FILE NO. 13-1529

-NOT OFFICIAL UNTIL COUNCIL ACTS-