

CITY OF LOS ANGELES  
CALIFORNIA

HOLLY L. WOLCOTT  
Interim City Clerk



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MAYOR

Office of the  
CITY CLERK

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When making inquiries relative to  
this matter, please refer to the  
Council File No.

July 3, 2014

To All Interested Parties:

**Chief Legislative Analyst**

I HEREBY CERTIFY that the City Council adopted the action(s), as attached, under  
Council File No. 14-0002-S58, at its meeting held June 27, 2014.

A handwritten signature in black ink, appearing to read 'Holly L. Wolcott', is written over the signature line.

City Clerk  
io

cc: 8 Certified copies sent to Sacramento Representatives

Mayor's Time Stamp  
2014 JUL 1 PM 3:51  
CITY OF LOS ANGELES

City Clerk's Time Stamp  
2014 JUL -1 PM 3:48  
CITY CLERK  
BY \_\_\_\_\_ DEPUTY

**FORTHWITH**

SUBJECT TO THE CONCURRENCE OF THE MAYOR

COUNCIL FILE NO. 14-0002-S58

COUNCIL DISTRICT \_\_\_\_\_

COUNCIL APPROVAL DATE June 27, 2014

RE: ESTABLISHING THE CITY'S POSITION TO SUPPORT AB 1999 (ATKINS)

LAST DAY FOR MAYOR TO ACT JUL 11 2014  
[10 Day Charter requirement as per Charter Section 231(h)]

**DO NOT WRITE BELOW THIS LINE - FOR MAYOR USE ONLY**

APPROVED  
✓

\*DISAPPROVED

\*Transmit objections in writing pursuant to Charter Section 231 (h)

DATE OF MAYOR APPROVAL OR DISAPPROVAL 7/2/14

EG  
MAYOR

BY \_\_\_\_\_  
CITY CLERK  
DEPUTY  
2014 JUL -2 AM 11:32  
CITY CLERK'S OFFICE

13

RULES, ELECTIONS AND INTERGOVERNMENTAL RELATIONS COMMITTEE REPORT and RESOLUTION relative to establishing the City's position to support AB 1999 (Atkins).

Recommendation for Council action, pursuant to Resolution (Huizar - O'Farrell), SUBJECT TO THE CONCURRENCE OF THE MAYOR:

ADOPT the accompanying RESOLUTION to include in the City's 2013-14 State Legislative Program SUPPORT for AB 1999 (Atkins) that would support the passage of the California Economic Development and Historic Preservation Tax Credit Act.

Fiscal Impact Statement: None submitted by the Chief Legislative Analyst. The City Administrative Officer has not completed a financial analysis of this report.

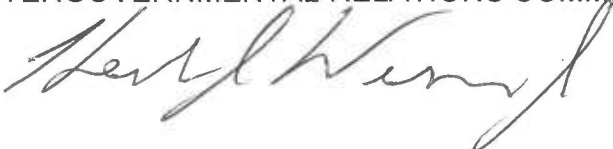
Community Impact Statement: None submitted.

Summary

At its regular meeting of June 20, 2014, the Rules, Elections and Intergovernmental Relations Committee considered a CLA report and Resolution (Huizar - O'Farrell) relative to establishing the City's position to support AB 1999 (Atkins) that would support the passage of the California Economic Development and Historic Preservation Tax Credit Act. The CLA report, attached to the Council file, provides a summary of the Resolution and additional background information. After consideration and having provided an opportunity for public comment, the Committee recommended that Council adopt the accompanying Resolution. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

RULES, ELECTIONS AND INTERGOVERNMENTAL RELATIONS COMMITTEE



MEMBER VOTE

- WESSON: YES
- HUIZAR: YES
- LABONGE: ABSENT

**ADOPTED**

JUN 27 2014

**LOS ANGELES CITY COUNCIL**

**TO THE MAYOR FORTHWITH**

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**

ep  
14-0002-S58\_rpt\_reir\_6-20-14

14-0002-558

## RESOLUTION

WHEREAS, any official position of the City of Los Angeles with respect to legislation, rules, regulations or policies proposed to or pending before a local, state or federal governmental body or agency must first have been adopted in the form of a Resolution by the City Council with the concurrence of the Mayor; and

WHEREAS, the California Economic Development and State Historic Tax Credit Act, Assembly Bill 1999 (Atkins), would benefit and incentivize economic development through rehabilitation of historic properties; and

WHEREAS, the Assembly Bill would provide a state income tax credit equal to 25% of approved expenses on rehabilitation of certified historic structures listed in the National Register of Historic Places or the California Register of Historical Resources, applicable to both income producing and owner occupied buildings, and an additional 5% bonus is applicable for properties located on local, state or federal surplus, containing a majority of low-income housing, in an economically distressed area, in a Base Realignment and Closure zone, or Transit-Oriented Development areas; and

WHEREAS, the projects will stimulate public and private investment, rehabilitation expenditures must meet specific criteria, to be screened by the California Governor's Office of Business and Economic Development ("Go Biz") to demonstrate return on investment to the state, and may be subject to a prevailing wage requirement, under certain conditions; and

WHEREAS, the Assembly Bill will incentivize economic development and create construction and building industry jobs, enhance state tax revenues through economic activity, increase local revenues through increased property values, sales tax, and heritage tourism, stimulate the economy and sustainable development, and preserve the rich heritage of California communities; and

WHEREAS, the current 20% Federal Historic Preservation Tax Incentives program, available to California's income-producing historic properties, has generated nearly \$1.5 billion in investment during the last 10 years; and

WHEREAS, the Assembly Bill could be combined with other tax credits and incentives to leverage additional funding, including federal tax incentives and housing credits, to bring historic buildings up to code, increase energy efficiency, and provide for adaptive reuse while preserving the building's historic features, to use affordable housing credits to help low-income tenants with housing costs, and incentivize existing property owners in historic districts to rehabilitate their properties; and

WHEREAS, similar incentives are used in more than 30 states to pay for initial rehabilitation costs; and

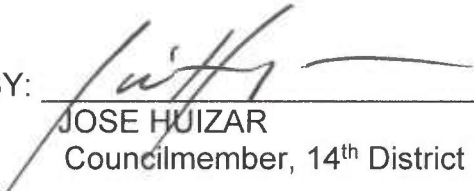
WHEREAS, the California program would be a powerful tool to assist economically depressed urban areas with continued economic development in light of diminishing redevelopment dollars, while stimulating public and private investment, and celebrating and preserving California's heritage;

WHEREAS, the Assembly Bill is supported by the California Preservation Foundation, California Chapter of the American Institute of Architects, leading preservation organizations, property owners, developers, affordable housing advocates, and builders;

WHEREAS, there are hundreds of historic properties in Los Angeles, including individual historic landmarks, and those within national register historic districts, and Historic Preservation Overlays that could benefit greatly from these incentives; and

NOW, THEREFORE, BE IT RESOLVED, with the concurrence of the mayor, that upon the adoption of this resolution the City of Los Angeles hereby includes in its 2013-2014 State Legislative Program support for Assembly Bill 1999 (Atkins) that would support the passage of the California Economic Development and Historic Preservation Tax Credit Act.

PRESENTED BY:

  
JOSE HUIZAR  
Councilmember, 14<sup>th</sup> District

SECONDED BY:



ORIGINAL

/jwm

**ADOPTED**

JUN 27 2014

LOS ANGELES CITY COUNCIL

TO THE MAYOR FORTHWITH

APR 29 2014

