

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to a proposed agreement with the Los Angeles Cleantech Incubator, Inc. for the La Kretz Innovation Campus.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioner's action of August 4, 2015, Resolution No. 016-032, authorizing a lease and management agreement between the Los Angeles Department of Water and Power (LADWP) and Los Angeles Cleantech Incubator, Inc., a 501(c)(3) non-profit organization, for operation and maintenance of the La Kretz Innovation Campus with a duration of 20 years with an option to extend up to an additional 10 years, for a total term of up to 30 years.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed resolution authorizes an annual expenditure of up to \$895,000, for up to 30 years with a total cost of \$26,850,000, for campus property management service from the Power Revenue Fund, Water Revenue Fund, and other grant funding received by the LADWP. There is no impact to the City General Fund. The proposed agreement complies with the LADWP's adopted Financial Policies.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - SEPTEMBER 5, 2015**

**(LAST DAY FOR COUNCIL ACTION - SEPTEMBER 4, 2015)**

Summary

At the public hearing held on August 19, 2015, the Energy and Environment Committee considered reports from Board of Water and Power Commissioners and CAO, and Resolution No. 016-032 authorizing a lease and management agreement between the LADWP and Los Angeles Cleantech Incubator, Inc., a 501(c)(3) non-profit organization, for operation and maintenance of the La Kretz Innovation Campus with a duration of 20 years with an option to extend up to an additional 10 years, for a total term of up to 30 years. Staff from LADWP and CAO gave the Committee background information on the matter. After an opportunity for public comment, the Committee recommended that Council approve the Resolution and authorize the lease and management agreement between the LADWP and Los Angeles Cleantech Incubator, Inc. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
CEDILLO:	ABSENT
KORETZ:	YES
O'FARRELL:	YES

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**