

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to a lease agreement between the Los Angeles Department of Water and Power (LADWP) and CoreSite Real Estate, L.L.C., (CoreSite) for the relocation of the LADWP's data center to a new location in Los Angeles, California.

Recommendation for Council action:

CONCUR with the Board of Water and Power Commissioners' action of June 7, 2016, Resolution No. 016-300, authorizing the lease agreement with CoreSite, which provides an expenditure authority up to \$57,516,000, and a contract duration of 10 years with a five-year option to extend, for a total duration up to 15 years, for operation of the LADWP data center in a collocation facility within the City of Los Angeles.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed resolution will provide expenditure authority up to \$57,516,000 during a term of up to 15 years from the Power Revenue Fund and the Water Revenue Fund. 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 - JULY 8, 2016**

**(LAST DAY FOR COUNCIL ACTION - JULY 1, 2016)**

Summary:

At a meeting held on June 15, 2016, the Energy and Environment Committee considered reports from the Board of Water and Power Commissioners and City Administrative Officer, and Resolution No. 016-300, relative to a lease agreement between the LADWP and CoreSite for the relocation of the LADWP's data center to a new location in Los Angeles, California. During the discussion of this item, representatives from the LADWP and the CAO provided an overview of the proposed lease agreement and responded to related questions from the Committee members.

After providing an opportunity for public comment, the Committee recommended that Council concur with the Board action as detailed above. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE

A handwritten signature in black ink, appearing to be the initials 'J.L.' or similar, written in a cursive style.

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

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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**