

PUBLIC SAFETY AND BUDGET AND FINANCE COMMITTEES' REPORT and RESOLUTION relative to equipment lease-purchase financing of replacement radios for the Los Angeles Police Department (LAPD) and the Los Angeles Fire Department (LAFD).

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

1. ADOPT the accompanying RESOLUTION authorizing the City to enter into an Equipment Lease-Purchase Agreement and various other related documents with Motorola Solutions, Inc. with a not-to-exceed principal and interest amount of \$65.4 million to finance the acquisition of 11,500 police handheld radios, 4,500 police vehicle radios, 3,500 fire handheld radios and related equipment necessary to operate the radios.
2. AUTHORIZE the LAPD to increase the number of vehicle radios from 3,000 to 4,500 for specialized vehicles, amending the 2016-17 Equipment List, and included in the Motorola Solutions Equipment Lease-Purchase Agreement.
3. AUTHORIZE the LAFD to increase the number of handheld radios from 3,000 to 3,500 for training purposes, reserves in the event of loss or damage, and specialized assignments, amending the 2016-17 Equipment List, and included in the Motorola Solutions Equipment Lease-Purchase Agreement.
4. AUTHORIZE the City Administrative Officer (CAO) to negotiate and execute the Equipment Lease- Purchase Agreement and various other related documents.
5. INSTRUCT the Information Technology Agency (ITA), with the assistance of the LAPD and the LAFD, to report back in 120 days, to the Public Safety Committee at the end of the Design Review Phase, on the timeline and implementation strategy for the radios.
6. INSTRUCT the ITA, working with the LAPD and the LAFD, to report back on a plan for radio battery deployment.
7. AUTHORIZE the CAO to make technical corrections and adjustments as necessary to implement the Mayor and City Council intentions.

Fiscal Impact Statement: The CAO reports that the recommended actions would commit the City to pay Motorola Solutions, Inc. approximately \$64.5 million over seven years. Each annual lease payment of \$9.2 million will begin in Fiscal Year 2018-19 and will be paid from funds in the Capital Finance Administration Fund. The final lease payment will be made in Fiscal Year 2024-25.

Debt Impact Statement: The CAO reports that this municipal lease-purchase financing is a General Fund obligation. Each annual lease payment of \$9.2 million, beginning in Fiscal Year 2018-19, will be paid from funds in the Capital Finance Administration Fund. The final lease payment will be in Fiscal Year 2024-25. It will not cause the City's debt service payments to exceed six percent of General Revenues for non-voted approved debt as established in the City's Financial Policies, Debt Management Section.

Community Impact Statement: None submitted.

Summary:

At a special Budget and Finance Committee, and Public Safety Committee joint meeting, the Committees considered a CAO report regarding the lease-purchase of radios for the LAPD and the LAFD. Representative of the LAPD, CAO and ITA provided the Committee specific information pertaining to the lease-purchase agreement. After an opportunity for public comment, the Committees recommended to approve the recommendations in the CAO report dated December 8, 2017, with an additional instruction for a report back regarding radio battery deployment. This matter is now submitted to the Council for consideration.

Respectfully Submitted,



PUBLIC SAFETY COMMITTEE

<u>MEMBER:</u>	<u>VOTE:</u>
ENGLANDER	YES
O'FARRELL	YES
BUSCAINO	ABSENT
RYU	YES
RODRIGUEZ	ABSENT



BUDGET AND FINANCE COMMITTEE

<u>MEMBER:</u>	<u>VOTE:</u>
KREKORIAN	YES
ENGLANDER	YES
KORETZ	YES
BLUMENFIELD	YES
BONIN	ABSENT

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-NOT OFFICIAL UNTIL COUNCIL ACTS-