

W
5/23
v

ECONOMIC DEVELOPMENT COMMITTEE REPORT relative to the Los Angeles Convention Center Reserve Fund Policy.

Recommendation for Council action:

APPROVE the Los Angeles Convention Center Reserve Fund Policy as proposed by the Department of Convention and Tourism Development.

Fiscal Impact Statement: The City Administrative Officer reports that there is no impact to the General Fund.

Community Impact Statement: None submitted.

SUMMARY

At the meeting held on April 24, 2018, your Economic Development Committee considered a Department of Convention and Tourism Development and City Administrative Officer reports relative to the Los Angeles Convention Center Reserve Fund Policy. The City Administrative Officer reports that currently the Department of Convention and Tourism Development and AEG Management LACC, LLC (AEG), as private operator of the Los Angeles Convention Center, are required to maintain a reserve fund of at least ten percent of their annual operating budget, per the Management Agreement with AEG. The proposed Policy would expand upon this requirement by establishing a ceiling to the reserve fund of \$15 million. All other procedures and requirements related to the reserve fund would remain unchanged. After an opportunity for public comment was held, the Committee moved to approve the CAO's recommendation, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

ECONOMIC DEVELOPMENT COMMITTEE



MEMBER VOTE
PRICE: YES
BUSCAINO: YES
HUIZAR: YES

ME
4/24/18

-NOT OFFICIAL UNTIL COUNCIL ACTS-