INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE REPORT relative to the lease agreement with Leigh Holmes for the Los Angeles Police Department's (LAPD) continued use of space for radio equipment and towers at 1050 Montecito Drive.

Recommendation for Council action:

AUTHORIZE the Department of General Services (GSD) to amend the lease agreement with Leigh Holmes for LAPD's continued use of space for radio equipment and towers at 1050 Montecito Drive, Los Angeles, CA, 90031 under the terms and conditions outlined in the subject Municipal Facilities Committee (MFC) report dated February 11, 2019.

<u>Fiscal Impact Statement</u>: The MFC reports that there is no additional impact on the General Fund in the current year as there are sufficient funds within the GSD leasing account to fund this expense. Future leasing costs would be addressed through the City's Budget adoption process as part of the GSD leasing account.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on March 27, 2019, the Information, Technology, and General Services Committee considered an MFC report, dated February 11, 2019, relative to authorizing the GSD, on behalf of the LAPD, to negotiate and execute a new lease agreement between the City and Leigh Holmes for the continued use of space for radio equipment and antenna towers at 1050 Montecito Drive.

The MFC reports that the report dated February 11, 2019, amends a prior GSD report that was approved by the MFC at its meeting held on June 28, 2018, and subsequently approved by Council on August 24, 2018, by adding a bilateral 18-month termination clause. The rental rate is approximately \$62,400 annually, with three percent annual escalations.

During the discussion, the GSD answered questions by the Committee. Councilmember Blumenfield asked about whether the City may think about purchasing the property in the future and the GSD confirmed that it is possibly a direction that the City wants to move towards.

After providing an opportunity for public comment, the Committee moved to approve the recommendation contained in the subject MFC report. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE

MEMBER YOTE
SMITH: YES
BLUMENFIELD: YES
RODRIGUEZ: YES

LC 03/27/19

-NOT OFFICIAL UNTIL COUNCIL ACTS-