ITEM NO. 29 3/27/19 Council – Regular Meeting Agenda Closed Session

MOTION

I HEREBY MOVE that the Council ADOPT the following recommendations in order to effect settlement in the case entitled <u>City of Los Angeles v. Engstrom Lipscomb and Lack</u>, Los Angeles Superior Court Case No. BC681077 (the discussion involves a proposed lawsuit settlement between the City of Los Angeles and Engstrom Lipscomb and Lack for unpaid business taxes, interest and penalties for the tax periods 2012 through 2016, inclusive), **SUBJECT TO THE APPROVAL OF THE MAYOR**:

AUTHORIZE the City Attorney to settle litigation in the above-entitled matter; and, ACCEPT a settlement offer such that Engstrom Lipscomb and Lack would pay \$276,000, which represents the full amount of the principal tax owed and a portion of the interest; and, in the settlement the City will agree to waive the full amount of penalties and the remaining interest.

This matter was recommended for approval by the Budget and Finance Committee (Krekorian – Koretz – Bonin – Blumenfield: "Yes") at its meeting on March 18, 2018, in Closed Session as permitted by Government Code Section 54956.9(d)(1).

PRESENTED BY_

PAUL KREKORIAN Councilmember, 2nd District

SECONDED BY

PAUL KORETZ Councilmember, 5th District

AC CF 19-0230 March 18, 2019

19-0230_mot_3-27-19.doc