

6 A

MOTION

I MOVE in the matter of the CONTINUED CONSIDERATION OF BUDGET AND FINANCE COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to amending the Los Angeles Municipal Code (LAMC) to require all auto park operators to post a bond to secure payment of delinquent parking occupancy taxes, Item No. 6 on today's Council Agenda (CF 12-0600-S161) **BE AMENDED** as follows:

1. As part of the ordinance amending Section 21.15.6 (d) 1 of the Municipal Code, substitute the Bond Requirement Chart (Attachment A) for the chart presently included in the City Attorney's proposed ordinance; and
2. Add a section to the ordinance that would provide an incentive to operators who attain a preferred operator status. The preferred status would be achieved by remitting the appropriate amount of taxes over at least three years.

Preferred Operator Status Incentive

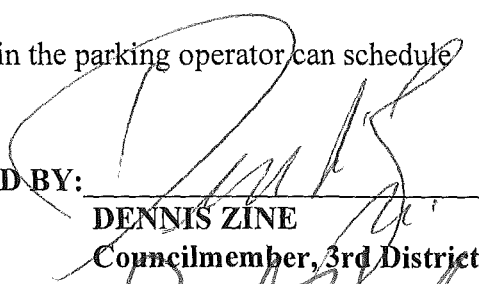
Reduce the required bond values for those operators who, for three consecutive years, remit the appropriate amount of Parking Occupancy Tax to the City. After three years the mandated bond value to be reduced from 100% to 75%. If appropriate remittance occurs for an additional two years (a total of five consecutive years) the bond amount shall be reduced to 50%. The bond amount shall remain at 50% as long as the operator continues to report timely and accurately. If at any time the operator remits payments delinquent, the bond value will revert to the 100% requirement until a new three year reporting record is achieved.

I FURTHER MOVE that Official Police Garages be exempt from the bond requirement.


I FURTHER MOVE that the Office of Finance, with the assistance of the City Attorney, be instructed report to Council relative to the following:

1. The feasibility of allowing parking lot operators to submit a Letter of Credit in lieu of securing a bond; and
2. Implementing a Master Bond Policy wherein the parking operator can schedule multiple parking lots and bond values.

PRESENTED BY: _____


DENNIS ZINE
Councilmember, 3rd District

SECONDED BY: _____



OCT 2 2012

ORIGINAL

Attachment A

Bond Requirement Chart

<u>Annual Revenue</u>	<u>Bond</u>
Less than \$50,000	\$ 5,000
\$50,000 - \$100,000	\$ 10,000
\$100,000 - \$150,000	\$ 15,000
\$150,000-\$200,000	\$ 20,000
\$200,000-\$250,000	\$ 25,000
\$250,000-\$300,000	\$ 30,000
\$300,000-\$350,000	\$ 35,000
\$350,000-\$400,000	\$ 40,000
\$400,000-\$450,000	\$ 45,000
\$450,000-\$500,000	\$ 50,000
\$500,000-\$600,000	\$ 60,000
\$600,000-\$700,000	\$ 70,000
\$700,000-\$800,000	\$ 80,000
\$800,000-\$900,000	\$ 90,000
\$900,000-\$1,000,000	\$ 100,000
\$1,000,000-\$1,250,000	\$ 125,000
\$1,250,000-\$1,500,000	\$ 150,000
\$1,500,000-\$1,750,000	\$ 175,000
\$1,750,000-\$2,000,000	\$ 200,000
\$2,000,000-\$2,250,000	\$ 225,000
\$2,250,000-\$2,500,000	\$ 250,000
\$2,500,000-\$3,000,000	\$ 300,000
\$3,000,000-\$3,500,000	\$ 350,000
\$3,500,000-\$4,000,000	\$ 400,000
\$4,000,000-\$4,500,000	\$ 450,000
\$4,500,000-\$5,000,000	\$ 500,000
\$5,000,000-\$6,000,000	\$ 600,000
Greater Than \$6,000,000	\$ 700,000