

**TO THE COUNCIL OF THE  
CITY OF LOS ANGELES**

**Your ENERGY AND ENVIRONMENT COMMITTEE**

**reports as follows:**

ENERGY AND ENVIRONMENT COMMITTEE REPORT and ORDINANCE relative to the issuance of subordinate bonds for the Wastewater System, and amending Section 5.168.1 of the Los Angeles Administrative Code to add related special funds.

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

1. PRESENT and ADOPT the accompanying ORDINANCE providing for the issuance of subordinate bonds for the Wastewater System and amending Section 5.168.1 of the Los Angeles Administrative Code to add related special funds.
2. ADOPT the Resolution (attached to the Council file as Attachment A), which authorizes the execution of a Continuing Covenant Agreement with Bank of America, N.A. for the Direct Purchase of the Wastewater System Subordinate Revenue Bonds, Variable Rate Refunding Series 2008 A through H, and incorporates various documents required to execute the transaction (attached to the Council file as Exhibits A to E).
3. ADOPT the Fifteenth Supplemental Resolution (attached to the Council file as Attachment B), which authorizes the execution of replacement credit facilities for the Wastewater Commercial Paper Program, incorporates various documents required to execute the replacement (attached to the Council file as Exhibits A to F), and authorizes the City Administrative Officer to take certain actions required to manage the transaction and the Wastewater System Commercial Paper Program.
4. FIND that the City's Affirmative Action policy for Sumitomo Mitsui Banking Corporation is waived and is reasonable and in the best interest of the City.
5. AUTHORIZE the City Administrative Officer to make technical adjustments as necessary to implement the intent of the Mayor and Council actions.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the proposed recommendations will have no impact to the City's General Fund. The debt service and associated costs of the Wastewater Debt Program are paid from the Sewer Construction and Maintenance Fund.

Community Impact Statement: None Submitted.

Summary:

On December 5, 2012, the Energy and Environment Committee considered a November 29, 2012 City Administrative Officer report relative to the issuance of subordinate bonds for the Wastewater System, and amending Section 5.168.1 of the Los Angeles Administrative Code to add related special funds.

After an opportunity for public comment, the Committee recommended that Council approve the draft ordinance and the City Administrative Officer report recommendations as stated above. This matter is now forwarded to the Council for its consideration.

Respectfully submitted,

ENERGY AND ENVIRONMENT COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
HUIZAR:	YES
ZINE:	YES
CÁRDENAS:	ABSENT
ALARCÓN:	ABSENT
KORETZ:	YES

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**- Not Official Until Council Acts -**