

COMMUNICATION FROM CHAIR AND MEMBER, HOUSING, COMMUNITY AND ECONOMIC DEVELOPMENT COMMITTEE relative to acceptance of \$682,480 in funds from a settlement agreement among Attorneys General of 26 states and GE Funding Capital Market Services, Inc. (GEFCMS).

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

1. RECOGNIZE \$682,480 in settlement funds as revenue to be received in Fiscal Year (FY) 2012-13.
2. AUTHORIZE the Controller to deposit these funds into the Municipal Housing Finance Fund 815 as Miscellaneous Revenue (Revenue Source Code 5188).

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that there is no impact to the General Fund. The Los Angeles Housing Department (LAHD) included the \$682,480 in settlement funds stemming from the Attorneys General case against GEFCMS in its calculation for FY 2013-14 revenues to the Municipal Housing Finance Fund.

Community Impact Statement: None submitted.

SUMMARY

At a regular meeting held on May 15, 2013, the Chair of the Housing, Community and Economic Development Committee, and Member, considered a report from the LAHD dated April 12, 2013, and a report from the CAO dated May 15, 2013, relative to acceptance of settlement funds in the amount of \$682,480.29 from a settlement agreement among Attorneys General of 26 states and GEFCMS related to certain Guaranteed Investment Contracts (also known as "GICS") provided by GEFCMS and its affiliates.

After providing an opportunity for public comment, the Committee Chair and Member recommended that Council approve the recommendations in the CAO report. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

HOUSING, COMMUNITY AND ECONOMIC DEVELOPMENT COMMITTEE

MEMBER VOTE

ALARCON: YES

REYES: ABSENT

WESSON: YES

PERRY: ABSENT

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