



MICHAEL N. FEUER
CITY ATTORNEY

REPORT NO. R 16 - 0050
FEB 17 2016

REPORT RE:

**DRAFT ORDINANCES FOR MICLA LEASE/LEASEBACK FINANCING,
APPROVING THE LEASE/LEASEBACK OF PROPERTY IN CONNECTION
THEREWITH AND AMENDING THE LOS ANGELES ADMINISTRATIVE CODE TO
ADD SECTIONS 5.162.38 and 5.162.39 TO CREATE RELATED SPECIAL FUNDS**

The Honorable City Council
of the City of Los Angeles
Room 395, City Hall
200 North Spring Street
Los Angeles, California 90012

Honorable Members:

This Office has prepared and transmits for your consideration two enclosed draft ordinances, approved as to form and legality. The draft ordinances are for the proposed lease/leaseback financing referred to herein as the Municipal Improvement Corporation of Los Angeles (MICLA) 2016 Streetlights Financing (MICLA 2016 Streetlights Financing).

The first draft ordinance provides for the MICLA 2016 Streetlights Financing by approving the lease and sublease of certain property, consisting of certain streetlights with light-emitting diode (LED) and/or high voltage conversion and other related improvements, by the City of Los Angeles to and from MICLA, as the lessee and sublessor.

The second draft ordinance creates two special funds for the MICLA 2016 Streetlights Financing. The first special fund is an accounting fund to record the accounting transactions for the refunding component of the MICLA 2016 Streetlights Financing to refinance costs associated with the prior acquisition and improvement of

certain streetlights with LED and/or high voltage conversion and other related improvements. The second special fund is a construction fund to receive and expend the new money component of the MICLA 2016 Streetlights Financing to finance costs associated with the acquisition and installation of certain additional street lights with LED and/or high voltage conversion and other related improvements.

If you have any questions regarding this matter, please contact Deputy City Attorney Timothy Fitzpatrick at (213) 978-7738 or Deputy City Attorney Gerald Kim at (213) 978-7784. They or another member of this Office will be available when you consider this matter to answer any questions you may have.

Very truly yours,

MICHAEL N. FEUER, City Attorney

By 
DAVID MICHAELSON
Chief Assistant City Attorney

DM:TJF:cm