

BUDGET & FINANCE

MOTION

The City has determined that it is in the best interest of the City to make certain capital expenditures to replace existing high voltage series street lighting systems to low voltage with new poles, conduit, wires, and energy efficient Light Emitting Diode (LED) lighting. The City may provide initial financing for all or some of these projects with loans from the Department of Water and Power or from other sources of City funds, but intends to eventually finance or refinance these projects through a tax-exempt lease financing.

I THEREFORE MOVE that the City Council adopt the attached Resolution declaring the City's intent to reimburse itself for certain capital expenditures with the proceeds of a future tax-exempt lease financing.

Presented by: Paul Krekorian
PAUL KREKORIAN
Councilmember, 2nd District

Seconded by: Joe P...

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RESOLUTION OF THE CITY OF LOS ANGELES DECLARING ITS OFFICIAL INTENT TO REIMBURSE ITSELF WITH THE PROCEEDS OF A FUTURE TAX-EXEMPT FINANCING FOR CERTAIN CAPITAL EXPENDITURES MADE AND TO BE MADE IN CONNECTION WITH THE HIGH VOLTAGE CONVERSION PROGRAM AND THE LED CONVERSION PROGRAM

WHEREAS, the City of Los Angeles (the "City") is a municipal corporation duly organized and existing pursuant to its Charter and the Constitution and laws of the State; and

WHEREAS, the Council of the City (the "Council") is the governing body of the City; and

WHEREAS, the City has determined that is in the best interest of the City to make certain capital expenditures to replace existing high voltage series street lighting systems to low voltage series street lighting systems with new poles, conduit, wires, and energy efficient Light Emitting Diode (LED) lighting (the "Project"); and

WHEREAS, the City reasonably expects to initially finance all or some of the Project with loans from the Department of Water and Power or with other sources of City funds; and

WHEREAS, the City intends and reasonably expects to eventually finance the Project with the use of proceeds from a tax-exempt lease financing or other bond financing in a principal amount not reasonably expected to exceed \$80,000,000; and

WHEREAS, the City reasonably expects that all or a portion of the proceeds from such lease or bond financing will be used for reimbursing the City of the portion of the capital expenditures paid for such Project not earlier than 60 days prior to the date hereof or to be paid for such Project before such obligations are issued, within 18 months of the date of such capital expenditures are paid or the placing in service of the Project, whichever is later (but in no event more than 3 years after the date of the original expenditure of such moneys).

NOW, THEREFORE, BE IT RESOLVED THAT THE COUNCIL OF THE CITY OF LOS ANGELES DETERMINES AND ORDERS AS FOLLOWS:

Section 1. Recitals. The recitals herein are true and correct.

Section 2. Declaration of Official Intent. The City intends and reasonably expects to finance the costs of the Project with the use of proceeds from a tax-exempt lease financing or other bond financing.

Section 3. Dates of the Capital Expenditures. All of the capital expenditures to be reimbursed from the proceeds of such tax-exempt financing were made not earlier than 60 days prior to the date of adoption of this Resolution or will be made following the adoption of this Resolution.

Section 4. Issuance of Bonds or Notes. The City currently intends and reasonably expects to participate in a tax-exempt lease financing (or other bond financing) in a principal amount not to exceed \$80,000,000 to finance the Project.

Section 5. Confirmation of Prior Acts. All prior acts and doings of the officials, agents and employees of the City which are in conformity with the purpose and intent of this Resolution, and in furtherance of the Project, shall be and are in all respects ratified, approved and confirmed.

Section 6. Repeal of Inconsistent Resolutions. All other resolutions of the Council, or parts of resolutions, inconsistent with this Resolution are repealed to the extent of such inconsistency.

Section 7. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption.

I hereby certify that the foregoing Resolution was adopted by the Council of the City of Los Angeles at a meeting thereof duly held on the _____ day of _____, 2015.

APPROVED AS TO FORM:

MICHAEL N. FEUER,
City Attorney

By _____
Assistant/Deputy City Attorney

Council File No. _____