

BUDGET AND FINANCE COMMITTEE REPORT relative to the City's debt capacity and financing options for the City's Capital Equipment Replacement Program.

Recommendations for Council action:

1. INSTRUCT the City Administrative Officer (CAO), with the assistance of the Department of General Services, Los Angeles Fire Department, and Los Angeles Police Department, to report back in 120 days with a comprehensive financing plan to address the City's equipment replacement needs and the impact to service rates, staffing levels, maintenance, and repair costs.
2. INSTRUCT the CAO to explore alternative financing options for major capital projects by issuing a Request for Information to subject matter experts with a report back in 120 days.

Fiscal Impact Statement: The CAO reports that the recommendations in this report will not result in a fiscal impact to the General Fund.

Debt Impact Statement: The CAO reports that the recommendations in this report will not result in a debt impact to the General Fund.

Community Impact Statement: None submitted.

### SUMMARY

At its regular meeting held on December 14, 2015, the Budget and Finance Committee considered a report from the CAO dated November 13, 2015 relative to an overview of the City's debt capacity and consideration of various alternative financing options for the City's Capital Equipment Placement Program and various capital projects. The CAO's Chief of Debt Management addressed the Committee and provided an overview of the CAO's report, and responded to related questions.

After consideration, and after providing an opportunity for public comment, the Committee approved the recommendations in the CAO report. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
ENGLANDER:	ABSENT
KORETZ:	YES
BLUMENFIELD:	YES
BONIN:	YES

REW  
1/4/16  
FILE NO. 15-1345

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**