

BUDGET AND FINANCE COMMITTEE REPORT and RESOLUTION relative to reimbursement of certain judgment or settlement obligations.

SUBMITS WITHOUT RECOMMENDATION the recommendation of the City Administrative Officer (CAO) dated December 7, 2016:

ADOPT the accompanying revised RESOLUTION declaring the intention to reimburse and/or refund the City's Reserve Fund expenditures or other City fund expenditures to be incurred in connection with certain judgment or settlement obligations.

Fiscal Impact Statement: The CAO reports that approval of the above recommendation will have no impact on the General Fund, as this recommendation does not approve any judgment or settlement agreements or related expenditures.

Debt Impact Statement: The CAO reports approval of the above recommendation will have no impact to the City's debt service payments, as this recommendation does not authorize the issuance of any bonds.

Community Impact Statement: None submitted.

SUMMARY

At its regular meeting held on December 12, 2016, the Budget and Finance Committee considered a report from the CAO and Resolution dated December 7, 2016 relative to interfund borrowings from the City's Reserve Fund to pay certain judgment or settlement obligations and the City's intention to reimburse itself using the proceeds of tax-exempt bonds.

The CAO's Chief of Debt Management addressed the Committee, provided a brief overview of the CAO report, and responded to related questions. During discussion of the item, CAO submitted into the record a revised Resolution raising the maximum amount of proposed bonds that could be issued from \$11,000,000 to an amount not to exceed \$23,000,000.

After providing an opportunity for public comment, the Committee, as a result of a vote of two to one, submitted the matter to Council without recommendation. 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: | NO |
| MARTINEZ: | ABSENT |
| BLUMENFIELD: | YES |
| BONIN: | ABSENT |

REW
12/12/16
FILE NO. 16-1420

-NOT OFFICIAL UNTIL COUNCIL ACTS-