

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE REPORT relative to the repurposing of Municipal Improvements Corporation of Los Angeles (MICLA) funding for space improvements in the Los Angeles Mall, to house the Civil and Human Rights Commission (CHRC).

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

1. AUTHORIZE the repurposing of \$3 million in MICLA funding, currently authorized for delayed capital projects at Los Angeles Police Department (LAPD) facilities, which includes \$2 million for Solar Energy installations and \$1 million for Electric Vehicle Chargers, to be repurposed for proposed improvements to Spaces 3A, 6, 15A, and 18B of the Los Angeles Mall, to house the CHRC.
2. AUTHORIZE the Controller to create a new account within the MICLA Fund No. 298, and TRANSFER appropriations totaling \$3 million, as follows:

From:

<u>Fund/Dept.</u>	<u>Account</u>	<u>Account Name</u>	<u>Amount</u>
298/50	50RTSF	Solar Energy Installation Municipal Facilities	\$2,000,000
298/70	70S738	Electric Vehicle Chargers - LAPD	<u>1,000,000</u>
		Total:	\$3,000,000

To:

<u>Fund/Dept.</u>	<u>Account</u>	<u>(New) Account Name</u>	<u>Amount</u>
298/40	TBD*	Space Opti CHR Commission	\$2,200,000
298/50	TBD*	Space Opti CHR Commission	<u>800,000</u>
			\$3,000,000

*\*To Be Determined (TBD)*

3. AUTHORIZE the City Administrative Officer (CAO) to prepare any necessary technical adjustments; and, AUTHORIZE the Controller to implement those instructions.

Fiscal Impact Statement: The Municipal Facilities Committee (MFC) reports that there is no additional impact on the General Fund, as the \$3 million in the previously authorized MICLA funds recommended for repurposing would be used to offset the current funding shortfall projected for the required modifications to the Los Angeles Mall space assigned to the new CHRC.

Debt Impact Statement: The MFC reports that the issuance of bonds through the MICLA is a General Fund obligation. The use of MICLA financing for this project would cause the City to borrow \$3 million at a 5.5 percent interest rate over 20 years. The total estimated debt service is \$5 million, which includes the borrowing amount and interest of \$2 million. During the life of the bonds, the estimated average annual debt service is \$250,000 over 20 years. Actual interest rates may differ as rates are dependent on market conditions at the time of issuance.

Community Impact Statement: None submitted.

## SUMMARY

At its regular meeting held on August 26, 2020, the Information, Technology, and General Services Committee considered the MFC report dated July 1, 2020 relative to authorizing the repurposing of \$3 million in MICLA funding, currently authorized for delayed capital projects at police facilities, to be repurposed for proposed improvements to Spaces 3A, 6, 15A, and 18B of the Los Angeles Mall, to house the CHRC. The CHRC would need approximately 5,000 square feet of office space to accommodate up to 25 staff members, which can be accommodated through combined use of Spaces 3A and 6 in the Los Angeles Mall. The conversion of Spaces 15A and 18B can accommodate the CHRC's potential need for additional storage space and overflow workspace for volunteer activities. The CAO's Office reported on technical corrections to the subject MFC report to update Account Number 50RTSF for the Solar Energy Installation Municipal Facilities account from which appropriations in the amount of \$2 million will be transferred; and, to update the distribution of funds reflecting the appropriation amount of \$2,200,000 to be transferred to Fund/Department No. 298/40, Account TBD within the Department of General Services, and \$800,000 to be transferred to Fund/Department No. 298/50, Account TBD within the Bureau of Engineering.

After providing an opportunity for public comment, the Committee moved to approve the recommendations contained in the subject MFC report, as amended. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
LEE:	YES
BLUMENFIELD:	YES
RODRIGUEZ:	ABSENT

AXB  
20-0870\_rpt\_ITGS\_08-26-20

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**