

MOTION

BUDGET & FINANCE

The TUMO Center for Creative Technologies (TUMO) is a nonprofit organization that provides extracurricular after-school programs in many countries for youth to develop knowledge, skills, and abilities in various fields of technology and design including animation, filmmaking, graphic design, illustration, computer games development, photography, robotics, music composition, new media, and writing. The organization is now in the process of acquiring a site in the Southeast San Fernando Valley to open the first TUMO Los Angeles Center (the "Project").

The City of Los Angeles, as grantee and pass-through administrator, was awarded \$9 million in grant funding in the 2021-22 State Budget for the purposes of property acquisition and/or construction of the future TUMO Los Angeles Center Project. This funding, which is critical to the advancement of the Project, will be disbursed by the California State Library Department.

TUMO also received an additional \$14.5 million allocation directly from the state in 2022-23 and \$1 million from the Program Year 48 Consolidated Plan for this purpose. TUMO is already in the process of acquiring this property, and an expedited process is required to ensure the funding is available for deposit into escrow.

In order to receive the grant funds, the City and TUMO must submit a completed application and other specific project information, including a Budget Detail Form, a proposed Activities Timeline, property purchase documentation, and City authorization to accept the funds.

I THEREFORE MOVE that Council, subject to approval of the Mayor,

1. Authorize the Controller to create a new interest-bearing special fund, entitled "Grants and Awards", Fund No. XXX/10, for the receipt of the \$9 million grant award from the California State Library Department and create an appropriation account entitled, "TUMO Center Project"; and
2. Authorize the City Administrative Officer (CAO), or designee, to:
 - a. Accept the \$9 million in funding designated in the 2021-22 State Budget for the TUMO Center Project;
 - b. Deposit these funds into the new Grants and Awards Fund No, XXX/10, and appropriate these funds into the TUMO Center Project Account;
 - c. Negotiate and execute the grant agreement and expend the funds for the purchase of property acquisition consistent with the grant agreement with the State of California for said funding.
3. If State grant funds or the CDBG funds are not actually transferred in order to be available to meet the close of escrow deadline, approve a Reserve Fund Loan in the amount of \$10 million to finance the site acquisition associated with the TUMO Center Project and authorize the Controller to:
 - a. Transfer up to \$10 million from the Reserve Fund to the Unappropriated Balance Fund No. 100/58 and appropriate therefrom to the TUMO Center Project Account within the Grants and Awards Fund No. XXX/10, upon written communication from the CAO;
 - b. Upon receipt of grant funds, instruct the CAO to transfer said funds to reimburse the Reserve Fund Loan.

I FURTHER MOVE that the CAO, or designee, be authorized to prepare any necessary Controller instructions and make technical corrections or clarifications to the above instructions in order to effectuate the intent of this Motion, including any corrections and changes to fund or account numbers.

Presented by:

Paul Krekorian

PAUL KREKORIAN
Councilmember, 2nd District

Seconded by:

M. D. [Signature]

ORIGINAL

SEP 23 2022
[Handwritten initials]