



Office of the Los Angeles City Attorney
Hydee Feldstein Soto

REPORT NO. R 23 - 0354
SEP 15 2023

REPORT RE:

**DRAFT ORDINANCES FOR THE MICLA LEASE REVENUE BONDS,
SERIES 2023-A (CAPITAL EQUIPMENT AND REAL PROPERTY),
APPROVING THE LEASE AND LEASEBACK OF CERTAIN REAL PROPERTIES IN
CONNECTION THEREWITH, AND ADDING A SECTION TO THE LOS ANGELES
ADMINISTRATIVE CODE FOR THE CREATION OF A RELATED SPECIAL FUND**

The Honorable City Council
of the City of Los Angeles
Room 395, City Hall
200 North Spring Street
Los Angeles, California 90012

Honorable Members:

This Office has prepared and transmits for your consideration the two enclosed draft ordinances, approved as to form and legality, relating to the lease financing referred to as the Municipal Improvement Corporation of Los Angeles (MICLA) Lease Revenue Bonds, Series 2023-A (Capital Equipment and Real Property) (MICLA Series 2023-A Bonds). The MICLA Series 2023-A Bonds are proposed to be issued by MICLA for the purpose of retiring certain maturities of commercial paper notes issued by MICLA. The proceeds of such commercial paper notes were used to finance and/or refinance the acquisition of certain items of equipment of the City of Los Angeles (City) and the acquisition and improvement of certain real property of the City.

The first draft ordinance provides for the issuance of the MICLA Series 2023-A Bonds by approving the lease and sublease of certain real properties and the improvements thereon (Properties) by the City, as lessor and sublessee, to and from MICLA, as lessee and sublessor. The approximate values for each of the Properties in the draft ordinance reflect estimates prepared by the General Services Department, Real Estate Services Division, except the approximate value of the 4671 Worth Street



Property, which is based on its acquisition and construction costs as calculated by the Department of Public Works, Bureau of Engineering.

The second draft ordinance creates a special fund to record certain accounting transactions related to the MICLA Series 2023-A Bonds.

Council Rule 38 Referral

Copies of the draft ordinances have been presented, pursuant to Council Rule 38, to the City Administrative Officer and the Controller, and the comments of each, if any, have been incorporated.

If you have any questions regarding this matter, please contact Deputy City Attorney Gerald Kim at (213) 978-7748. A member of this Office will be available when you consider this matter to answer questions you may have.

Sincerely,

HYDEE FELDSTEIN SOTO, City Attorney



By VALERIE L. FLORES
Chief Assistant City Attorney

VLf:GK:vw
Transmittal