

ORDINANCE NO. _____

An ordinance providing for the issuance of subordinate and senior bonds for the Wastewater System and amending Section 5.168.1 of Article 5 of Chapter 9 of Division 5 of the Los Angeles Administrative Code to create special funds related to the issuance of those bonds and to facilitate compliance with certain tax law requirements for the Wastewater System revenue bond program.

**THE PEOPLE OF THE CITY OF LOS ANGELES
DO ORDAIN AS FOLLOWS:**

Section 1. That subordinate bonds of the City designated as Wastewater System Subordinate Revenue Bonds, Series 2025-A (Subordinate Series 2025-A Bonds), Wastewater System Subordinate Revenue Bonds, Series 2025-B (Federally Taxable) (Subordinate Series 2025-B Bonds), and Wastewater System Subordinate Revenue Bonds, Refunding Series 2025-C (Subordinate Series 2025-C Bonds) in the aggregate principal amount not to exceed \$900,000,000, shall be issued to refund certain outstanding Wastewater System Revenue Bonds and Wastewater System Subordinate Revenue Bonds, including all or a portion of outstanding Wastewater System Commercial Paper Revenue Notes.

Sec 2. That senior bonds of the City designated as Wastewater System Revenue Bonds, Refunding Series 2025-A (Series 2025-A Bonds) in the aggregate principal amount not to exceed \$800,000,000, shall be issued to refund certain outstanding Wastewater System Revenue Bonds and Wastewater System Subordinate Revenue Bonds.

Sec. 3. New Subdivisions (59), (60), (61) and (62) are added to Subsection (a) of Section 5.168.1 of Article 5 of Chapter 9 of Division 5 of the Los Angeles Administrative Code to read as follows:

(59) Wastewater System Subordinate Revenue Bonds Debt Service Fund, Series 2025-A (the “**Subordinate 2025-A Debt Service Fund**”);

(60) Wastewater System Subordinate Revenue Bonds Debt Service Fund, Series 2025-B (Federally Taxable) (the “**Subordinate 2025-B Debt Service Fund**”);

(61) Wastewater System Subordinate Revenue Bonds Debt Service Fund, Refunding Series 2025-C (the “**Subordinate 2025-C Debt Service Fund**”);

(62) Wastewater System Revenue Bonds Debt Service Fund, Refunding Series 2025-A (the “**2025-A Debt Service Fund**”);

Sec. 4. New Subdivisions (37) and (38) are added to Subsection (d) of Section 5.168.1 of Article 5 of Chapter 9 of Division 5 of the Los Angeles Administrative Code to read as follows:

(37) Wastewater System Subordinate Revenue Bond, Series 2025-A Accounting Fund (the "**Subordinate 2025-A Bond Accounting Fund**") for the purpose of recording accounting transactions related to the Series 2025-A Bonds, which Series 2025-A Bonds are used to retire certain outstanding Wastewater System Commercial Paper Revenue Notes, the proceeds of such Wastewater System Commercial Paper Revenue Notes were used to finance and/or refinance the construction, improvement and expansion of the wastewater collection and treatment systems of the City. The City Controller shall administer the Subordinate 2025-A Bond Accounting Fund. Monies in the Subordinate 2025-A Bond Accounting Fund, if any, shall not revert to the Reserve Fund at the close of each fiscal year;

(38) Wastewater System Subordinate Revenue Bond, Series 2025-B (Federally Taxable) Accounting Fund (the "**Subordinate 2025-B Bond Accounting Fund**") for the purpose of recording accounting transactions related to the Series 2025-B Bonds, which Series 2025-B Bonds are used to retire certain outstanding Wastewater System Commercial Paper Revenue Notes, the proceeds of such Wastewater System Commercial Paper Revenue Notes were used to finance and/or refinance the construction, improvement and expansion of the wastewater collection and treatment systems of the City and other costs related thereto. The City Controller shall administer the Subordinate 2025-B Bond Accounting Fund. Monies in the Subordinate 2025-B Bond Accounting Fund, if any, shall not revert to the Reserve Fund at the close of each fiscal year;

Sec. 5. A new Subsection (f) is added to Section 5.168.1 of Article 1 of Chapter 9 of Division 5 of the Los Angeles Administrative Code to read as follows:

(f) **Debt Service Reserve Fund Releases Tracking Fund.** Wastewater System Debt Service Reserve Fund Releases Tracking Fund (the "**DSRF Releases Tracking Fund**") for the purpose of depositing amounts released from the Debt Service Reserve Fund in connection with the issuance of the Bonds to facilitate compliance with certain federal tax law requirements applicable to the Debt Service Reserve Fund releases for the Wastewater System revenue bond program. The Bureau of Sanitation shall administer the DSRF Releases Tracking Fund. Monies in the DSRF Releases Tracking Fund, if any, shall not revert to the Reserve Fund at the close of each fiscal year.


Sec. 6. A new Subsection (g) is added to Section 5.168.1 of Article 1 of Chapter 9 of Division 5 of the Los Angeles Administrative Code to read as follows:

(f) **Reimbursement Tracking Fund.** Wastewater System Reimbursement Tracking Fund (the "**Reimbursement Tracking Fund**") for the purpose of depositing reimbursements received by the Bureau of Sanitation from various sources related to the Wastewater System to facilitate compliance with certain federal tax requirements applicable to replacement proceeds for the Wastewater System revenue bond program. The Bureau of Sanitation shall administer the Reimbursement Tracking Fund. Monies in the reimbursement Tracking Fund, if any, shall not revert to the Reserve Fund at the close of each fiscal year.

Sec. 7. The City Clerk shall certify to the passage of this ordinance and have it published in accordance with Council policy, either in a daily newspaper circulated in the City of Los Angeles or by posting for ten days in three public places in the City of Los Angeles: one copy on the bulletin board located at the Main Street entrance to the Los Angeles City Hall; one copy on the bulletin board located at the Main Street entrance to the Los Angeles City Hall East; and one copy on the bulletin board located at the Temple Street entrance to the Los Angeles County Hall of Records.

Approved as to Form and Legality

HYDEE FELDSTEIN SOTO, City Attorney

By  for

AMY PHAM
Deputy City Attorney

Date 3/21/25

File No. 25-0323

M:\Econ Dev_Pub Finance\Public Finance\ORDINANCES AND REPORTS\LAWW 2025 Bonds-Final

The Clerk of the City of Los Angeles hereby certifies that the foregoing ordinance was passed by the Council of the City of Los Angeles.

CITY CLERK

MAYOR

Ordinance Passed _____

Approved _____