

**AD HOC ON THE 2028 OLYMPIC AND PARALYMPIC GAMES COMMITTEE REPORT** relative to Los Angeles Exploratory Committee (LA28) funding for an independent review of the proposed budget for the 2028 Olympic and Paralympic Games.

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

1. AUTHORIZE the City Administrative Officer (CAO) to accept up to \$210,380 from LA28 as reimbursement for services rendered under the Second Amendment to Agreement C-128361 with KPMG, LLP, for an independent review of the proposed budget for the 2028 Summer Olympic and Paralympic Games, and to deposit funds received into Fund No. 100/10, Revenue Source Code No. 5188 Miscellaneous Revenue.
2. AUTHORIZE the Controller to increase appropriations in Fund No. 100/10, Account No. 003040 Contractual Services for a total up to \$210,380 in accordance with reimbursements received from LA28.
3. DIRECT the CAO and the Chief Legislative Analyst (CLA) to:
  - a. Report with the Annual Report from LA28 for the year ending December 31, 2018, and status updates regarding the Los Angeles 2028 Games Agreement and Youth Sports Program.
  - b. Include a component for arts and culture in the list of services to be contained in the Los Angeles 2028 Games Agreement.

**Fiscal Impact Statement:** The CAO and CLA report that this action will not impact the General Fund. LA28 agrees to reimburse the General Fund for the expenses relating to the independent review of the 2028 Games budget.

**Community Impact Statement:** None submitted.

### **SUMMARY**

In their report to the Ad Hoc on the 2028 Olympic and Paralympic Games Committee, the CAO and CLA provide an update of activity related to the 2028 Olympic and Paralympic Games. The City's Memorandum of Understanding with LA28 requires LA28 to provide annual reports regarding the activities of the prior fiscal year to the City no later than March 31 each year. LA28 is currently preparing the 2018 Annual Report for submission to Council by the required deadline.

According to the CAO and CLA, LA28's annual report will include a revised 2028 Games budget along with the results of an independent review of the budget by KPMG as required by the MOU. In 2016, KPMG reviewed the potential 2024 Games budget and is currently in the process of completing a subsequent review of the revised 2028 Games budget. LA28 will address any changes to the Games budget as a result of the change in date from 2024 to 2028, the impact of the Youth Sports Program, and the potential impacts of inflation and price adjustments.

The report also goes on to discuss the Games Agreement with the International Olympics

Committee and LA28's funding for youth sports programs in Los Angeles. The CAO and CLA recommend that Council approve the above recommendations authorizing the CAO to accept up to \$210,380 from LA28 as reimbursement for services rendered under the agreement with KPMG for an independent review of the proposed budget for the 2028 Olympic and Paralympic Games.

At its special meeting held March 27, 2019, the Ad Hoc on the 2028 Olympic and Paralympic Games Committee discussed this matter with representatives of the CAO and CLA. The CAO and CLA representatives discussed their report as well as the report to be submitted this week by LA28 along with the proposed budget and budget review for the 2028 Olympic Games. It is anticipated that the 2028 Olympic Games Agreement will be finalized later this year. Remembering the beneficial impact the 1984 Olympics had on Los Angeles arts and culture, Councilmember O'Farrell recommended that Council instruct the CAO and CLA to include a component for arts and culture in the list of services to be contained in the Los Angeles 2028 Games Agreement. Committee recommended that Council approve the CAO and CLA's recommendations, as amended to include the additional instruction introduced by Councilmember O'Farrell.

Respectfully Submitted,



AD HOC ON THE 2028 OLYMPIC AND PARALYMPIC GAMES COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
WESSON:	YES
CEDILLO:	YES
KREKORIAN:	ABSENT
BUSCAINO:	YES
BLUMENFIELD:	YES
O'FARRELL:	YES
PRICE:	YES

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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**