



## DEPARTMENT OF CITY PLANNING

### RECOMMENDATION REPORT

#### City Planning Commission

**Date:** January 26, 2017  
**Time:** After 8:30 A.M.  
**Place:** Van Nuys City Hall  
14410 Sylvan Street, Room 201  
Van Nuys CA 91401

#### Public Hearing

**Completed:** December 21, 2016  
**Appeal Status:** Not Appealable to City Council

**Case No.:** CPC-2016-3632-DA  
**CEQA No.:** Los Angeles Memorial  
Coliseum Renovation  
Project EIR,  
First Addendum,  
Second Addendum and  
Third Addendum  
(SCH No. 1990011065)  
**Incidental Cases:** CPC-2016-4382-SP  
**Related Cases:** DIR-2015-3517-SPP  
**Council No.:** 9 - Hon. Curren D. Price, Jr.  
**Plan Area:** South Los Angeles  
**Specific Plan:** Coliseum District; South Los  
Angeles Alcohol Sales  
Empowerment Congress  
North Area  
**Certified NC:**  
**Applicant:** Brian League -  
University of Southern  
California  
**Representative:** Dale Goldsmith –  
Armbruster, Goldsmith &  
Delvac, LLP

#### PROJECT

**LOCATION:** 3911 S. Figueroa Street

#### PROPOSED

**PROJECT:** Development Agreement for the provision of community benefits with a combined value of \$2,500,000, in exchange for a proposed term of 10 years.

#### REQUESTED ACTIONS:

1. Pursuant to Section 21082.1(c) of the California Public Resources Code, the adequacy of the Environmental Impact Report, First Addendum, Second Addendum and Third Addendum, findings, and Statement of Overriding Considerations for the Los Angeles Memorial Coliseum Renovation Project EIR (SCH No. 1990011065) and
2. Pursuant to California Government Code Sections 65864-65869.5, a Development Agreement between the Developer and the City of Los Angeles, for a term of 10 years.

#### RECOMMENDED ACTIONS:

1. **Find**, based on the independent judgment of the decision-maker, after consideration of the whole of the administrative record, the project was assessed in the Los Angeles Memorial Coliseum Renovation Project EIR, SCH No. 1990011065 certified on December 4, 2003; and the First Addendum, Second Addendum

- and Third Addendum, pursuant to CEQA Guidelines 15162 and 15164, no major revisions are required to the EIR and no subsequent EIR is required for approval of the project;
2. **Recommend** that the City Planning Commission **Approve and Recommend** that the City Council **Adopt** the Development Agreement, pursuant to California Government Code Sections 65864-65869.5, by the Developer and the City of Los Angeles, subject to the terms and recommendations as Exhibit 'A', for a term of approximately 10 years;
  3. **Recommend** that the City Council **Adopt** an ordinance, attached as Exhibit 'B', and subject to review by the City Attorney as to form and legality, authorizing the execution of the subject Development Agreement; and,
  4. **Recommend** that the City Council **Adopt** the attached Findings as the City Council's Findings of Approval.
  5. **Advise** the Applicant that, pursuant to California State Public Resources Code Section 21081.6, the City shall monitor or require evidence that mitigation conditions are implemented and maintained throughout the life of the project and the City may require any necessary fees to cover the cost of such monitoring.
  6. **Advise** the Applicant that, pursuant to State Fish and Game Code Section 711.4, a Fish and Game and/or Certificate of Game Exemption is now required to be submitted to the County Clerk prior to or concurrent with the Environmental Notices and Determination (NOD) filing.

VINCENT P. BERTONI, AICP  
Director of Planning

*Sarah Molina Pearson*

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*Luciralia Ibarra*

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Senior City Planner

*Charles J. Rausch, Jr.*

Charles J. Rausch, Jr.  
Associate Zoning Administrator

**\*ADVICE TO PUBLIC:** \*The exact time this report will be considered during the meeting is uncertain since there may be several other items on the agenda. Written communications may be mailed to the *Commission Secretariat, 200 North Spring Street, Room 532, Los Angeles, CA 90012* (Phone No. 213-978-1300). While all written communications are given to the Commission for consideration, the initial packets are sent out the week prior to the Commission's meeting date. If you challenge these agenda items in court, you may be limited to raising only those issues you or someone else raised at the public hearing agendized herein, or in written correspondence on these matters delivered to this agency at or prior to the public hearing. As a covered entity under Title II of the Americans with Disabilities Act, the City of Los Angeles does not discriminate on the basis of disability, and upon request, will provide reasonable accommodation to ensure equal access to this programs, services and activities. Sign language interpreters, assistive listening devices, or other auxiliary aids and/or other services may be provided upon request. To ensure availability of services, please make your request not later than three working days (72 hours) prior to the meeting by calling the Commission Secretariat at (213)978-1300.

# TABLE OF CONTENTS

**Project Analysis ..... A-1**

- Project Description
- Project Background
- Proposed Renovation Project
- Prior Approvals
- Project Benefits
- Public Hearing
- Conclusion/Recommendation

**Findings..... F-1**

- General Findings
- CEQA Findings

**Exhibits:**

- A - Development Agreement
- B - Proposed Ordinance
- Environmental Impact Report, First Addendum, Second Addendum and Third Addendum (on CD)

## PROJECT ANALYSIS

### Project Description

The applicant, the University of Southern California (USC), is seeking to enter into a Development Agreement with the City of Los Angeles for the provision of community benefits with a combined value of \$2,500,000, for a term of 10 years. As part of the Development Agreement, the applicant is also proposing to execute a Project Labor Agreement that sets forth a provision for at least 30 percent of the total work hours to be performed by local residents. USC will be required to report hiring statistics on a quarterly basis to the Los Angeles City Council.

### Project Background

Exposition Park is owned by the Sixth District Agricultural Association and is governed by the Los Angeles Memorial Coliseum Commission (Coliseum Commission). The University of Southern California (USC) currently leases the Los Angeles Memorial Coliseum (Coliseum) from the Coliseum Commission. In 2008, USC signed a long-term lease with the Coliseum Commission for use of the Coliseum. The lease agreement, as amended in 2013, provides for renovations to the Coliseum and management of the Coliseum by USC. USC's lease, including extension options, provides USC with the right to possess and use the project site through 2111.

Construction of the Coliseum was completed in 1923. The Coliseum is a designated National Historic Landmark, a State Historical Landmark, and is listed on the National Register of Historic Places. The Coliseum is significant for its association with architects John Parkinson and Donald B. Parkinson, and as the site of two Olympic Games (1932 and 1984) and numerous other important sporting and civic events. The Coliseum originally seated 75,000 people and was enlarged to 100,000 seats when Los Angeles was awarded the 1932 Olympic Games. The stadium has undergone numerous additional changes over the years to accommodate updated uses and seismic strengthening. However, the basic design configuration, including its "elliptical" shape and dramatic curved peristyle, and structure have remained the same since 1932. Significant features and spaces of the Coliseum include, but are not limited to:

- Open "elliptical" bowl configuration with seating and playing field;
- Earthen berm under concrete superstructure and visible from exterior of bowl;
- Lower concourse, which is the open circulation space at perimeter of berm;
- Tunnels from lower concourse into stadium with retaining headwalls;
- Board-formed concrete super structure and seating tray;
- Upper concourse with vomitoria;
- The Peristyle, which is the board-formed concrete curved open arcade with large central arch at the eastern end of the stadium; and
- Concrete "torch" with bronze bowl added for the 1932 Olympic Games.

### Proposed Renovation Project

As part of a related project, City Planning Case No. DIR-2015-3517-SPP, the applicant is proposing approval of a Project Permit Compliance for the renovation of the Coliseum. Below is a description of the proposed renovation project to be acted on by the Director of Planning at a later date.

The proposed Coliseum renovation project is designed to include various seating levels and amenities. These various seating levels and amenities are provided within an approximately

25,000 square-foot concourse/addition within the interior of the Coliseum. To provide for this addition, two concession stands, one electrical equipment building, and the existing press box within the Coliseum will be removed.

The interior of the Coliseum will continue to feature the Peristyle as the dominant element of the bowl and will remain intact. The Peristyle will be restored and repaired along with the adjacent Coliseum Commission offices. The exterior wall of the Coliseum will also remain intact. In addition, all of the existing tunnels into the seating bowl will be retained with two tunnels being enlarged to provide egress and service access to the new addition. The existing elevator towers and escalators will also remain and be modernized.

The existing press box will be removed along with a portion of the seating bowl within the footprint of the new addition. A new 17,400 square-foot press box with 44 luxury suites will be constructed, including the addition of 24 outdoor loge boxes and 1,065 outdoor club seats. In addition, the maximum seating capacity of the Coliseum will be reduced from 92,500 seats to 78,000 seats. A portion of the north and south stadium sideline seating bowl will also be removed and replaced with a new cast-in-place concrete seating bowl that will provide a wider seating tread and additional aisles. The new bowl will be designed to match the profile of the existing seating bowl to retain the slope and appearance of the existing seating bowl. The renovation project also includes the installation of new seats to replace existing seating, increasing the tread depth of the seating area, and adding additional exit aisles. Specifically, new seats on the sidelines will be increased from 19 inches to 20 inches in width. The knee room for the sideline seats will be increased by 3 inches, tread depth will be increased from 30 inches to 33 inches, and new aisles will be provided to aid in access to the seating sections. Handrails will also be added in the seating bowl aisles to meet Code requirements and increase safety. In addition, the renovation project includes upgrades to existing restrooms and concession stands.

Furthermore, the renovation project will stabilize and preserve the Coliseum by repairing deteriorating structural members, weathered concrete, and corroding reinforcing steel. The renovation project will also replace systems that are not functioning properly or have reached the end of their life cycle such as mechanical and electrical systems, food service equipment, seating, waterproofing, roofing and interior finishes. Restoration of the Coliseum will also include cleaning the existing board formed cast-in-place concrete on the exterior of the building, and replacing the upper south side rim of the Coliseum that was removed when the existing press box was added.

The renovation project will not result in significant impacts to the Coliseum or any historic resources located within its vicinity. The renovation project will preserve the Coliseum peristyle and the Coliseum's concrete superstructure. The Coliseum seating bowl will be altered by the construction of a new seating tower addition and changes to portions of the existing seating risers. The proposed seating tower and alteration to the existing seating risers, however, will remove a relatively small percentage of historic fabric, leaving the majority of the original material and visual character of the Coliseum intact. Therefore, the Los Angeles Memorial Coliseum will retain sufficient physical integrity to convey its historic significance and retain its eligibility for listing as a National Historic Landmark.

Construction of the Coliseum renovation project is expected to begin in early 2018 with completion by August 2019.

### **EIR and Prior Approvals**

The proposed renovation project is a modification of the original renovation plan that was analyzed in the Los Angeles Memorial Coliseum Renovation Project EIR that was certified by

the Coliseum Commission, which is the Lead Agency, on December 4, 2003. A much less intensive renovation project was analyzed in the First Addendum to the Los Angeles Memorial Coliseum Renovation Project EIR that was certified by the Coliseum Commission on May 2, 2006. The less intensive renovation project was subsequently approved by the City Planning Commission (as a responsible agency) in conjunction with the adoption of the Coliseum District Specific Plan, and a Development Agreement between the City of Los Angeles and the Coliseum Commission on May 16, 2006. The current renovation project, under City Planning Case No. DIR-2015-3517-SPP, was analyzed in the Second Addendum to the Los Angeles Memorial Coliseum Renovation Project EIR and was approved by the Coliseum Commission on July 28, 2016.

On December 22, 2016, the Director of Planning approved a Director's Administrative Clearance (City Planning Case No. DIR-2016-4737-SPP) to allow the construction of a new two-story, 18,228 square-foot warehouse/office building within the yard area; the removal of two existing video boards (scoreboards) from the Peristyle and installation of two new video boards in the East End Zone; the removal of one existing game clock from the Center Peristyle and installation of one new game clock in the same location; and the installation of two new signs, one below the existing clock and one below the existing thermometer. These requests were analyzed in the Third Addendum to the Los Angeles Memorial Coliseum Renovation Project EIR that was approved by the LAMCC on December 8, 2016.

### **Project Benefits**

The provision of public benefits, as proposed by the applicant, is as follows:

<b>Benefit</b>	<b>Value</b>	<b>Recipient(s)</b>	<b>Purpose</b>	<b>Delivery</b>
Job Training	<b>\$1,000,000</b>	Council District 9 Public Benefits Trust Fund No. 48X	Support job training for local residents within a five-mile radius of the project site	Prior to issuance of a building permit
Recreation and Parks	<b>\$1,500,000</b>	Council District 9 Public Benefits Trust Fund No. 48X	For recreation and parks capital improvements, green space programming, and/or the acquisition of land within the Council District 9 boundaries	Two payments, with the first \$750,000 payment to be paid prior to issuance of a building permit for the project, and the second payment of \$750,000 to be paid prior to issuance of a final certificate of occupancy for the project

In addition to the above benefits, the applicant will execute a Project Labor Agreement for the renovation of the Coliseum that sets forth a provision for at least 30 percent of the total work hours to be performed by local residents based on three tiers: first, within a five-mile radius of the project site; second, within the City of Los Angeles; and third, within the County of Los Angeles.

**Public Hearing**

In accordance with Section 12.32 of the LAMC and California Government Code Section 65867, notification was provided in the manner of a hearing notice mail-out within a 500-foot radius of the project site for a public hearing that was held on December 21, 2016.

**Conclusion/Recommendation**

The Development Agreement is instrumental in the ability to deliver \$2,500,000 of much-needed job training for local residents and for improvements to, and towards the creation of recreation and park space in the South Los Angeles area. Planning staff recommends that the City Planning Commission recommend that the City Council adopt the Development Agreement as proposed.

## FINDINGS

1. Pursuant to State Government Code Section 65868, a development agreement be entered into by mutual consent of the parties. An application for a Development Agreement was filed on August September 23, 2016, establishing the applicant's consent to enter into a Development Agreement.
2. The City of Los Angeles ("City") has adopted rules and regulations establishing procedures and requirements for consideration of development agreements under Citywide Development Agreement Procedures (CF 85-2313-S3). In addition, on November 19, 1992, the City Planning Commission adopted new guidelines for the processing of development agreement applications (CPC No. 86-404 MSC).
3. In accordance with Section 12.32 of the LAMC and California Government Code Section 65867, notification within a 500-foot radius of the project site was mailed out on November 22, 2016 to all occupants and property owners, neighborhood council and others as identified in the mailing affidavit located in the administrative record. Further, notice of the public hearing was also published in the Daily Journal on November 28, 2016; verification of which is provided in the administrative record. In accordance with Section 12.32-C,4(c), posting for the site was completed on January 13, 2016.
4. Pursuant to Section 65867.5 of the Government Code, the Development Agreement is consistent with the objectives, policies, and programs specified in the City of Los Angeles General Plan, including the South Los Angeles Community Plan adopted by City Council on March 22, 2000 (CF 98-1192). Orderly development of the project site is further governed by Department of City Planning Case No. CPC-2016-3482-SP, wherein the project is seeking a Specific Plan Amendment of the Coliseum District Specific Plan. The Amendment will be considered for adoption by resolution by the City Council.
5. This Development Agreement is administrative and technical in nature and will have no impact on the project under the EIR prepared for the project, Los Angeles Memorial Coliseum Renovation Project EIR, First Addendum, Second Addendum and Third Addendum (SCH No. 1990011065), to be considered by the City Council upon their consideration of the Specific Plan Amendment. Moreover, the provisions of the Development Agreement do not grant the project or the project applicant any exceptions, variances, or otherwise allows the applicant to deviate from the required development regulations of the Code. The intent of the Development Agreement is to recognize the life of the entitlements to a specified term in exchange for the provision of public benefits. The proposed Development Agreement will not be detrimental to the public health, safety and general welfare. Approval of the Development Agreement will promote the expeditious delivery of public benefit monies directly from the Applicant to the identified parties for the provision of job training for local residents and the creation and/or acquisition of recreation and parks within the council district boundaries.
6. The Development Agreement provides extraordinary public benefits in the form of \$1,000,000 to support job training for local residents within a five-mile radius of the project site.
7. The Development Agreement provides extraordinary public benefits in the form of \$1,500,000 for recreation and parks capital improvements, green space programming, and/or the acquisition of land within the Council District 9 boundaries.



8. The Development Agreement complies in form and substance with all applicable City and State regulations governing development agreements.
9. Based upon the above Findings, the proposed Development Agreement is deemed consistent with public necessity, convenience, general welfare and good zoning practice.
10. **FINDINGS OF FACT (CEQA)**

- I. ENVIRONMENTAL DOCUMENTATION BACKGROUND

In December 2003, the Los Angeles Memorial Coliseum Commission (Coliseum Commission), as lead agency, certified Environmental Impact Report SCH # 1990011065 (Certified EIR) for the Los Angeles Memorial Coliseum Renovation Project (Original Renovation Project). The Certified EIR analyzed the renovation of the Los Angeles Memorial Coliseum (Coliseum), which included primarily reducing the maximum seating capacity from 92,500 seats to 78,000 seats, the addition of 200 luxury suites, and the construction of two approximate 20,000 square-foot ancillary structures for retail or office use, a 19,000 square-foot press box, and approximately 35,000 square feet of new concession-related facilities.

Following certification of the Certified EIR, several modifications to the Original Renovation Project were proposed. These modifications, which were never implemented and are no longer proposed, were addressed in an addendum to the Certified EIR dated May 1, 2006 ("First Addendum"), which the Coliseum Commission approved on May 2, 2006.

A Second Addendum to the Certified EIR dated April 2016 (Second Addendum) was prepared to analyze the modifications to the Approved Project (Modified Renovation Project) proposed by the University of Southern California (USC). These modifications primarily include reducing the number of luxury suites from 200 suites to 44 suites, reducing the size of the press box from approximately 25,000 square feet to 17,400 square feet, reducing concession-related facilities from approximately 35,000 square feet to 24,500 square feet, and reducing ancillary structures from 44,000 square feet (two 20,000-square-foot structures and 4,000 square feet of ancillary structure) to 18,000 square feet. The Modified Renovation Project also proposed the addition of 24 outdoor loge boxes and 1,065 outdoor club seats and a reduction in the maximum seating capacity from 92,500 seats to 78,000 seats, as previously contemplated in the Certified EIR. Moreover, the Modified Renovation Project would preserve much more of the historic fabric of the Coliseum than the Original Renovation Project. The Modified Renovation Project would implement all of the mitigation measures set forth in the Certified EIR; however, the Second Addendum modified or added certain measures to reflect best current practices. The Second Addendum demonstrates that the Modified Renovation Project would not result in any new or substantially increased significant environmental impacts as compared to the Original Renovation Project. In addition, the Second Addendum demonstrates that there is no new information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the Certified EIR was certified, that would require preparation of a Subsequent or Supplemental EIR pursuant to Section 15162 and 15163 of the CEQA Guidelines. The Coliseum Commission, as lead agency, approved the Second Addendum on July 28, 2016.

A Third Addendum to the Certified EIR dated November 2016 (Third Addendum) was prepared to address subsequent minor modifications to the Modified Renovation Project. As with the Modified Renovation Project, the video boards that are currently located on top

of the Peristyle would be removed and replaced with new video boards. As currently proposed, (a) the location of the two new video boards would be moved a relatively small distance higher up the bowl, outward from the field and nearer the rim wall, in order to meet the minimum acceptable lines of site from general seating, (b) the game clock would be replaced with a smaller modern integrated game clock, and (c) all other project features would be the same as under the Modified Renovation Project (collectively, the “Current Renovation Project”). The Third Addendum demonstrates that the Current Project would not result in any new or substantially increased significant environmental impacts as compared to the Original Renovation Project. In addition, the Third Addendum demonstrates that there is no new information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the Certified EIR was certified, that would require preparation a Subsequent or Supplemental EIR pursuant to Section 15162 and 15163 of the CEQA Guidelines. The Commission, as lead agency, approved the Third Addendum on December 8, 2016.

The Department is seeking approval of an amendment to the Coliseum District Specific Plan, under direction of the City Council, and USC is seeking approval a Development Agreement from the City of Los Angeles (City) to implement the Current Renovation Project. The City is acting as a responsible agency under CEQA.

## II. CEQA AUTHORITY FOR AN ADDENDUM

The Second and Third Addenda address the proposed changes to the Original Renovation Project set forth in the Certified EIR. The Certified EIR included all statutory sections required by CEQA, comments received on the Draft EIR, responses to comments on the Draft EIR, and supporting technical appendices. CEQA establishes the type of environmental documentation required when changes to a project occur after an EIR is certified. Specifically, Section 15164(a) of the CEQA Guidelines states that:

*“The lead agency or responsible agency shall prepare an addendum to a previously certified EIR if some changes or additions are necessary but none of the conditions described in Section 15162 calling for preparation of a subsequent EIR have occurred.”*

Sections 15162 and 15163 of the CEQA Guidelines respectively require preparation of a Subsequent or Supplemental EIR when an EIR has been certified and one or more of the following circumstances exist:

1. Substantial changes are proposed in the project which will require major revisions of the previous EIR or negative declaration due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects;
2. Substantial changes occur with respect to the circumstances under which the project is undertaken, which will require major revisions of the previous EIR or negative declaration due to the involvement of new significant environmental effects or a substantial increase in the severity of previously identified significant effects; or
3. New information of substantial importance, which was not known and could not have been known with the exercise of reasonable diligence at the time the previous EIR was certified as complete or the negative declaration was adopted, shows any of the following:

- a. The project will have one or more significant effects not discussed in the previous EIR or negative declaration;
- b. Significant effects previously examined will be substantially more severe than shown in the previous EIR;
- c. Mitigation measures or alternatives previously found not to be feasible would in fact be feasible, and would substantially reduce one or more significant effects of the project, but the project proponents decline to adopt the mitigation measure or alternative; or
- d. Mitigation measures or alternatives which are considerably different from those analyzed in the previous EIR would substantially reduce one or more significant effects on the environment, but the project proponents decline to adopt the mitigation measure or alternative.

Likewise, California Public Resources Code (PRC) Section 21166 states that unless one or more of the following events occur, no Subsequent or Supplemental EIR shall be required by the lead agency or by any responsible agency:

- Substantial changes are proposed in the project which will require major revisions of the environmental impact report;
- Substantial changes occur with respect to the circumstances under which the project is being undertaken which will require major revisions in the environmental impact report; or
- New information, which was not known and could not have been known at the time the environmental impact report was certified as complete, becomes available.

As demonstrated in the Second and Third Addenda, the Current Renovation Project would reduce the Original Renovation Project's significant and unavoidable impacts with respect to Construction Air Quality (CO and PM<sub>10</sub>), and Cultural Resources (Historic). All of the Current Renovation Project's environmental impacts would be similar to or less than those of the Original Renovation Project. Therefore, the Current Renovation Project would not result in any new significant impacts, nor would it substantially increase the severity of any previously anticipated significant impacts set forth in the Certified EIR. Based on this determination, the changes proposed under the Current Renovation Project do not meet the requirements for preparation of a Subsequent or Supplemental EIR pursuant to Section 15162 and 15163 of the CEQA Guidelines.

### III. CEQA FINDINGS

Pursuant to CEQA, the City Council serves as a "responsible agency" with respect to the Current Renovation Project in connection with the subject City actions. Accordingly, the City Council (a) has considered the Certified EIR, First Addendum, Second Addendum, and Third Addendum, and other pertinent evidence in the record, including studies, reports and other information from qualified experts (collectively the "Environmental Documents") pursuant to CEQA Guidelines Section 15096, (b) has considered the environmental effects of the Project as set forth in the Environmental Documents, pursuant to CEQA Guidelines Sections 15050(b) and 15091, and (c) makes the following findings:

- A) Based on substantial evidence in the Environmental Documents and elsewhere in the record, including but not limited to oral and written testimony provided at the public hearings on the matter, (a) no Subsequent or Supplemental EIR is required pursuant to CEQA Guidelines Sections 15162 or 15163 for the Current Renovation Project, and (b) the Second and Third Addenda are the proper environmental review for the Current Renovation Project. The Second and Third Addenda were prepared under the authority of CEQA Guidelines Section 15164(a), which requires a lead agency to prepare an addendum to a previously certified EIR if some changes or additions are necessary, but none of the conditions described in CEQA Guidelines Section 15162 and 15163 calling for preparation of a Subsequent or Supplemental EIR have occurred;
- B) Changes and alterations have been required and incorporated into the Current Renovation Project that avoid or substantially lessen the significant environmental effects as identified in the Environmental Documents, pursuant to CEQA Guidelines Section 15091(a)(1);
- C) As more fully set forth below, certain economic, legal, social, technological or other benefits of the Current Renovation Project outweigh the unavoidable adverse environmental effects, all of which are identified in the Environmental Documents, pursuant to CEQA Guidelines Section 15093;
- D) There are no feasible alternatives or feasible mitigation measures (other than those measures already imposed on the Current Renovation Project and identified in the Environmental Documents) that would substantially lessen or avoid any significant environmental effect of the Current Renovation Project as indicated by the Environmental Documents, pursuant to CEQA Guidelines Section 15091; and
- E) The Second and Third Addenda are adequate under CEQA for approval of the subject approvals for the Current Renovation Project.

#### IV. STATEMENT OF OVERRIDING CONSIDERATIONS

As described in the Certified EIR and Second and Third Addenda, development of the Current Renovation Project would have significant adverse impacts on the environment that cannot be reduced to less than significant levels through implementation of feasible mitigation measures. Section 15093(b) of the State CEQA Guidelines provides that when a project is approved which will result in the occurrence of significant effects that cannot be avoided or substantially lessened, the lead or decision-making agency shall state in writing the reasons to support its action based on the Final EIR and/or other information in the record.

The following impacts are not mitigated to a less than significant level for the Current Renovation: Construction Air Quality (NO<sub>x</sub>); Operational Air Quality (ROG, NO<sub>x</sub>, CO, and PM<sub>10</sub>); and Traffic and Circulation. Accordingly, the City Council adopts the following Statement of Overriding Considerations:

The City Council recognizes that significant and unavoidable impacts will result from the implementation phase of the Current Renovation Project. Having: (i) adopted all feasible mitigation measures, (ii) rejected alternatives to the proposed project, (iii) recognized all significant unavoidable impacts, and (iv) balanced the benefits of the project against the Current Renovation Project's significant and unavoidable impacts, the City Council hereby

finds that the benefits of the Current Renovation Project outweigh and override the significant unavoidable impacts for the reasons stated below.

The following stated reasons summarize the benefits, goals and objectives of the Current Renovation and provide the rationale for the benefits of the Current Renovation Project. These overriding considerations of economic, social, aesthetic, and environmental benefits of the Current Renovation Project justify approval of the Current Renovation Project. Each of these overriding considerations individually would outweigh the adverse environmental impacts of the Current Renovation Project.

- (a) The Current Renovation Project will ensure the long-term viability of the Coliseum, enhance the fan experience at all Coliseum events, and allow the Coliseum to continue to serve as a versatile facility for cultural and sporting events.
- (b) The Current Renovation Project will further historic preservation by modernizing the Coliseum while retaining its National Historic Landmark Status.
- (c) The Current Renovation Project will improve fan comfort and safety and provide better access for spectators with disabilities.
- (d) The Current Renovation Project will result in the private funding of necessary improvements to the Coliseum without any expenditure of money from the City of Los Angeles or State of California General Funds.
- (e) The Current Renovation Project will create a substantial number of good-paying union construction jobs pursuant to a Project Labor Agreement that will benefit the surrounding community through a 30% local hiring goal.
- (f) As set forth in the Economic and Fiscal Impact Analysis by dated April 15, 2016 by CSL International (Fiscal Analysis), the one-time net new economic impacts estimated to be associated with the Current Renovation Project include approximately \$108.0 million in direct spending, \$182.6 million in total output, 457 full and part-time jobs, and \$68.0 million in personal earnings.
- (g) As also set forth in the Fiscal Analysis, net new impacts from annual operations of the Current Renovation Project are estimated to generate \$100.0 million in net new direct spending, \$177 million in total output, 2,197 full and part-time jobs, and \$99.1 million in earnings.

#### V. CUSTODIAN OF RECORDS

Consistent with Public Resources Code Section 21081.6(a)(2), the documents that constitute the record of proceedings for approving the Current Renovation Project are located in the Office of the County Counsel, County of Los Angeles, 500 West Temple Street, Sixth Floor; Los Angeles, CA 90012.

**DEVELOPMENT AGREEMENT**

**by and between**

**THE CITY OF LOS ANGELES**

**and**

**THE UNIVERSITY OF SOUTHERN CALIFORNIA**

**dated as of**

\_\_\_\_\_

**DEVELOPMENT AGREEMENT**

**TABLE OF CONTENTS**

	<b>Page</b>
RECITALS .....	1
AGREEMENT .....	1
1. DEFINITIONS.....	2
1.1 “Addendum” .....	2
1.2 “Agreement” .....	2
1.3 “Applicable Rules” .....	2
1.4 “Assignment Agreement” .....	2
1.5 “CEQA” .....	2
1.6 “City” .....	2
1.7 “City Agency” .....	2
1.8 “City Attorney” .....	2
1.9 “City Council” .....	2
1.10 “Days” .....	2
1.11 “Developer” .....	3
1.12 “Development Agreement Act” .....	3
1.13 “Discretionary Action” .....	3
1.14 “Effective Date” .....	3
1.15 “General Plan” .....	3
1.16 “Ministerial Permits and Approvals” .....	3
1.17 “Mitigation Measures” .....	3
1.18 “Parties” .....	3
1.19 “Party” .....	3
1.20 “Planning Commission” .....	3
1.21 “Planning Director” .....	3
1.22 “Processing Fees” .....	3
1.23 “Project” .....	4
1.24 “Project Approvals” .....	4
1.25 “Property” .....	4
1.26 “Property Owner” .....	4
1.27 “Reserved Powers” .....	4
1.28 “Term” .....	4
1.29 “Transferee” .....	4
1.30 “Vesting Tentative Tract Map” .....	5
2. RECITALS OF PREMISES, PURPOSE AND INTENT.....	5
2.1 State Enabling Statute .....	5
2.2 City Procedures and Actions.....	5
2.2.1 City Planning Commission Action.....	5
2.2.2 City Council Assessment of the EIR .....	5
2.2.2 City Council Action.....	5

2.3	Purpose of this Agreement.....	6
2.3.1	Public Benefits .....	6
2.3.2	Developer Objectives .....	6
2.3.3	Mutual Objectives .....	6
2.4	Applicability of the Agreement .....	7
3.	AGREEMENT AND ASSURANCES .....	7
3.1	Agreement and Assurance on the Part of Developer .....	7
3.1.1	Project Development .....	7
3.1.2	Timing of Development .....	7
3.2	Agreement and Assurances on the Part of the City .....	8
3.2.1	Entitlement to Develop.....	8
3.2.2	Consistency in Applicable Rules.....	8
3.2.3	Changes in Applicable Rules .....	8
3.2.3.1	Non-application of Changes in Applicable Rules .....	9
3.2.3.2	Changes in Building and Fire Codes .....	9
3.2.3.3	Changes Mandated by Federal or State Law .....	9
3.2.4	Subsequent Development Review .....	9
3.2.5	Administrative Changes and Modifications .....	9
3.2.6	Effective Development Standards .....	10
3.2.7	Interim Use .....	10
3.2.8	Moratoria or Interim Control Ordinances .....	10
3.2.9	Time Period of Tentative Parcel Map and Project Approvals.....	10
3.2.10	Processing Fees .....	10
3.2.11	Timeframes and Staffing for Processing and Review .....	10
3.2.12	Other Governmental Approvals .....	11
4.	ANNUAL REVIEW .....	11
4.1	Annual Review.....	11
4.2	Pre-Determination Procedure.....	11
4.2.1	Special Review .....	11
4.3	Planning Director’s Determination .....	11
4.4	Appeal By Developer.....	12
4.5	Period to Cure Non-Compliance.....	12
4.6	Failure to Cure Non-Compliance Procedure.....	12
4.7	Termination or Modification of Agreement .....	12
4.8	Reimbursement of Costs .....	13
4.9	City’s Rights and Remedies Against Developer.....	13
5.	DEFAULT PROVISIONS.....	13
5.1	Default by Developer .....	13
5.1.1	Default .....	13
5.1.2	Notice of Default .....	13
5.1.3	Failure to Cure Default Procedures .....	13
5.1.4	Termination or Modification of Agreement.....	14



5.2	Default by the City .....	14
5.2.1	Default .....	14
5.2.2	Notice of Default .....	14
5.3	No Monetary Damages .....	14
6.	MORTGAGEE RIGHTS .....	15
6.1	Encumbrances on the Property .....	15
6.2	Mortgagee Protection.....	15
6.3	Mortgagee Not Obligated .....	15
6.4	Request for Notice to Mortgage.....	15
6.5	Mortgagee’s Time to Cure .....	15
6.6	Disaffirmation .....	16
7.	GENERAL PROVISIONS .....	16
7.1	Effective Date .....	16
7.2	Term.....	16
7.3	Appeals to City Council.....	16
7.4	Enforced Delay; Extension of Time of Performance.....	16
7.5	Dispute Resolution.....	17
7.5.1	Dispute Resolution Proceedings.....	17
7.5.2	Arbitration .....	17
7.5.2.1	Arbitration Procedures .....	17
7.5.3	Extension of Term .....	17
7.5.4	Legal Action.....	18
7.5.5	Applicable Law .....	18
7.6	Amendments .....	18
7.7	Assignment .....	18
7.7.1	Conditions of Assignment .....	18
7.7.1.1	Written Notice of Assignment Required .....	18
7.7.1.2	Automatic Assumption of Obligations.....	19
7.7.2	Liability Upon Assignment .....	19
7.7.3	Release of Property Owner.....	19
7.7.4	Release of Property Transferee .....	19
7.8	Covenants.....	19
7.9	Cooperation and Implementation.....	20
7.9.1	Processing.....	20
7.9.2	Other Governmental Permits.....	20
7.9.3	Cooperation in the Event of Legal Challenge .....	20
7.9.4	Relationship of the Parties.....	20
7.9.5	Operating Memoranda.....	21
7.9.6	Certificate of Performance .....	21
7.10	Indemnification .....	21
7.10.1	Obligation to Defend, Indemnify, and Hold Harmless .....	21
7.10.2	Defending The Project Approvals.....	21
7.10.3	Breach of Obligations.....	22
7.10.4	Cooperation .....	22

7.10.5	Contractual Obligation .....	22
7.10.6	Waiver of Right to Challenge.....	22
7.10.7	Survival .....	22
7.10.8	Preparation of Administrative Record.....	22
7.10.9	Deposit.....	23
7.11	Notices .....	23
7.12	Recordation .....	24
7.13	Constructive Notice and Acceptance .....	24
7.14	Successors and Assignees .....	24
7.15	Severability .....	24
7.16	Time of the Essence .....	24
7.17	Waiver.....	24
7.18	No Third Party Beneficiaries .....	24
7.19	Entire Agreement .....	24
7.20	Legal Advice; Neutral Interpretation; Headings, Table of Contents, and Index .....	25
7.21	Duplicate Originals .....	25

## **DEVELOPMENT AGREEMENT**

This Development Agreement (“Agreement”) is executed this \_\_\_\_\_ day of \_\_\_\_\_, 2017 by and between the CITY OF LOS ANGELES, a municipal corporation (“City”), and THE UNIVERSITY OF SOUTHERN CALIFORNIA, a California Nonprofit Public Benefit Corporation (“USC” or “Developer”, pursuant to California Government Code Section 65864 et seq., and the implementing procedures of the City, with respect to the following:

### **RECITALS**

WHEREAS, the City and the Developer recognize that the further development of the subject property, as defined below, will create significant opportunities for economic growth in the City, the Southern California region and California generally;

WHEREAS, the Developer wishes to obtain reasonable assurances that the project as defined below may be developed in accordance with the Project Approvals, as defined below, and the terms of this Agreement;

WHEREAS, the Developer will implement public benefits above and beyond the necessary mitigation for the Project including benefits and other consideration as noted in Sections 2.3.1 and;

WHEREAS, this Agreement is necessary to assure the Developer that the Project will not be subjected to new rules, regulations, ordinances or policies unless otherwise allowed by this Agreement;

WHEREAS, by entering into this Agreement, the City is encouraging the development of the project as set forth in this Agreement in accordance with the goals and objectives of the City, while reserving to the City the legislative powers necessary to remain responsible and accountable to its residents;

WHEREAS, the Developer will ensure that the Coliseum renovation will retain its National Historic Landmark Designation;

WHEREAS, the Development Agreement is in the public interest and is consistent with the City's General Plan including the South Los Angeles Community Plan and the Coliseum District Specific Plan;

WHEREAS, for the foregoing reasons, the Parties desire to enter into a development agreement for the Project pursuant to the Development Agreement Act, as defined below, and the City's charter powers upon the terms and conditions set forth herein.

### **AGREEMENT**

NOW, THEREFORE, pursuant to the authority contained in the Development Agreement Act, as it applies to the City, and in consideration of the mutual promises and covenants herein

contained and other valuable consideration the receipt and adequacy of which the Parties hereby acknowledge, the Parties agree as follows:

## 1. DEFINITIONS

For all purposes of this Agreement, except as otherwise expressly provided herein or unless the context of this Agreement otherwise requires, the following words and phrases shall be defined as set forth below:

**1.1 “Addendum”** means the April 2016 Second Addendum to the Environmental Impact Report prepared for the Los Angeles Memorial Coliseum Renovation Project (State Clearinghouse No. 1990011065).

**1.2 “Agreement”** means this Development Agreement.

**1.3 “Applicable Rules”** means the rules, regulations, fees, ordinances and official policies of the City in force as of the Effective Date of this Agreement governing the use and development of real property and which, among other matters, govern the permitted uses of land, the density or intensity of use, subdivision requirements, the maximum height and size of proposed buildings, parking requirements, setbacks, development standards, the provisions for reservation or dedication of land for public purposes, and the design, improvement and construction guidelines, standards and specifications applicable to the development of the Property. Notwithstanding the language of this Section or any other language in this Agreement, all specifications, standards and policies regarding the design and construction of buildings and development projects, if any, shall be those that are in effect at the time the project plans are being processed for approval and/or under construction.

**1.4 “Assignment Agreement”** means an agreement entered into by the Developer to transfer in whole or in part the rights and obligations of Developer under this Agreement to a third party transferee.

**1.5 “CEQA”** means the California Environmental Quality Act (Cal. Public Resources Code Sections 21000 et seq.) and the State CEQA Guidelines (Cal. Code of Regs., Title 14, Sections 15000 et seq.).

**1.6 “City”** means the City of Los Angeles, a charter city and municipal corporation.

**1.7 “City Agency”** means each and every agency, department, board, commission, authority, employee, and/or official acting under the authority of the City, including, without limitation, the City Council and the Planning Commission.

**1.8 “City Attorney”** means the legal counsel for the City.

**1.9 “City Council”** means the City Council of the City and the legislative body of the City pursuant to Section 65867 of the California Government Code (Development Agreement Act).

**1.10 “Days”** means calendar days as opposed to working days.

**1.11 “Developer”** has the meaning as described in the opening paragraph of this Agreement.

**1.12 “Development Agreement Act”** means Article 2.5 of Chapter 4 of Division 1 of Title 7 (Sections 65864 through 65869.5) of the California Government Code.

**1.13 “Discretionary Action”** means an action which requires the exercise of judgment, deliberation or a decision on the part of the City and/or any City Agency, in the process of approving or disapproving a particular activity, as distinguished from Ministerial Permits and Approvals and any other activity which merely requires the City and/or any City Agency to determine whether there has been compliance with statutes, ordinances or regulations.

**1.14 “Effective Date”** has the meaning set forth in Section 7.1 below.

**1.15 “General Plan”** means the General Plan of the City.

**1.16 “Ministerial Permits and Approvals”** means the permits, approvals, plans, inspections, certificates, documents, licenses, and all other actions required to be taken by the City in order for Developer to implement, develop and construct the Project and the Mitigation Measures, including without limitation, building permits, foundation permits, public works permits, grading permits, stockpile permits, encroachment permits, and other similar permits and approvals which are required by the Los Angeles Municipal Code and project plans and other actions required by the Project Approvals to implement the Project and the Mitigation Measures. Ministerial Permits and Approvals shall not include any Discretionary Actions.

**1.17 “Mitigation Measures”** means the mitigation measures described in the Environmental Impact Report (Los Angeles Memorial Coliseum Renovation Project EIR, State Clearinghouse No. 1990011065) (the “EIR”) assessed by the City in accordance with the requirements of CEQA.

**1.18 “Parties”** means collectively the Developer and the City.

**1.19 “Party”** means any one of the Developer or the City.

**1.20 “Planning Commission”** means the City Planning Commission and the planning agency of the City pursuant to Section 65867 of the California Government Code (Development Agreement Act).

**1.21 “Planning Director”** means the Director of City Planning for the City.

**1.22 “Processing Fees”** means all processing fees and charges required by the City or any City Agency including, but not limited to, fees for land use applications, project permits, building applications, building permits, grading permits, encroachment permits, tract or parcel maps, lot line adjustments, air right lots, street vacations and certificates of occupancy which are necessary to accomplish the intent and purpose of this Agreement. Expressly exempted from Processing Fees are all linkage fees or exactions which may be imposed by the City on development projects pursuant to laws enacted after the Effective Date of this Agreement, except as specifically provided for in this Agreement. The amount of the Processing Fees to be applied

in connection with the development of the Project shall be the amount which is in effect on a City-wide basis at the time an application for the City action is made, unless an alternative amount is established by the City in a subsequent agreement. The amount of the Processing Fees to be applied in connection with the development of the Project shall be the amount which is in effect on a City-wide basis at the time an application for the City action is made, unless an alternative amount is established by the City in a subsequent agreement.

**1.23 “Project”** means the Coliseum Renovation Project.

**1.24 “Project Approvals”** means those Discretionary Actions authorizing the Project which have been approved by the City on or before the Effective Date (irrespective of their respective effective dates) including, but not limited, to: (1) a Specific Plan Amendment to revise Section 8.C of the Coliseum District Specific Plan (Case No. CPC-2016-4382-SP);

**1.25 “Property”** has the meaning in the recitals above and as fully described in the legal description attached as Exhibit “A”.

**1.26 “Property Owner”** has the meaning as described in the opening paragraph of the Agreement.

**1.27 “Reserved Powers”** means the rights and authority excepted from this Agreement’s restrictions on the City’s police powers and which are instead reserved to the City. The Reserved Powers include the powers to enact regulations or take future Discretionary Actions after the Effective Date of this Agreement that may be in conflict with the Applicable Rules and Project Approvals, but: (1) are necessary to protect the public health and safety, and are generally applicable on a City-wide basis (except in the event of natural disasters as found by the City Council such as floods, earthquakes and similar acts of God); (2) are amendments to the Los Angeles Building or Fire Codes regarding the construction, engineering and design standards for private and public improvements and which are (a) necessary to the health and safety of the residents of the City, and (b) are generally applicable on a Citywide basis (except in the event of natural disasters as found by the Mayor or City Council such as floods, earthquakes, and similar acts of God); (3) are necessary to comply with state or federal laws and regulations (whether enacted previous or subsequent to the Effective Date of this Agreement) as provided in Section 3.2.3.3; or (4) constitute Processing Fees and charges imposed or required by the City to cover its actual costs in processing applications, permit requests and approvals of the Project or in monitoring compliance with permits issued or approvals granted for the performance of any conditions imposed on the Project, unless otherwise waived by the City.

**1.28 “Term”** means the period of time for which this Agreement shall be effective in accordance with Section 7.2 hereof.

**1.29 “Transferee”** means a third party that has entered into an Assignment Agreement with Developer.

## 2. RECITALS OF PREMISES, PURPOSE AND INTENT

**2.1 State Enabling Statute.** To strengthen the public planning process, encourage private participation in comprehensive planning and reduce the economic risk of development, the Legislature of the State of California adopted the Development Agreement Act which authorizes any city to enter into binding development agreements establishing certain development rights in real property with persons having legal or equitable interests in such property. Section 65864 of the Development Agreement Act expressly provides as follows:

“The Legislature finds and declares that:

“(a) The lack of certainty in the approval of development projects can result in a waste of resources, escalate the cost of housing and other development to the consumer, and discourage investment in and a commitment to comprehensive planning which would make maximum efficient utilization of resources at the least economic cost to the public.

(b) Assurance to the applicant for a development project that upon approval of the project, the applicant may proceed with the project in accordance with existing policies, rules and regulations, and subject to conditions of approval will strengthen the public planning process, encourage private participation in comprehensive planning, and reduce the economic cost of development.”

Notwithstanding the foregoing, to ensure that the City remains responsive and accountable to its residents while pursuing the benefits of development agreements contemplated by the Legislature, the City: (1) accepts restraints on its police powers contained in development agreements only to the extent and for the duration required to achieve the mutual objectives of the parties; and (2) to offset such restraints, seeks public benefits which go beyond those obtained by traditional City controls and conditions imposed on development project applications.

### 2.2 City Procedures and Actions.

**2.2.1 City Planning Commission Action.** The City Planning Commission held a duly noticed public hearing and recommended approval of this Agreement on January 26, 2017.

**2.2.2 City Council Assessment of the EIR.** The City Council on \_\_\_\_\_, after conducting a duly-noticed public hearing, assessed the EIR for the Project.

**2.2.3 City Council Action.** The City Council on \_\_\_\_\_, after conducting a duly-noticed public hearing, adopted Ordinance No. \_\_\_\_\_, to become effective on the thirty-first day after its adoption, found that its provisions are consistent with the City’s General Plan and the Los Angeles Municipal Code, and authorized the execution of this Agreement.

## **2.3 Purpose of this Agreement.**

**2.3.1 Public Benefits.** This Agreement provides assurances that the Public Benefits identified below will be achieved and developed in accordance with the Applicable Rules and Project Approvals and with the terms of this Agreement and subject to the City's Reserved Powers. The Project will provide Public Benefits to the City, including without limitation:

(a) Local Hire. USC shall execute a Project Labor Agreement for the Project that sets forth a provision for at least 30 percent of the total work hours to be performed by local residents based on three tiers: first, within a five-mile radius of the Project; second, within the City of Los Angeles; and third, within the County of Los Angeles.

(b) Quarterly Reporting. USC shall report local hire statistics for the Project on a quarterly basis to the City Council.

(c) Job Training. USC shall pay \$1,000,000 to the Council District 9 Public Benefits Trust Fund No. 48X to support job training for local residents within a five-mile radius of the Project prior to the issuance of a building permit.

(d) Recreation and Parks. USC shall pay \$1,500,000 to the Council District 9 Public Benefits Trust Fund No. 48X, which payment shall be dedicated for recreation and parks capital improvements, green space programming, and/or the acquisition of land to help offset the disparity in available green space to South Los Angeles residents, within the Council District 9 boundaries. The funds shall be paid in two payments, with the first \$750,000 payment being paid prior to issuance of a building permit for the Project, and a second payment of \$750,000 being paid prior to issuance of a final certificate of occupancy for the Project.

**2.3.2 Developer Objectives.** In accordance with the legislative findings set forth in the Development Agreement Act, and with full recognition of the City's policy of judicious restraints on its police powers, the Developer wishes to obtain reasonable assurances that the Project may be developed in accordance with the Applicable Rules and Project Approvals and with the terms of this Agreement and subject to the City's Reserved Powers. In the absence of this Agreement, Developer would have no assurance that it can complete the Project for the uses and to the density and intensity of development set forth in this Agreement and the Project Approvals. This Agreement, therefore, is necessary to assure Developer that the Project will not be (1) reduced or otherwise modified in density, intensity or use from what is set forth in the Project Approvals, (2) subjected to new rules, regulations, ordinances or official policies or plans which are not adopted or approved pursuant to the City's Reserved Powers or (3) subjected to delays for reasons other than Citywide health and safety enactments related to critical situations such as, but not limited to, the lack of water availability or sewer or landfill capacity.

**2.3.3 Mutual Objectives.** Development of the Project in accordance with this Development Agreement will provide for the orderly development of the Property in accordance with the objectives set forth in the General Plan. Moreover, a development agreement for the Project will eliminate uncertainty in planning for and securing orderly development of the Property, assure installation of necessary improvements, assure attainment of maximum efficient resource utilization within the City at the least economic cost to its citizens and otherwise achieve



the goals and purposes for which the Development Agreement Act was enacted. The Parties believe that such orderly development of the Project will provide Public Benefits, as described in Section 2.3.1, to the City through the imposition of development standards and requirements under this Agreement, including without limitation: increased tax revenues, installation of on-site and off-site improvements, creation and retention of jobs, and development of an aesthetically attractive Project. Additionally, although development of the Project in accordance with this Agreement will restrain the City's land use or other relevant police powers, this Agreement provides the City with sufficient reserved powers during the Term hereof to remain responsible and accountable to its residents. In exchange for these and other benefits to City, the Developer will receive assurance that the Project may be developed during the Term of this Agreement in accordance with the Applicable Rules, Project Approvals and Reserved Powers, subject to the terms and conditions of this Agreement.

**2.4 Applicability of the Agreement.** This Agreement does not: (1) grant height, density or intensity in excess of that otherwise established in the Applicable Rules and Project Approvals; (2) eliminate future Discretionary Actions relating to the Project if applications requiring such Discretionary Action are initiated and submitted by the owner of the Property after the Effective Date of this Agreement; (3) guarantee that Developer will receive any profits from the Project; (4) prohibit the Project's participation in any benefit assessment district that is generally applicable to surrounding properties; (5) amend the City's General Plan, or (6) amend the City of Los Angeles Zoning Ordinance. This Agreement has a fixed Term. Furthermore, in any subsequent actions applicable to the Property, the City may apply such new rules, regulations and official policies as are contained in its Reserved Powers.

### **3. AGREEMENT AND ASSURANCES**

**3.1 Agreement and Assurance on the Part of Developer.** In consideration for the City entering into this Agreement, and as an inducement for the City to obligate itself to carry out the covenants and conditions set forth in this Agreement, and in order to effectuate the promises, purposes and intentions set forth in Section 2.3 of this Agreement, Developer hereby agrees as follows:

**3.1.1. Project Development.** Developer agrees that it will use commercially reasonable efforts, in accordance with its own business judgment and taking into account market conditions and economic considerations, to undertake development of the Project in accordance with the terms and conditions of this Agreement, including the Applicable Rules and the Project Approvals.

**3.1.2. Timing of Development.** The parties acknowledge that Developer cannot at this time predict when or at what rate the Property would be developed. Such decisions depend upon numerous factors which are not all within the control of Developer, such as market orientation and demand, availability of financing, interest rates and competition. Developer may therefore construct the Project in either a single phase or multiple phases (lasting any duration of time) within the Term of this Agreement. Because the California Supreme Court held in *Pardee Construction Co. v. City of Camarillo*, 37 Cal. 3d 465 (1984), that the failure of the parties therein to provide for the timing of development permitted a later adopted initiative restricting the timing of development and controlling the Parties' agreement, Developer and the City do hereby

acknowledge that Developer has the right to develop the Project in an order and at a rate and times as Developer deems appropriate within the exercise of its sole and subjective business judgment. The City acknowledges that this right is consistent with the intent, purpose and understanding of the Parties to this Agreement.

**3.2 Agreement and Assurances on the Part of the City.** In consideration for Developer entering into this Agreement, and as an inducement for Developer to obligate itself to carry out the covenants and conditions set forth in this Agreement, and in order to effectuate the promises, purposes and intentions set forth in Section 2.3 of this Agreement, the City hereby agrees as follows:

**3.2.1 Entitlement to Develop.** Developer has the vested right to develop the Project subject to the terms and conditions of this Agreement, the Applicable Rules, Project Approvals and the Reserved Powers. Developer's vested rights under this Agreement shall include, without limitation, the right to remodel, renovate, rehabilitate, rebuild or replace the Project or any portion thereof in substantial conformance with the design as approved, throughout the applicable Term for any reason, including, without limitation, in the event of damage, destruction or obsolescence of the Project or any portion thereof, subject to the Applicable Rules, Project Approvals and Reserved Powers. To the extent that all or any portion of the Project is remodeled, renovated, rehabilitated, rebuilt or replaced, Developer may locate that portion of the Project at any other location of the Property, subject to the requirements of the Project Approvals, the Applicable Rules, and the Reserved Powers.

**3.2.2 Consistency in Applicable Rules.** Based upon all information made available to the City up to or concurrently with the execution of this Agreement, the City finds and certifies that no Applicable Rules prohibit, prevent or encumber the full completion and occupancy of the Project in accordance with the uses, intensities, densities, designs and heights, permitted demolition, and other development entitlements incorporated and agreed to herein and in the Project Approvals.

**3.2.3 Changes in Applicable Rules.**

**3.2.3.1 Non-application of Changes in Applicable Rules.** Any change in, or addition to, the Applicable Rules, including, without limitation, any change in any applicable general plan, zoning or building regulation, adopted or becoming effective after the Effective Date of this Agreement, including, without limitation, any such change by means of ordinance including but not limited to adoption of a specific plan or overlay zone, City Charter amendment, initiative, referendum, resolution, motion, policy, order or moratorium, initiated or instituted for any reason whatsoever and adopted by the City, the Mayor, City Council, Planning Commission, any City Agency, or any officer or employee thereof, or by the electorate, as the case may be, which would, absent this Agreement, otherwise be applicable to the Project and which would conflict in any way with the Applicable Rules, Project Approvals, or this Agreement, shall not be applied to the Project unless such changes represent an exercise of the City's Reserved Powers, or are otherwise agreed to in this Agreement. Notwithstanding the foregoing, Developer may, in its sole discretion, give the City written notice of its election to have any subsequent change in the Applicable Rules applied to some portion or all of the Property as it may own, in which case such subsequent changes in the Applicable Rules shall be deemed to be contained within the

Applicable Rules insofar as that portion of the Property is concerned. In the event of any conflict or inconsistency between this Agreement and the Applicable Rules, the provisions of this Agreement shall control.

**3.2.3.2 Changes in Building and Fire Codes.** Notwithstanding any provision of this Agreement to the contrary, development of the Project shall be subject to changes which may occur from time to time in the California Building Code and other uniform construction codes. In addition, development of the Project shall be subject to any changes occurring from time to time in the Los Angeles Municipal Code regarding the construction, engineering and design standards for both public and private improvements provided that these changes are (1) necessary to the health and safety of the residents of the City, and (2) are generally applicable on a Citywide basis (except in the event of natural disasters as found by the Mayor or City Council, such as floods, earthquakes and similar disasters).

**3.2.3.3 Changes Mandated by Federal or State Law.** This Agreement shall not preclude the application to the Project of changes in, or additions to, the Applicable Rules, including rules, regulations, ordinances and official policies, to the extent that such changes or additions are mandated to be applied to developments such as this Project by state or federal regulations, pursuant to the Reserved Powers. In the event state or federal laws or regulations prevent or preclude compliance with one or more provisions of this Agreement, such provisions shall be modified or suspended as may be necessary to comply with such state or federal laws or regulations.

**3.2.4. Subsequent Development Review.** The City shall not require Developer to obtain any approvals or permits for the development of the Project in accordance with this Agreement other than those permits or approvals which are required by the Reserved Powers and/or the Project Approvals. Any subsequent Discretionary Action initiated by Developer which substantially changes the entitlements allowed under the Project Approvals, shall be subject to rules, regulations, ordinances and official policies of the City then in effect. A substantial change to the entitlements allowed under the Project Approvals that would require subsequent Discretionary Action(s) include: (a) a net increase in the amount of Project square footage, building heights and/or expansion of building footprints, and/or (b) a reduction in the number of automobile parking spaces identified in the Project Approvals (collectively referred to as “**Substantial Project Changes**”). The parties agree that this Agreement does not modify, alter or change the City’s obligations pursuant to CEQA and acknowledge that future Discretionary Actions may require additional environmental review pursuant to CEQA. In the event that additional environmental review is required by CEQA, the City agrees to utilize tiered environmental documents to the fullest extent permitted by law, as determined by the City, and as provided in California Public Resources Code Sections 21093 and 21094.

**3.2.5 Administrative Changes and Modifications.** The Project may demonstrate that refinements and changes are appropriate with respect to the details and performance of the Parties under this Agreement. The Parties desire to retain a certain degree of flexibility with respect to the details of the Project development and with respect to those items covered in general terms under this Agreement and Project Approvals. If and when the Parties find that “Substantially Conforming Changes,” as herein defined, are necessary or appropriate, they shall, unless otherwise required by law, effectuate such changes or adjustments through

administrative modifications approved by the Parties. As used herein, “**Substantially Conforming Changes**” are changes, modifications or adjustments that are substantially consistent with the Project Approvals, and do not constitute Substantial Project Changes as defined in Section 3.2.4 of this Agreement.

**3.2.6 Effective Development Standards.** The City agrees that it is bound to permit the uses, intensity of use and density on this Property which are permitted by this Agreement and the Project Approvals, insofar as this Agreement and the Project Approvals so provide or as otherwise set forth in the Applicable Rules or the Reserved Powers.

**3.2.7 Interim Use.** The City agrees that Developer may use the Property during the term of this Agreement for any use which is otherwise permitted by the applicable zoning regulations and the General Plan in effect at the time of the interim use and for a use which does not require a new or additional Discretionary Action from the City, except as expressly provided in this Development Agreement, or pursuant to any approvals, permits, other agreements between the City and Developer, or other entitlements previously granted and in effect as of the Effective Date. Developer shall seek the City’s approval of any interim use requiring Discretionary Action.

**3.2.8 Moratoria or Interim Control Ordinances.** In the event an ordinance, resolution, policy, or other measure is enacted, whether by action of the City, by initiative, or otherwise, which relates directly or indirectly to the Project or to the rate, amount, timing, sequencing, or phasing of the development or construction of the Project on all or any part of the Property, City agrees that such ordinance, resolution or other measure shall not apply to the Property or this Agreement, unless such changes: (1) are found by the City to be necessary to the public health and safety of the residents of the City, (2) are generally applicable on a Citywide basis except in the event of natural disasters as found by the Mayor or the City Council, such as floods, earthquakes and similar disasters and (3) are necessary to comply with state or federal laws and regulations (whether enacted previous or subsequent to the Effective Date of this Agreement) as provided in Section 3.2.3.3.

**3.2.9 Time Period of Vesting Tentative Parcel Map and Project Approvals.** The City acknowledges that the construction of the Project may be subject to unavoidable delays due to the factors outside the Developer’s control. Pursuant to California Government Code Sections 66452.6(a), and any other applicable provision of the Subdivision Map Act, the City agrees that the duration of Vesting Tentative Tract Map and any new tract map or subdivision approval which is consistent with the Project Approvals, shall automatically be extended for the Term of this Agreement. The City further agrees that the duration of the Project Approvals shall automatically be extended for the Term of this Agreement. The City further agrees that the duration of the Project Approvals shall automatically be extended for the Term of this Agreement.

**3.2.10 Processing Fees.** Developer shall pay all Processing Fees for Ministerial Permits and Approvals in the amount in effect when such Ministerial Permit and Approvals are sought.

**3.2.11 Timeframes and Staffing for Processing and Review.** The City agrees that expeditious processing of Ministerial Permits and Approvals and Discretionary Actions, if any, and any other approvals or actions required for the Project are critical to the implementation

of the Project. In recognition of the importance of timely processing and review of Ministerial Permits and Approvals, the City agrees to work with Developer to establish time frames for processing and reviewing such Ministerial Permits and Approvals and to comply with timeframes established in the Project Approvals. The City agrees to expedite all Ministerial Permits and Approvals and Discretionary Actions requested by Developer to the extent practicable, if any. Developer agrees to pay any applicable fee for expedited review and processing time.

**3.2.12 Other Governmental Approvals.** Developer may apply for such other permits and approvals as may be required for development of the Project in accordance with the provisions of this Agreement from other governmental or quasi-governmental agencies having jurisdiction over the Property. The City shall reasonably cooperate with Developer in its endeavors to obtain such permits and approvals. Each Party shall take all reasonable actions, and execute, with acknowledgment or affidavit, if required, any and all documents and writings that may be reasonably necessary or proper to achieve the purposes and objectives of this Agreement.

#### **4. ANNUAL REVIEW**

**4.1 Annual Review.** During the Term of this Agreement, the City shall review annually Developer's good faith compliance with this Agreement by Developer and/or any Transferee. This periodic review shall be limited in scope to good faith compliance with the provisions of this Agreement as provided in the Development Agreement Act and Property Owner, and/or any Transferee shall have the burden of demonstrating such good faith compliance relating solely to such parties' portion of the Property and any development located thereon. The Annual Review shall be in the form of an Annual Report prepared and submitted by the Planning Director. The Report shall include: the number, type and square footage of and the status of the Project; the total number of parking spaces developed; provisions for open space; status of activities relating to streetscape improvements; summary of performance of Property Owner's obligations.

**4.2 Pre-Determination Procedure.** Submission by Developer, and/or Transferee, of evidence of compliance with this Agreement, in a form which the Planning Director may reasonably establish, shall be made in writing and transmitted to the Planning Director not later than thirty (30) days prior to the yearly anniversary of the Effective Date. If the public has comments regarding compliance, such comments must be submitted to the Planning Director at least thirty (30) days prior to the yearly anniversary of the Effective Date. All such public comments and final staff reports shall, upon receipt by the City, be made available as soon as possible to Developer and/or any Transferees.

**4.2.1 Special Review.** The City may order a special review of compliance with this Agreement upon reasonable evidence of material non-compliance with the terms of this Agreement.

**4.3 Planning Director's Determination.** On or before the yearly anniversary of the Effective Date of the Agreement, the Planning Director shall make a determination regarding whether or not Developer has complied in good faith with the provisions and conditions of this Agreement. This determination shall be made in writing with reasonable specificity, and a copy of the determination shall be provided to Developer or Transferee in the manner prescribed in Section 7.11.

**4.4 Appeal by Developer.** In the event the Planning Director makes a finding and determination of non-compliance, Developer, and/or any Transferee as the case may be, shall be entitled to appeal that determination to the Planning Commission within twenty five (25) days from the Planning Director's decision. After a public hearing on the appeal, the Planning Commission within twenty five (25) days shall make written findings and determinations, on the basis of substantial evidence, whether or not Developer, and/or any Transferee as the case may be, has complied in good faith with the provisions and conditions of this Agreement. A finding and determination of compliance by the Planning Commission shall be final and effective. Nothing in this Agreement shall be construed as modifying or abrogating the Los Angeles City Charter.

**4.5 Period to Cure Non-Compliance.** If, as a result of this Annual Review procedure, it is found and determined by the Planning Director or the Planning Commission on appeal, that Developer and/or any Transferee, as the case may be, has not complied in good faith with the provisions and conditions of this Agreement, the City, after denial of any appeal or, where no appeal is taken, after the expiration of the appeal period described in Section 4.4, shall submit to Developer, by registered or certified mail, return receipt requested, a written notice of non-compliance in the manner prescribed in Section 7.11, stating with specificity those obligations of Developer which have not been performed. Upon receipt of the notice of non-compliance, Developer and/or any Transferee, as the case may be, shall promptly commence to cure the identified items of non-compliance at the earliest reasonable time after receipt of the notice of non-compliance and shall complete the cure of such items of non-compliance not later than sixty (60) days after receipt of the notice of non-compliance, or such longer period as is reasonably necessary to remedy such items of non-compliance, by mutual consent of the City and Developer provided that Developer shall continuously and diligently pursue the remedy at all times until the item of non-compliance is cured.

**4.6 Failure to Cure Non-Compliance Procedure.** If the Planning Director finds and determines that Developer or a Transferee has not cured an item of non-compliance pursuant to this Section, and that the City intends to terminate or modify this Agreement or those transferred or assigned rights and obligations, as the case may be, the Planning Director shall make a report to the Planning Commission. The Planning Director shall then set a date for a public hearing before the Planning Commission in accordance with the notice and hearing requirements of Government Code Sections 65867 and 65868. If after such public hearing, the Planning Commission finds and determines, on the basis of substantial evidence, that (i) Developer, or its Transferee has not cured a default pursuant to this Section, and (ii) that the City may terminate or modify this Agreement, or those transferred or assigned rights and obligations, as the case may be, the finding and determination shall be appealable to the City Council in accordance with Section 7.3 hereof. In the event of a finding and determination of compliance, there shall be no appeal by any person or entity. Nothing in this Section or this Agreement shall be construed as modifying or abrogating the Los Angeles City Charter.

**4.7 Termination or Modification of Agreement.** The City may terminate or modify this Agreement, or those transferred or assigned rights and obligations, as the case may be, after a finding or determination of noncompliance by the City Council or, where no appeal is taken, after the expiration of the appeal periods described in Section 7.3. There shall be no modifications of this Agreement unless the City Council acts pursuant to Government Code Sections 65867.5 and 65868, irrespective of whether an appeal is taken as provided in Section 7.3.

**4.8 Reimbursement of Costs.** Developer shall reimburse the City for its actual costs, reasonably and necessarily incurred, to accomplish the required annual review.

**4.9 City's Rights and Remedies Against Developer.** The City's rights in Section 4 of this Agreement relating to compliance with this Agreement by Developer shall be limited to only those rights and obligations assumed by Developer under this Agreement and as expressly set forth in the applicable Assignment Agreement authorized by Section 7.7 of this Agreement.

## **5. DEFAULT PROVISIONS**

### **5.1 Default by Developer.**

**5.1.1 Default.** In the event Developer or a Transferee of any portion of the Property fails to perform its obligations under this Agreement applicable to its portion of the Property as specified in the applicable Assignment Agreement, in a timely manner and in compliance pursuant to Section 4 of this Agreement, the City shall have all rights and remedies provided for in this Agreement, including without limitation, modifying or terminating this Agreement, shall relate exclusively to the defaulting Party and such defaulting Party's portion of the Property, provided that the City has first complied with all applicable notice and opportunity to cure provisions in Section 5.1.2 and given notice as provided in Section 7.11 hereof, and provided further that Developer may appeal such declaration in the manner provided in, and subject to all terms and provisions of, Sections 4.4 and 4.5. In no event shall a default by a Developer or a Transferee of any portion of the Property constitute a default by any non-defaulting Developer or a Transferee with respect to such non-defaulting parties' obligations hereunder nor affect such non-defaulting parties' rights hereunder, or respective portion of the Property.

**5.1.2 Notice of Default.** The City through the Planning Director shall submit to Developer or Transferee, as applicable, by registered or certified mail, return receipt requested, a written notice of default in the manner prescribed in Section 7.11, identifying with specificity those obligations of Developer or Transferee, as applicable, which have not been performed. Upon receipt of the notice of default, Developer or Transferee shall promptly commence to cure the identified default(s) at the earliest reasonable time after receipt of the notice of default and shall complete the cure of the default(s) not later than sixty (60) days after receipt of the notice of default, or a longer period as is reasonably necessary to remedy the default(s), provided that Developer or Transferee, as applicable, shall continuously and diligently pursue the remedy at all times until the default(s) is cured. In the case of a dispute as to whether Developer has cured the default, the Parties shall submit the matter to dispute resolution pursuant to Section 7.5 of this Agreement.

**5.1.3 Failure to Cure Default Procedures.** If after the cure period has elapsed (Section 4.5), the Planning Director finds and determines that Developer, or its Transferees, successors, and/or assignees, as the case may be, remains in default and that the City intends to terminate or modify this Agreement, or those transferred or assigned rights and obligations, as the case may be, the Planning Director shall make a report to the Planning Commission and then set a public hearing before the Commission in accordance with the notice and hearing requirements of Government Code Sections 65867 and 65868. If after public hearing, the Planning Commission finds and determines, on the basis of substantial evidence, that Developer, or its Transferees, successors, and/or assigns, remains in default and that the City intends to terminate or modify this

Agreement, or those transferred or assigned right and obligations, as the case may be, the Developer and its Transferees, successors, and/or assigns, shall be entitled to appeal that finding and determination to the City Council in accordance with Section 7.3. In the event of a finding and determination that all defaults are cured, there shall be no appeal by any person or entity. Nothing in this Section or this Agreement shall be construed as modifying or abrogating the Los Angeles City Charter.

**5.1.4 Termination or Modification of Agreement.** The City may terminate or modify this Agreement, or those transferred or assigned rights and obligations, as the case may be, relating solely to the defaulting Developer or Transferee and such defaulting party's portion of the Property after such final determination of the City Council or, where no appeal is taken after the expiration of the appeal periods described in Section 7.3 relating to the defaulting party's rights and obligations. There shall be no termination or modification of this Agreement unless the City Council acts pursuant to Section 7.3.

## **5.2 Default by the City.**

**5.2.1 Default.** In the event the City defaults under the provisions of this Agreement, Developer and Transferee shall have all rights and remedies provided herein or by applicable law, which shall include compelling the specific performance of the City's obligations under this Agreement provided that Developer or Transferee, as the case may be, has first complied with the procedures in Section 5.2.2. No part of this Agreement shall be deemed to abrogate or limit any immunities or defenses the City may otherwise have with respect to claims for monetary damages.

**5.2.2 Notice of Default.** Developer or Transferee, as the case may be, shall first submit to the City a written notice of default stating with specificity those obligations which have not been performed. Upon receipt of the notice of default, the City shall promptly commence to cure the identified default(s) at the earliest reasonable time after receipt of the notice of default and shall complete the cure of such default(s) not later than one hundred and twenty (120) days after receipt of the notice of default, or such longer period as is reasonably necessary to remedy such default(s), provided that the City shall continuously and diligently pursue the remedy at all times until such default(s) is cured. In the case of a dispute as to whether the City has cured the default, the Parties shall submit the matter to dispute resolution pursuant to Section 7.5 of this Agreement.

**5.3 No Monetary Damages.** It is acknowledged by the Parties that the City would not have entered into this Agreement if it were liable in monetary damages under or with respect to this Agreement or the application thereof. The Parties agree and recognize that, as a practical matter, it may not be possible to determine an amount of monetary damages which would adequately compensate Developer for its investment of time and financial resources in planning to arrive at the kind, location, intensity of use, and improvements for the Project, nor to calculate the consideration the City would require to enter into this Agreement to justify the exposure. Therefore, the Parties agree that each of the Parties may pursue any remedy at law or equity available for any breach of any provision of this Agreement, except that the Parties shall not be



liable in monetary damages and the Parties covenant not to sue for or claim any monetary damages for the breach of any provision of this Agreement.

## **6. MORTGAGEE RIGHTS**

**6.1 Encumbrances on the Property.** The Parties hereto agree that this Agreement shall not prevent or limit the Developer, from encumbering the Property or any estate or interest therein, portion thereof, or any improvement thereon, in any manner whatsoever by one or more mortgages, deeds of trust, sale and leaseback, or other form of secured financing (“Mortgage”) with respect to the construction, development, use or operation of the Project and parts thereof. The Planning Department acknowledges that the lender(s) providing such Mortgages may require certain Agreement interpretations and modifications and agrees, upon request, from time to time, to meet with the Developer and representatives of such lender(s) to negotiate in good faith any such request for interpretation or modification. The Planning Department will not unreasonably withhold, delay or condition its consent to any such requested interpretation or modification, provided such interpretation or modification is consistent with the intent and purposes of this Agreement.

**6.2 Mortgage Protection.** To the extent legally permissible, this Agreement shall be superior and senior to any lien placed upon the Property, or any portion thereof, including the lien of any Mortgage. Notwithstanding the foregoing, no breach of this Agreement shall defeat, render invalid, diminish, or impair the lien of any Mortgage made in good faith and for value. Any acquisition or acceptance of title or any right or interest in or with respect to the Property or any portion thereof by the holder of a Mortgage (a “Mortgagee”), pursuant to foreclosure, trustee’s sale, deed in lieu of foreclosure, lease or sublease termination or otherwise, shall be subject to all of the terms and conditions of this Agreement except that any such Mortgagee, including its affiliate, who takes title to the Property or any portion thereof shall be entitled to the benefits arising under this Agreement.

**6.3 Mortgagee Not Obligated.** Notwithstanding the provisions of this Section 6, Mortgagee will not have any obligation or duty pursuant to the terms set forth in this Agreement to perform the obligations of the Developer or other affirmative covenants of the Developer hereunder, or to guarantee such performance, except that the Mortgagee and its successor shall have no vested right to develop the Project without fully complying with the terms of this Agreement and executing and delivering to the City, in a form and with terms reasonably acceptable to the City, an assumption agreement of Developer’s obligations hereunder.

**6.4 Request for Notice to Mortgage.** The Mortgagee of any Mortgage or deed of trust encumbering the Property, or any part or interest thereof, who has submitted a request in writing to the City in the manner specified herein for giving notices shall be entitled to receive written notification from the City of any notice of non-compliance by Developer in the performance of Developer’s obligations under this Agreement.

**6.5 Mortgagee’s Time to Cure.** If the City timely receives a written request from a Mortgagee requesting a copy of any notice of non-compliance given to Developer under the terms of this Agreement, the City shall provide a copy of that notice to the Mortgagee within ten (10) days of sending the notice of non-compliance to Developer. The Mortgagee shall have the right,

but not the obligation, to cure the non-compliance for a period of sixty (60) days after the Mortgagee receives written notice of non-compliance, or any longer period as is reasonably necessary, not to exceed 120 days, to remedy such items of non-compliance, by mutual consent of the City and the Mortgagee provided that Mortgagee shall continuously and diligently pursue the remedy at all times until the item of non-compliance is cured.

**6.6 Disaffirmation.** If this Agreement is terminated as to any portion of the Property by reason of (i) any default or (ii) as a result of a bankruptcy proceeding, or if this Agreement is disaffirmed by a receiver, liquidator, or trustee for the Developer or its property, the City, if requested by any Mortgagee, shall negotiate in good faith with such Mortgagee for a new development agreement for the Project as to such portion of the Property with the most senior Mortgagee requesting such new agreement. This Agreement does not require any Mortgagee or the City to enter into a new development agreement pursuant to this Section.

## **7. GENERAL PROVISIONS**

**7.1 Effective Date.** This Effective Date of this Agreement shall be the date on which the Agreement is attested by the City Clerk of the City of Los Angeles after execution by the Property Owner and the Mayor of the City of Los Angeles.

**7.2 Term.** The Term of this Agreement shall commence on the Effective Date and shall extend for a period of ten (10) years after the Effective Date, unless said Term is otherwise terminated, modified or extended by circumstances set forth in this Agreement or by mutual consent of the Parties hereto. Following the expiration of this Term, this Agreement shall terminate and be of no further force and effect; provided, however, that this termination shall not affect any right or duty arising from entitlements or approvals, including the Project Approvals on the Property, approved concurrently with, or subsequent to, the Effective Date of this Agreement. The Term of this Agreement shall automatically be extended for the period of time of any actual delay resulting from any enactments pursuant to the Reserved Powers or moratoria, or from legal actions or appeals which enjoin performance under this Agreement or act to stay performance under this Agreement (other than bankruptcy or similar procedures), or from any actions pursuant to Section 7.5 (Dispute Resolution), or from any litigation related to the Project or Project Approvals, this Agreement or the Property.

**7.3 Appeals to City Council.** Where an appeal by Developer or its Transferees, as the case may be, to the City Council from a finding and/or determination of the Planning Commission is created by this Agreement, such appeal shall be taken, if at all, within fourteen (14) days after the mailing of such finding and/or determination to Developer, or its successors, transferees, and/or assignees, as the case may be. The City Council shall act upon the finding and/or determination of the Planning Commission eighty (80) days after such mailing, or within such additional period as may be agreed upon by the Developer or its Transferees, as the case may be, and the City Council. The failure of the City Council to act shall not be deemed to be a denial or approval of the appeal, which shall remain pending until final City Council action.

**7.4 Enforced Delay; Extension of Time of Performance.** In addition to specific provisions of this Agreement, whenever a period of time, including a reasonable period of time, is designated within which either Party hereto is required to do or complete any act, matter or thing,

the time for the doing or completion thereof shall be extended by a period of time equal to the number of days during which such Party is actually prevented from, or is unreasonably interfered with, the doing or completion of such act, matter or thing because of causes beyond the reasonable control of the Party to be excused, including: war; insurrection; riots; floods; earthquakes; fires; casualties; acts of God; litigation and administrative proceedings against the Project (not including any administrative proceedings contemplated by this Agreement in the normal course of affairs (such as the Annual Review)); any approval required by the City (not including any period of time normally expected for the processing of such approvals in the ordinary course of affairs); restrictions imposed or mandated by other governmental entities; enactment of conflicting state or federal laws or regulations; judicial decisions; the exercise of the City's Reserved Powers; or similar bases for excused performance which are not within the reasonable control of the party to be excused (financial inability excepted). This Section shall not be applicable to any proceedings with respect to bankruptcy or receivership initiated by or on behalf of Developer or, if not dismissed within ninety (90) days, by any third parties against Developer. If written notice of such delay is given to either party within thirty (30) days of the commencement of such delay, an extension of time for such cause will be granted in writing for the period of the enforced delay, or longer as may be mutually agreed upon.

## **7.5 Dispute Resolution.**

**7.5.1 Dispute Resolution Proceedings.** The parties may agree to dispute resolution proceedings to fairly and expeditiously resolve disputes or questions of interpretation under this Agreement. These dispute resolution proceedings may include: (a) procedures developed by the City for expeditious interpretation of questions arising under development agreements; or (b) any other manner of dispute resolution which is mutually agreed upon by the parties.

**7.5.2 Arbitration.** Any dispute between the parties that is to be resolved by arbitration shall be settled and decided by arbitration conducted by an arbitrator who must be a former judge of the Los Angeles County Superior Court or Appellate Justice of the Second District Court of Appeals or the California Supreme Court. This arbitrator shall be selected by mutual agreement of the parties.

**7.5.2.1 Arbitration Procedures.** Upon appointment of the arbitrator, the matter shall be set for arbitration at a time not less than thirty (30) nor more than ninety (90) days from the effective date of the appointment of the arbitrator. The arbitration shall be conducted under the procedures set forth in Code of Civil Procedure Section 638, et seq., or under such other procedures as are agreeable to both parties, except that provisions of the California Code of Civil Procedure pertaining to discovery and the provisions of the California Evidence Code shall be applicable to such proceeding.

**7.5.3 Extension of Term.** The Term of this Agreement as set forth in Section 7.2 shall automatically be extended for the period of time in which the parties are engaged in dispute resolution to the degree that such extension of the Term is reasonably required because activities which would have been completed prior to the expiration of the Term are delayed beyond the scheduled expiration of the Term as the result of such dispute resolution.

**7.5.4 Legal Action.** Either Party may, in addition to any other rights or remedies, institute legal action to cure, correct, or remedy any default, enforce any covenant or agreement herein, enjoin any threatened or attempted violation, or enforce by specific performance the obligations and rights of the Parties hereto. Notwithstanding the above, the City's right to seek specific performance shall be specifically limited to compelling Developer to complete, demolish or make safe any particular improvement(s) on public lands which is required as a Mitigation Measure or Condition of Approval. Developer shall have no liability (other than the potential termination of this Agreement) if the contemplated development fails to occur.

**7.5.5 Applicable Law.** This Agreement shall be construed and enforced in accordance with the laws of the State of California, and the venue for any legal actions brought by any party with respect to this Agreement shall be the County of Los Angeles, State of California for state actions and the Central District of California for any federal actions.

**7.6 Amendments.** This Agreement may be amended from time to time by mutual consent in writing of the parties to this Agreement in accordance with Government Code Section 65868, and any Transferee of the Property or any portion thereof. Any amendment to this Agreement which relates to the Term, permitted uses, substantial increase in the density or intensity of use, and is not considered a Substantially Conforming Change (as defined in Section 3.2.5 of this Agreement), shall require notice and public hearing before the parties may execute an amendment thereto. The City hereby agrees to grant priority processing status to any Developer initiated request(s) to amend this Agreement. The City will use all reasonable and good faith efforts to schedule any noticed public hearings required to amend this Agreement before the Planning Commission and/or City Council as soon as practicable. Developer, or a Transferee as applicable, shall reimburse the City for its actual costs, reasonably and necessarily incurred, to review any amendments requested by Developer or a Transferee, including the cost of any public hearings.

**7.7 Assignment.** The Property, as well as the rights and obligations of Developer under this Agreement, may be transferred or assigned, in whole or in part, by Developer to a Transferee solely with the consent of the City, subject to the conditions set forth below in Sections 7.7.1.1 and 7.7.1.2. Upon such assignment the assignor shall be released from the obligations so assigned.

**7.7.1 Conditions of Assignment.** No such assignment shall be valid until and unless the following occur:

**7.7.1.1 Written Notice of Assignment Required.** Developer, or any successor transferor, gives prior written notice to the City of its intention to assign or transfer any of its interests, rights or obligations under this Agreement and a complete disclosure of the identity of the assignee or Transferee, including copies of the Articles of incorporation in the case of corporations and the names of individual partners in the case of partnerships. Any failure by Developer or any successor transferor to provide the notice shall be curable in accordance with the provisions in Section 5.1.

**7.7.1.2 Automatic Assumption of Obligations.** Unless otherwise stated elsewhere in this Agreement to the contrary, a Transferee of Property or any portion thereof

expressly and unconditionally assumes all of the rights and obligations of this Agreement transferred or assigned by Property Owner and which are expressly set forth in the applicable Assignment Agreement.

**7.7.2 Liability Upon Assignment.** Each Transferee of any portion of the Property shall be solely and only liable for performance of such Transferee's obligations applicable to its portion of the Property under this Agreement as specified in the applicable Assignment Agreement. Upon the assignment or transfer of any portion of the Property together with any obligations assignable under this Agreement, the Transferee shall become solely and only liable for the performance of those assigned or transferred obligations so assumed and shall have the rights of a "Developer" under this Agreement; which such rights and obligations shall be set forth specifically in the Assignment Agreement, executed by the transferring Developer, and the Transferee, as of the date of such transfer, assignment or conveyance of the applicable portion of the Property. The failure of a Transferee of any portion of the Property to perform such Developer's obligations set forth in the applicable Assignment Agreement may result, at the City's option, in a declaration that this Agreement has been breached and the City may, but shall not be obligated to, exercise its rights and remedies under this Agreement solely as it relates to the defaulting Transferee's portion of the Property as provided for in Section 5.1 hereof, subject to such defaulting Transferee's right to notice and opportunity to cure the default in accordance with provisions of Section 5.1 hereof. Any partial termination of this Agreement as it relates to that Transferee's holding is severable from the entire Agreement, and shall not affect the remaining entirety of the Agreement.

**7.7.3 Release of Property Owner.** With respect to a transfer and assignment of the Developer's interest in the Property and the related rights and obligations hereunder, upon the effective date of any such transfer and assignment, as evidenced by the execution of an Assignment Agreement pursuant to this Section 7.7.3 between Developer and the Transferee and delivery of such Assignment Agreement to the City, Developer shall automatically be released from any further obligations to the City under this Agreement with respect to the Property so transferred.

**7.7.4 Release of Property Transferee.** A Transferee shall not be liable for any obligations to the City under this Agreement relating to any portion of the Property other than that portion transferred to such Transferee, and no default by a Developer under this Agreement with respect to such other portions of the Property shall be deemed a default by such Transferee with respect to the portion of the Property transferred to such Transferee.

**7.8 Covenants.** The provisions of this Agreement shall constitute covenants which shall run with the land comprising the Property for the benefit thereof, subject to any Assignment Agreement (if applicable) and the burdens and benefits hereof shall bind and inure to the benefit of the Parties hereto and all successors and assigns of the Parties, including any Transferee of Developer.

## **7.9 Cooperation and Implementation.**

**7.9.1. Processing.** Upon satisfactory completion by Developer of all required preliminary actions and payment of appropriate Processing Fees, including the fee for processing this Agreement, the Planning Department shall commence and process all required steps necessary for the implementation of this Agreement and development of the Property in accordance with State law and the terms of this Agreement. Developer shall, in a timely manner, provide the Planning Department with all documents, plans, fees and other information necessary for the Planning Department to carry out its processing obligations pursuant to this Agreement.

**7.9.2. Other Governmental Permits.** Developer shall apply in a timely manner for such other permits and approvals as may be required from other governmental or quasi-governmental agencies having jurisdiction over the Project as may be required for the development of, or provision of services to the Project. The City shall cooperate with Developer in its endeavors to obtain such permits and approvals. Any fees, assessments, or other amounts payable by the City thereunder shall be borne by Developer or Transferee, as the case may be, except where Developer or Transferee, as the case may be, has notified the City in writing, prior to the City entering into an agreement, that it does not desire for the City to execute an agreement.

**7.9.3. Cooperation in the Event of Legal Challenge.** In the event of any legal action instituted by a third party or other governmental entity or official challenging the validity of any provision of this Agreement, the Parties hereby agree to affirmatively cooperate in defending said action. Developer and the City agree to cooperate in any legal action seeking specific performance, declaratory relief or injunctive relief, to set court dates at the earliest practicable date(s) and not to cause delay in the prosecution/defense of the action, provided such cooperation shall not require any Party to waive any rights.

**7.9.4. Relationship of the Parties.** It is understood and agreed by the parties hereto that the contractual relationship created between the parties hereunder is that Developer is an independent contractor and not an agent of the City. Further, the City and Developer hereby renounce the existence of any form of agency, joint venture or partnership between them and agree that nothing herein or in any document executed in connection herewith shall be construed as making the City and Developer agents of one another or as joint venturers or partners.

**7.9.5 Operating Memoranda.** The provisions of this Agreement require a close degree of cooperation between City and Developer. During the Term of this Agreement, clarifications to this Agreement and the Applicable Rules may be appropriate with respect to the details of performance of City and Developer. If and when, from time to time, during the terms of this Agreement, City and Developer agree that such clarifications are necessary or appropriate, they shall effectuate such clarification through operating memoranda approved in writing by City and Developer, which, after execution, shall be attached hereto and become part of this Agreement and the same may be further clarified from time to time as necessary with future written approval by City and the Developer. Operating memoranda are not intended to and cannot constitute an amendment to this Agreement or allow a subsequent Discretionary Action to the Project but are mere ministerial clarifications, therefore public notices and hearings shall not be required. The City Attorney shall be authorized, upon consultation with, and approval of, the Developer, to determine whether a requested clarification may be effectuated pursuant to this Section or whether the requested clarification is of such character to constitute an amendment hereof which requires compliance with the provisions of Section 7.6 above. The authority to enter into such operating

memoranda is hereby delegated to the City Planning Director (or his or her designee) who is hereby authorized to execute any operating memoranda hereunder without further City action.

**7.9.6 Certificate of Performance.** Upon the completion of the Project, or upon performance of this Agreement or its earlier revocation and termination, the City shall provide the Developer, upon the Developer's request, with a statement ("Certificate of Performance") evidencing said completion or revocation and the release of the Developer from further obligations hereunder, except for any ongoing obligations hereunder. The Certificate of Performance shall be signed by the appropriate agents of the Developer and the City and shall be recorded in the official records of Los Angeles County, California. Such Certificate of Performance is not a notice of completion as referred to in California Civil Code Section 8182.

## **7.10 Indemnification.**

**7.10.1 Obligation to Defend, Indemnify, and Hold Harmless.** Developer hereby agrees to defend, indemnify, and hold harmless the City and its agents, officers, and employees, from any claim, action, or proceeding ("Proceeding") against the City or its agents, officers, or employees (i) to set aside, void, or annul, all or any part of the Development Agreement or any Project Approval, or (ii) for any damages, personal injury or death which may arise, directly or indirectly, from such Developer or such Developer's contractors, subcontractors', agents', or employees' operations in connection with the construction of the Project, whether operations be by such Developer or any of such Developer's contractors, subcontractors, by anyone or more persons directly or indirectly employed by, or acting as agent for such Developer or any of such Developer's contractors or subcontractors. In the event that the City, upon being served with a lawsuit or other legal process to set aside, void or annul all or part of any Project Approval, fails to promptly notify Developer in writing of the Proceeding, or fails to cooperate fully in the defense of the Proceeding, Developer shall thereafter be relieved of the obligations imposed in this Section 7.10. However, if Developer has actual written notice of the Proceeding, it shall not be relieved of the obligations imposed hereunder, notwithstanding the failure of the City to provide prompt written notice of the Proceeding. The City shall be considered to have failed to give prompt written notification of a Proceeding if the City, after being served with a lawsuit or other legal process challenging the Approvals, unreasonably delays in providing written notice thereof to the Developer. As used herein, "unreasonably delays" shall mean any delay that materially adversely impacts Developer's ability to defend the Proceeding. The obligations imposed in this Section 7.10 shall apply notwithstanding any allegation or determination in the Proceedings that the City acted contrary to applicable laws. Nothing in this Section shall be construed to mean that Developer shall hold the City harmless and/or defend it from any claims arising from, or alleged to arise from, its intentional misconduct or gross negligence in the performance of this Agreement.

**7.10.2 Defending The Project Approvals.** The Developer shall have the obligation to timely retain legal counsel to defend against any proceeding to set aside, void, or annul, all or any part of any Project Approval including without limitation a lawsuit to challenge the approval of the Project or this Agreement in violation of CEQA. The City shall have the right if it so chooses, to defend the Proceeding utilizing in-house legal staff, in which case the Developer shall be liable for all reasonable legal costs and fees reasonably incurred by the City, including charges for staff time charged. In the event of a conflict of interest which prevents the Developer's legal counsel from representing the City, and in the event the City does not have the in-house legal

resources to defend against the Proceeding, the City shall also have the right to retain outside legal counsel provided that retaining outside legal counsel causes no delays, in which case the Developer shall be liable for all legal costs and fees reasonably incurred by the City. Provided that the Developer is not in breach of the terms of this Section, the City shall not enter into any settlement of the Proceeding which involves modification to any Project Approval or otherwise results in the Developer incurring liabilities or other obligations, without the consent of the Developer.

**7.10.3 Breach of Obligations.** Actions constituting a breach of the obligations imposed in this Section 7.10 shall include, but not be limited to: (i) the failure to timely retain qualified legal counsel to defend against the Proceedings; (ii) the failure to promptly pay the City for any attorneys' fees or other legal costs for which the City is liable pursuant to a judgment or settlement agreement in the Proceeding seeking to set aside, void or annul all or part of any Project Approval; or (iii) the breach of any other obligation imposed in this Section 7.10, in each case after written notice from the City and a reasonable period of time in which to cure the breach, not to exceed thirty-days. For purposes of this Section 7.10, Developer shall be considered to have failed to timely retain qualified legal counsel if such counsel is not retained within thirty (30) days following the City's provision of the notice of Proceedings to Developer required hereunder. In the event that Developer breaches the obligations imposed in this Section 7.10, the City shall have no obligation to defend against the Proceedings, and by not defending against the Proceedings, the City shall not be considered to have waived any rights in this Section 7.10.

**7.10.4 Cooperation.** The City shall cooperate with Developer in the defense of the Proceeding, provided, however, that such obligation of the City to cooperate in its defense shall not require the City to (i) assert a position in its defense of the Proceeding which it has determined, in its sole discretion, has no substantial merit; (ii) advocate in its defense of the Proceeding legal theories which it has determined, in its sole discretion, lack substantial merit; or (iii) advocate in its defense of the Proceeding legal theories which it has determined, in its sole discretion, are contrary to its best interests, or to public policy. Nothing contained in this Section shall require Developer to refrain from asserting in its defense of the Proceeding positions or legal theories that do not satisfy the foregoing requirements.

**7.10.5 Contractual Obligation.** Developer acknowledges and agrees that the obligations imposed in this Section 7.10 are contractual in nature, and that the breach of any such obligation may subject Developer to a breach of contract claim by the City.

**7.10.6 Waiver of Right to Challenge.** Developer hereby waives the right to challenge the validity of the obligations imposed in this Section 7.10.

**7.10.7 Survival.** The obligations imposed in this Section 7.10 shall survive any judicial decision invalidating the Project Approvals.

**7.10.8 Preparation of Administrative Record.** Developer and the City acknowledge that upon the commencement of legal Proceedings, the administrative record of proceedings relating to the Project Approvals must be prepared. Those documents must also be certified as complete and accurate by the City. Developer, as part of its defense obligation imposed in this Section 7.10, shall prepare at its sole cost and expense the record of proceedings in a manner which complies with all applicable laws; in accordance with reasonable procedures established by



the City; and subject to the City's obligation to certify the administrative record of proceedings and the City's right to oversee the preparation of such administrative record. Developer agrees that its failure to prepare the administrative record as set forth herein, and in compliance with all time deadlines imposed by law, shall constitute a breach of its obligation to defend the City. In the event that Developer fails to prepare the administrative record, the City may do so, in which event the City shall be entitled to be reimbursed by Developer for all reasonable costs associated with preparation of the administrative record, including reasonable charges for staff time.

**7.10.9. Deposit.** Following the filing of a lawsuit, or other legal process seeking to set aside, void or annul all or part of this Development Agreement and/or any Project Approval, Developer shall be required, following written demand by the City, to place funds on deposit with the City, which funds shall be used to reimburse the City for expenses incurred in connection with defending the Project Approvals. For Project Approvals which included the assessment of an environmental impact report by the City, the amount of said deposit shall be ten thousand (\$10,000) dollars. For all other Project Approvals, the amount of the deposit shall be five thousand (\$5,000) dollars. The City, at its sole discretion, may require a larger deposit upon a detailed showing to the Developer of the basis for its determination that the above stated amounts are insufficient. Any unused portions of the deposit shall be refunded to Developer within thirty (30) days following the resolution of the challenge to the Project Approvals. All Deposits must be paid to the City within thirty (30) days of Developer's receipt of the City's written demand for the Deposit.

**7.11 Notices.** Any notice or communication required hereunder between the City or Developer must be in writing, and shall be given either personally or by registered or certified mail, return receipt requested. If given by registered or certified mail, the same shall be deemed to have been given and received on the first to occur of (i) actual receipt by any of the addressees designated below as the party to whom notices are to be sent, or (ii) five (5) days after a registered or certified letter containing such notice, properly addressed, with postage prepaid, is deposited in the United States mail. If personally delivered, a notice shall be deemed to have been given when delivered to the party to whom it is addressed. Any party hereto may at any time, by giving ten (10) days' written notice to the other party hereto, designate any other address in substitution of the address, or any additional address, to which such notice or communication shall be given. Such notices or communications shall be given to the parties at their addresses set forth below:

If to the City:

City of Los Angeles  
Attention: Director of Planning  
200 North Spring Street  
Los Angeles, CA 90012

with copies to:

Los Angeles City Attorney's Office  
Real Property/Environment Division  
7th Floor, City Hall East  
200 North Main Street  
Los Angeles, CA 90012

If to the Developer:

with a copy to:

University of Southern California  
Attention: Laurie Stone  
3335 S. Figueroa Street, Unit G  
Los Angeles, CA 90007

Armbruster Goldsmith & Delvac, LLP  
Attention: Dale Goldsmith  
12100 Wilshire Blvd, Suite 1600  
Los Angeles, CA 90025

**7.12 Recordation.** As provided in Government Code Section 65868.5, this Agreement shall be recorded with the Register-Recorder of the County of Los Angeles within ten (10) days following its execution by all Parties. Developer shall provide the City Clerk with the fees for such recording prior to or at the time of such recording should the City Clerk effectuate recordation.

**7.13 Constructive Notice and Acceptance.** Every person who now or hereafter owns or acquires any right, title, interest in or to any portion of the Property, is and shall be conclusively deemed to have consented and agreed to every provision contained herein, whether or not any reference to this Agreement is contained in the instrument by which such person acquired an interest in the Property.

**7.14 Successors and Assignees.** The provisions of this Agreement shall be binding upon and shall inure to the benefit of the Parties, any subsequent owner of all or any portion of the Property and their respective Transferees, successors and assignees.

**7.15 Severability.** If any provisions, conditions, or covenants of this Agreement, or the application thereof to any circumstances of either Party, shall be held invalid or unenforceable, the remainder of this Agreement or the application of such provision, condition, or covenant to persons or circumstances other than those as to whom or which it is held invalid or unenforceable shall not be affected thereby and shall be valid and enforceable to the fullest extent permitted by law.

**7.16 Time of the Essence.** Time is of the essence for each provision of this Agreement of which time is an element.

**7.17 Waiver.** No waiver of any provision of this Agreement shall be effective unless in writing and signed by a duly authorized representative of the Party against whom enforcement of a waiver is sought and refers expressly to this Section. No waiver of any right or remedy with respect to any occurrence or event shall be deemed a waiver of any right or remedy with respect to any other occurrence or event.

**7.18 No Third Party Beneficiaries.** The only Parties to this Agreement are the City and Developer and their successors-in-interest. There are no third party beneficiaries and this Agreement is not intended, and shall not be construed to benefit or be enforceable by any other person whatsoever.

**7.19 Entire Agreement.** This Agreement sets forth and contains the entire understanding and agreement of the Parties and there are no oral or written representations, understandings or ancillary covenants, undertakings or agreements which are not contained or expressly referred to herein and no testimony or evidence of any such representations, understandings, or covenants shall be admissible in any proceedings of any kind or nature to interpret or determine the provisions or conditions of this Agreement.

**7.20 Legal Advice; Neutral Interpretation; Headings, Table of Contents, and Index.**

Each Party acknowledges that it has received independent legal advice from its attorneys with respect to the advisability of executing this Agreement and the meaning of the provisions hereof. The provisions of this Agreement shall be construed as to their fair meaning, and not for or against any Party based upon any attribution to such Party as the source of the language in question. The headings, table of contents, and index used in this Agreement are for the convenience of reference only and shall not be used in construing this Agreement.

**7.21 Duplicate Originals.** This Agreement is executed in duplicate originals, each of which is deemed to be an original, but all of which together shall constitute one instrument. This Agreement, not counting the Cover Page, Table of Contents, Index, or signature page, consists of 27 pages and 3 Exhibits which constitute the entire understanding and agreement of the Parties.

(signatures on following page)

**IN WITNESS WHEREOF**, the Parties hereto have executed this Agreement as of the date first written above.

CITY OF LOS ANGELES, a municipal corporation of the State of California

By: \_\_\_\_\_  
Mr. Eric Garcetti, Mayor

DATE:

APPROVED AS TO FORM:  
City Attorney

By: \_\_\_\_\_  
Laura Cadogan Hurd, Deputy City Attorney

DATE:

ATTEST:

By: \_\_\_\_\_  
Deputy

DATE:

UNIVERSITY OF SOUTHERN CALIFORNIA  
a California Nonprofit Public Benefit Corporation

By: \_\_\_\_\_  
Name:  
Title: Authorized Signatory

[SIGNATURE BLOCK TO BE INSERTED]

APPROVED AS TO FORM:

By: \_\_\_\_\_

EXHIBIT "A"

LEGAL DESCRIPTION OF THE PROPERTY

All that certain real property located in the City of Los Angeles, County of Los Angeles, State of California, more particularly described as follows:

LEGAL DESCRIPTION

COLISEUM

A portion the Southern District Agricultural Park and Adjoining Lots, in the City of Los Angeles, County of Los Angeles, State of California, as per Map recorded in Book 4, Page 352 of Miscellaneous Records, Records of said County, described as follows:

Beginning at the southwest corner of that unrecorded Coliseum Lease dated January 3, 1956, as shown on the Record of Survey, in said City, as per map recorded in Book 90, Pages 19 through 23, inclusive, of Records of Survey, Records of said County, said corner also being a point on the easterly line of Bill Robertson Lane (formerly Agricultural Avenue), 60.00 wide, as shown on said Southern District Agricultural Park and Adjoining Lots; thence northeasterly, easterly and southeasterly along the southerly line of said unrecorded lease, the following ten (10) courses:

1. North 60°56'49" East 116.22 feet; thence
2. North 65°14'59" East 35.21 feet; thence
3. North 73°29'44" East 43.02 feet; thence
4. North 83°36'54" East 60.59 feet; thence
5. North 88°46'34" East 55.47 feet; thence
6. South 86°32'11" East 37.49 feet; thence
7. South 84°13'36" East 52.11 feet; thence
8. South 77°16'26" East 37.46 feet; thence
9. South 20°48'26" East 60.08 feet; thence
10. South 67°37'31" East 53.22 feet; thence

leaving said northerly line, South 58°20'02" East 25.17 feet to the intersection of a line parallel with and 508.30 feet easterly of said easterly line of Bill Robertson Lane, and a line parallel with and 270.40 feet northerly of the northerly line of Tract No. 4719, in said City, as per map recorded in Book 52, Page 48, Records of said County; thence easterly along last said parallel line, South 89°54'05" East 252.20 feet; thence South 0°05'55" West 7.86 feet; thence South 89°54'05" East 21.40 feet to a line that is parallel with and

**P S O M A S**

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1 19.50 feet westerly of the northerly prolongation of the westerly line of Hoover Street,  
2 80.00 wide, as shown on said Tract No. 4719; thence southerly along said parallel line,  
3 South 0°03'03" East 90.21 feet; thence South 89°54'05" East 19.50 feet to said northerly  
4 prolongation; thence southerly along said northerly prolongation, South 0°03'03" East  
5 172.34 feet to the northerly line of said Tract No. 4719; thence easterly along said  
6 northerly line, South 89°54'05" East 80.00 feet to the easterly line of said Hoover Street;  
7 thence northerly along the northerly prolongation of said easterly line of Hoover Street,  
8 North 00°03'03" West 41.00 feet to a line that is parallel with and 41.00 feet northerly of  
9 said northerly line of Tract No. 4719; thence westerly along said parallel line, North  
10 89°54'05" West 0.05 feet to the beginning of curve, concave northeasterly, having a  
11 radius of 19.50 feet, and being tangent at its northerly terminus to a line that is parallel  
12 with and 19.50 feet westerly of said easterly line of Hoover Street; thence northwesterly  
13 along said curve, 30.58 feet, through a central angle of 89°51'02" to said parallel line;  
14 thence northerly along said parallel line, North 00°03'03" West 65.10 feet to the  
15 beginning of a curve, concave southeasterly and having a radius of 157.50 feet; thence  
16 northeasterly along said curve, 209.56 feet, through a central angle of 76°14'07" to the  
17 beginning of a reverse curve, concave northwesterly and having a radius of 560.50 feet;  
18 thence northeasterly along said curve, 564.06 feet, through a central angle of 57°39'35" to  
19 the beginning of a reverse curve, concave southeasterly and having a radius of 48.50 feet;  
20 thence northeasterly along said curve, 60.47 feet, through a central angle of 71°25'58";  
21 thence North 89°57'26" East 727.37 feet to the westerly line of Figueroa Street, 100.00  
22 feet wide, as shown on said Tract No. 4719; thence northerly along said westerly line,  
23 North 00°03'55" West 310.50 feet; thence westerly, along a line parallel with the line  
24 hereinabove described as having a bearing and distance of "North 89°57'26" East 727.37  
25 feet", South 89°57'26" West 754.35 feet to the beginning of a curve, concave  
26 northeasterly and having a radius of 20.00 feet; thence northwesterly along said curve,  
27 24.93 feet, through a central angle of 71°24'27" to the beginning of a reverse curve,  
28 concave southwesterly and having a radius of 560.50 feet; thence northwesterly along  
29 said curve, 305.95 feet, through a central angle of 31°16'30" to the beginning of a  
30 compound curve, concave southerly and having a radius of 442.50 feet; thence

Sheet 2 of 3

**PSOMAS**

1 northwesterly along said curve, 309.23 feet, through a central angle of 40°02'23"; thence  
2 North 89°57'00" West 712.12 feet; thence South 87°24'36" West 86.75 feet to a line that  
3 is parallel with and 4.00 feet southerly of the line hereinabove described as having a  
4 bearing and distance of "North 89°57'00" West 712.12 feet"; thence westerly along said  
5 parallel line, North 89°57'00" West 123.74 feet to said easterly line of Bill Robertson  
6 Lane; thence southerly along said easterly line, South 00°06'04" West 1067.43 feet to the  
7 Point of Beginning.

8  
9 This Legal Description is not intended for the use in the division and/or conveyance of  
10 land in violation of the Subdivision Map Act of the State of California.



A handwritten signature in black ink, appearing to read "John Chiappe Jr.", written over a horizontal line.

John Chiappe Jr., PLS 7230

PSOMAS

Date: 1/27/2012



**ORDINANCE NO.** \_\_\_\_\_

An ordinance authorizing the execution of the development agreement by and between the City of Los Angeles and the University of Southern California, a California Nonprofit Public Benefit Corporation relating to real property in the South Los Angeles Community Plan area, and located at 3911 S. Figueroa Street.

**WHEREAS**, the City Planning Commission on January 26, 2017, approved and recommended that the City Council approve the development agreement which is attached to Council File No. \_\_\_\_\_ by and between the City of Los Angeles and the University of Southern California (Development Agreement) which Development Agreement is hereby incorporated by reference and which is hereby incorporated into the provisions of this ordinance; and

**WHEREAS**, after due notice the City Planning Commission and the City Council did conduct public hearings on this matter; and,

**WHEREAS**, pursuant to California Government Code sections 65864, *et. seq.*, the City Planning Commission has transmitted to the City Council its Findings and recommendations; and,

**WHEREAS**, the Development Agreement is in the public interest and is consistent with the City's General Plan, the South Los Angeles Community Plan, and the Coliseum District Specific Plan; and,

**WHEREAS**, the City Council has reviewed and considered the Development Agreement and the Findings and recommendations of the City Planning Commission.

**NOW, THEREFORE,**

**THE PEOPLE OF THE CITY OF LOS ANGELES**

**DO ORDAIN AS FOLLOWS:**

Section 1. The City Council finds, with respect to the Development Agreement, that:

(a) It is consistent with the City's General Plan, policies and programs specified in the South Los Angeles Community Plan and the Coliseum District Specific Plan, and is compatible with the uses authorized in, and the regulations prescribed for, the zone in which the real property is located;

(b) The intensity, building height and uses set forth in the development agreement are permitted by or are consistent with the South Los Angeles Community Plan and the Coliseum District Specific Plan;

(c) It will not be detrimental to the public health, safety and general welfare since it encourages the construction of a project which is desirable and beneficial to the public. Furthermore, the development agreement specifically permits application to the project of rules

**Exhibit B**

and regulations under the Los Angeles Municipal Code Section 91.101.1 to 98.0605 relating to public health and safety;

(d) It complies with all applicable City and State regulations governing development agreements; and,

(e) It is necessary to strengthen the public planning process to reduce the public and private costs of development uncertainty.

Sec. 2. The City Council hereby approves the Development Agreement, and authorizes and directs the Mayor to execute the Development Agreement in the name of the City of Los Angeles.

Sec. 3. The City Clerk shall certify to the passage of this ordinance and have it published in accordance with Council policy, either in the 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.

I hereby certify that this ordinance was passed by the Council of the City of Los Angeles, at its meeting of \_\_\_\_\_.

HOLLY L WOLCOTT, City Clerk

by \_\_\_\_\_  
Deputy

Approved \_\_\_\_\_

\_\_\_\_\_  
Mayor

Approved as to Form and Legality

MICHAEL N. FEUER, City Attorney

By \_\_\_\_\_

LAURA M. CADOGAN HURD  
Deputy City Attorney

Date: \_\_\_\_\_

File No. \_\_\_\_\_

Pursuant to Charter Section 559, I  
**approve/disapprove** this ordinance on  
behalf of the City Planning Commission  
and recommend that it **be adopted/not be  
adopted**.....

[DATE]

See attached report.

\_\_\_\_\_  
Vincent P. Bertoni, AICP  
Director of Planning