

Los Angeles City Ethics Commission

September 11, 2013

The Honorable City Council c/o Holly Wolcott, Interim City Clerk 200 North Spring Street City Hall – 3rd Floor Los Angeles CA 90012

Re:

Council File Number 13-1041

Appointment of Sylvia Patsaouras to the Board of Recreation and Parks Commissioners

FOR COUNCIL CONSIDERATION

Dear Councilmembers:

On August 14, 2013, the Mayor transmitted to the City Clerk a letter indicating his appointment of Ms. Sylvia Patsaouras to the Board of Recreation and Parks Commissioners. The Ethics Commission received Ms. Patsaouras's pre-confirmation statement of economic interests (SEI) on September 10, 2013, and this letter is provided for your consideration as part of the confirmation process. A copy of this letter is also being provided to Ms. Patsaouras to help her avoid potential conflicts of interests that may arise in the course of her tenure as a member of the Board of Recreation and Parks Commissioners.

Ms. Patsaouras reports on her SEI that she holds investment interests in 1st Community Bancorp, Related Co., and McCormack Baron Salazar. She also discloses her ownership interest in Polis Builders Ltd., which holds an investment in OSF LLC. Ms. Patsaouras discloses her salary from Sothern California Association of Governments, where she was the director. Finally, she reports her interest in real property located within the City. If a matter involving any of these interests comes before the Board of Recreation and Parks Commissioners, Ms. Patsaouras should, before acting, seek the advice of the City Attorney regarding whether she should disqualify herself. We are unable to assess if or how frequently Ms. Patsaouras would be in a position of having to recuse herself.

Interests disclosed on an SEI are not the only interests that can give rise to a conflict of interests. For example, state law may require recusal by a board or commission member due to certain business activities of the clients of that member's employer. Additionally, recusal may be required under City Charter § 222, which states that the City Attorney may provide a written opinion concerning the obligation of a City official to refrain from acting on a matter when it may violate state law or when action may not be in the public interest.

If a matter raises a potential conflict of interests, we encourage Ms. Patsaouras to seek the advice of the City Attorney before acting. If Ms. Patsaouras is required to disqualify herself from acting on a matter, Los Angeles Municipal Code § 49.5.6(J) and Executive Directive 2005-1 require her to file a Recusal Notification Form (CEC Form 51) with the Ethics Commission and the Mayor's office. If a board or commission member is disqualified from acting on three or

The Honorable City Council Council File # 13-1041 September 11, 2013 Page 2 of 2

more agenda items in a year because of a conflict caused by the same interest, the Ethics Commission is required by City Charter § 707 to review the conflict. If the Ethics Commission determines that the member has a significant and continuing conflict of interests, it must order divestment of the interest that is causing the conflict.

In addition to reviewing a nominee's SEI, the Ethics Commission also verifies that the nominee is a registered City voter. We have received a completed Residence Verification Form for Ms. Patsaouras, which affirms that she is registered to vote in the City.

If you have questions, please feel free to contact me at (213) 978-1960.

Sincerely,

Alexandria Latragna

Ethics Program Analyst

cc:

Mayor Eric Garcetti Ms. Sylvia Patsaouras