

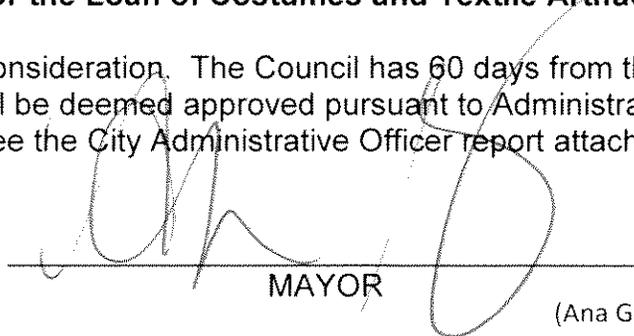
0150-10320-0000

TRANSMITTAL

TO The City Council	DATE FEB 11 2015	COUNCIL FILE NO.
FROM The Mayor	COUNCIL DISTRICT 14	

**Amendment to Loan Agreement No. 2386 Between the
City of Los Angeles and FIDM Museum and Library, Inc.
for the Loan of Costumes and Textile Artifacts**

Transmitted for your consideration. The Council has 60 days from the date of receipt to act, otherwise the contract will be deemed approved pursuant to Administrative Code Section 10.5(a). See the City Administrative Officer report attached.



MAYOR (Ana Guerrero)

MAS:LGC:08150054t

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: February 09, 2015

CAO File No. 0150-10320-0000

Council File No.

Council District: 14

To: The Mayor

From: Miguel A. Santana, City Administrative Officer



Reference: Letter to the Mayor from the Board of Recreation and Parks Commissioners dated December 5, 2014; referred by the Mayor on December 8, 2014

Subject: **AMENDMENT TO LOAN AGREEMENT NO. 2386 BETWEEN THE CITY OF LOS ANGELES AND FIDM MUSEUM AND LIBRARY, INC. FOR THE LOAN OF COSTUMES AND TEXTILE ARTIFACTS**

SUMMARY

At its meeting of November 19, 2014, the Board of Recreation and Park Commissioners (Board) approved the proposed amendment to Loan Agreement No. 2386 between the City of Los Angeles (City) and FIDM Museum and Library, Inc. (FIDM), a 501(c)(3) organization, for the loan of costumes and textile artifacts of the Hollywood Museum Collection (Collection), owned by the City. The Collection is currently housed at FIDM and is accessible without cost to students and researchers. FIDM presents at least three free exhibitions each year. The proposed amendment revises the name of Fashion Institute for Design and Merchandising Museum and Library Foundation, Inc. to FIDM Museum and Library, Inc. In addition, the amendment increases the term of the renewal option from ten to 25 years; reduces the annual requirement to assess the monetary value of each artifact to once during the renewal term, within 24 months of the execution of the amendment; and provides that the Department of Recreation and Parks (Department) General Manager can increase the required amount of insurance coverage based on the recommendation of the City's Risk Manager.

On July 23, 1990, the City through the Department entered into a loan agreement with FIDM for the Collection through a request for proposal process. The Collection, from the motion picture industry, was initially intended for the proposed "Hollywood Museum" by the Hollywood Museum Associates, Inc., that is now insolvent. According to the agreement, FIDM will be responsible for insuring, storing, conserving, restoring where possible, and displaying the Collection when appropriate, at no cost to the City. The initial term of the loan agreement is for 25 years, with one option to renew for an additional ten years.

At the time of this report, FIDM's insurance have not yet been submitted to CAO Risk

Management. Insurance documentation should be submitted through Track4LA prior to execution of the proposed amendment.

In accordance with Los Angeles Administrative Code Section 10.5(a), Council approval of the proposed agreement is required because the term exceeds three years.

RECOMMENDATION

That the Council:

- 1) Approve and authorize the President and Secretary of the Board of Recreation and Park Commissioners to execute the proposed amendment to the loan agreement between the City and FIDM Museum and Library, Inc. for the loan of costumes and textile artifacts owned by the City, for a cumulative term of 50 years including the proposed amendment, subject to the approval of the City Attorney as to form; and
- 2) Instruct the Department to submit the insurance documentation through Track4LA prior to executing the contract.

FISCAL IMPACT STATEMENT

FIDM Museum and Library, Inc. will insure, store, conserve, restore where possible, and display the Collection when appropriate, at no cost to the City. There is no known impact to the General Fund. To the extent applicable, the recommendation stated in this report is in compliance with the City Financial Policies in that user charges and fees are set to support the full cost of operations for which the fees are charged.

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Attachments