

APPROVED

REPORT OF GENERAL MANAGER

NO. 07-296

DEC 12 2007

DATE December 12, 2007

BOARD OF RECREATION and Park Commissioners

C.D. 9

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: ROSS SNYDER RECREATION CENTER - BUILDING DEMOLITION AND SITE IMPROVEMENTS (PARKING LOT AND BASKETBALL COURT IMPROVEMENTS) (W.O. #E170941F) - CORRECTION TO BOARD REPORT NO. 06-297 REGARDING THE FUNDING SOURCE AND GRANT AMOUNT AND AMENDMENT TO MEMORANDUM OF UNDERSTANDING

V. Israel \_\_\_\_\_ J. Kolb \_\_\_\_\_
H. Fujita \_\_\_\_\_ F. Mok \_\_\_\_\_
\*S. Huntley [Signature] \_\_\_\_\_ K. Regan \_\_\_\_\_
R. Adams \_\_\_\_\_ M. Shull \_\_\_\_\_

[Signature]
General Manager

Approved [Signature] Disapproved \_\_\_\_\_ Withdrawn \_\_\_\_\_

RECOMMENDATION:

That the Board:

- 1. Approve the proposed Amendment to the Memorandum of Understanding (MOU), substantially in the form on file in the Board Office, between the Department of Recreation and Parks (RAP), the Bureau of Engineering (BOE) of the Department of Public Works and the Department of General Services (GSD) to change the previously approved funding sources and amounts and increase the cost of the demolition and hazardous materials abatement services for the existing (old) gymnasium at the Ross Snyder Recreation Center by an additional \$43,945, as follows, subject to the approval of the City Attorney as to form:

FROM:

Table with 4 columns: Funding Source, Fund/Dept/Acct. No., Approved Funding, Amount Appropriated in Current MOU. Rows include Sites and Facilities, Prop 12 1/3 Per Capita (PC), and a TOTAL row.

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TO:

<u>Funding Source</u>	<u>Fund/Dept/Acct. No.</u>	<u>Proposed Funding</u>	<u>Proposed Appropriated Amount - MOU Amendment</u>
Sites and Facilities	209/88/A209	\$112,000	\$0
Proposition K, Yr 3	43K/10/P241	\$1,012,507	\$120,080
	TOTAL	\$1,124,507	\$120,080

2. Authorize the Department's Chief Accounting Employee to work with the City Administrative Officer to obtain City Council/Mayor approval to change the project funding sources and amounts and transfer an additional appropriation of \$43,945 in Proposition K, Yr 3 funds to GSD as follows:

FROM:

<u>Funding Source</u>	<u>Fund/Dept/Acct No</u>	<u>Amount</u>
Proposition K, Yr 3	43K/10/P241	\$43,945

To the following GSD accounts in Fund 100, Dept 40:

1101 - Salaries Hiring Hall	\$21,973
1121 - Salaries Hiring Hall Fringe Benefits Construction	\$ 4,394
3180 - Construction Materials and Supplies	\$17,578
TOTAL	\$43,945

3. Direct the Board Secretary to transmit the proposed Amendment to the MOU to the City Attorney for approval as to form; and,
4. Authorize the General Manager to execute the Amendment to the MOU, subject to approval by the City Council/Mayor of the change in funding sources and additional appropriation, and subject to the approval of the City Attorney as to form.

SUMMARY:

The Ross Snyder Recreation Center - Building Demolition and Site Improvements project, located at 1501 E. 41<sup>st</sup> Street, Los Angeles, 90011, in Council District Nine, consists of demolition of the old existing building, construction of an environmentally friendly parking lot as well as basketball courts. On October 4, 2006, the Board approved the MOU between RAP, BOE and GSD to complete the demolition portion of the project (Board Report 06-297). The

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MOU was approved for \$76,135 in Sites and Facilities funds to provide demolition and hazardous materials abatement services for the existing (old) gym. GSD later reviewed the cost estimate for these services and projected it would require an additional \$43,945 to complete, for a new total demolition cost of \$120,080.

The current funding amounts for the project are:

<u>Funding Source</u>	<u>Amount</u>	<u>Fund/Dept/Acct. No.</u>
Sites and Facilities	\$ 112,000	209/88/A209
Proposition 12 1/3 PC	<u>\$1,012,507</u>	TBD
TOTAL	\$1,124,507	

It has been determined that the remainder of the project, consisting of the construction of a parking lot and basketball courts, will not be completed by the State Proposition 12 PC grant liquidation date of June 30, 2008. In order to meet this deadline, the project must be completed and open to the public, and all close-out documents submitted to the State by March 31, 2008, or the funds will be forfeited. In order to complete the project and take full advantage of the State funds, in a separate Board Report on today's agenda (Ross Snyder Recreation Center/Gym - Correction to the June 21, 2000 Board Report), the Department is recommending an exchange in funding between the Ross Snyder Recreation Center Gym Project and the Ross Snyder Demolition/Parking Lot Basketball Courts Projects described as follows:

FROM:

<u>Project</u>	<u>Funding Source</u>	<u>Grant Amount</u>
Ross Snyder Recreation Center/Gym	Proposition K, Yr 3	\$2,143,837
Ross Snyder Demolition/Parking Lot and Basketball Courts	Proposition 12 1/3 Per Capita	\$1,012,507

TO:

<u>Project</u>	<u>Funding Source</u>	<u>Grant Amount</u>
Ross Snyder Recreation Center/Gym	Proposition K, Yr 3	\$1,131,330
	Proposition 12 1/3 Per Capita	<u>\$1,012,507</u>
	TOTAL	\$2,143,837
Ross Snyder Demolition/Parking Lot and Basketball Courts	Proposition K, Yr 3	\$1,012,507

The Proposition K funds are specified and allow for payment of all project expenses related to the Ross Snyder Demolition/Parking Lot /Basketball Court project with the exception of the basketball courts. In order to cover the cost of these improvements, the Department is

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recommending approval of the proposed MOU Amendment. The proposed Amendment serves to replace the previously approved Sites and Facilities funds, totaling \$76,135, with an equal amount of Proposition K funds, as well as increase the total MOU funding amount by an additional \$43,945 in Proposition K funds to cover the increase in demolition costs, for a new demolition total of \$120,080, as follows:

<u>Funding Source</u>	<u>Grant Amount</u>	<u>Fund/Dept/Acct No</u>	<u>Current MOU Approved Amount</u>	<u>Proposed MOU Amount</u>
Sites and Facilities	\$112,000	209/88/A209	\$76,135	\$0
Proposition K, Yr 3	\$1,012,507	43K/10/P241	\$0	\$120,080

The Ross Snyder Recreation Center - Gym project was completed on June 11, 2003, and accepted by the Board on November 5, 2003 (Board Report No. 03-343); however, since the closeout for the project has not been completed, the funding sources and amounts may be revised prior to project closeout.

On October 24, 2007, the L.A. for Kids Steering Committee approved the reallocation of \$1,012,507 in Proposition 12 PC funds from the Ross Snyder Parking Lot/Basketball Court project to the Ross Snyder New Recreation Center project, subject to approval by the City Council, anticipated in December 2008. All of the recommended funding changes in this report will allow full use of the State Proposition 12 funds prior to the grant liquidation date, with no increase to the overall budget for either project.

FISCAL IMPACT STATEMENT:

There is no fiscal impact to the Department's General Fund.

This report prepared by Kai Wong, Management Analyst, Grants Administration Section.