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To: THE COUNCIL

Date:

FEB 27 2009

From:

THE MAYOR

TRANSMITTED FOR YOUR CONSIDERATION. PLEASE SEE ATTACHED.

BA

ANTONIO R. VILLARAIGOSA

500 WVB - 5 W 3:36 Mayor

OLA CITUKE OLUCE





January 12, 2009

Council File: 08-0644 Council District: Citywide Contact Person & Ext: Hakha Mortezaie, (213) 922-9681 Roberto Aldape, (213) 808-8826

Honorable Antonio R. Villaraigosa Mayor, City of Los Angeles 200 North Spring Street, Room 303 Los Angeles, CA 90012

Attn: June Lagmay, Legislative Coordinator

COUNCIL TRANSMITTAL: REPORT BACK REGARDING ADMINISTRATIVE FEE FOR PROCESSING OF APPEALS OF RESIDENTIAL UNIT STATUS DETERMINATIONS FOR LAMC SECTION 47.76 OF THE RESIDENTIAL HOTEL UNIT CONVERSION AND DEMOLITION ORDINANCE (COUNCIL FILE 08-0644)

#### **Summary**

The Los Angeles City Council adopted Ordinance 180,175 on August 13, 2008 and the Mayor concurred on August 22, 2008. The ordinance amended the Residential Hotel Unit Conversion and Demolition Ordinance, Article 7.1 of Chapter IV of the Los Angeles Municipal Code (LAMC) to in part clarify the procedures regarding determination of hotels subject to the Ordinance. Pursuant to LAMC Section 47.76, an owner can appeal the determination by the Los Angeles Housing Department (LAHD) of the number of residential units in a residential hotel subject to the Ordinance. The Ordinance provides LAHD to charge an administrative fee to process and investigate the appeal. The ordinance further provides that the administrative fees shall be added to Article 7.1 through a separate ordinance. LAHD submits this report to request amendment of LAMC Section 47.76 to incorporate an administrative fee in the amount of \$988 per appeal.

### **LAHD's Recommendation**

The General Manager of the Los Angeles Housing Department respectfully requests that:

- I. Your office schedule this transmittal at the next available meeting(s) of the appropriate City Council committee(s) and forward it to City Council for review and approval immediately thereafter.
- II. The City Council request that LAHD work with the City Attorney to draft an amendment of LAMC Section 47.76 to incorporate an administrative fee in the amount of \$988 per appeal for processing and investigating the appeal and the evidence submitted to support the appeal.
- III. The Mayor concur with the action of the City Council.

#### **Background**

The Los Angeles City Council adopted Ordinance 180,175 on August 13, 2008 and the Mayor concurred on August 22, 2008. The ordinance amended the Residential Hotel Unit Conversion and Demolition Ordinance, Article 7.1 of Chapter IV of the Los Angeles Municipal Code (LAMC) to in part clarify the procedures regarding determination of hotels subject to the Ordinance. The Article 7.1 regulates the conversion and demolition of residential units in hotels determined to be residential hotels subject to the Ordinance.

Pursuant to LAMC Section 47.76, an owner can appeal the determination by the Los Angeles Housing Department (LAHD) of the number of residential units in a residential hotel subject to the Ordinance. The Ordinance provides LAHD to charge an administrative fee to process and investigate the appeal. The ordinance further provides that the administrative fees shall be added to Article 7.1 through a separate ordinance. LAHD submits this report to request amendment of LAMC Section 47.76 to incorporate an administrative fee in the amount of \$988 per appeal.

## Calculation of Administrative Fees

The attached calculations justify the basis for the fee of \$988 as the administrative fee for the processing and investigation of appeals of residential unit status determinations pursuant to LAMC Section 47.76. The calculations are based on the reasonable estimate of time and cost for each task involved.

#### **FISCAL IMPACT STATEMENT**

There is no impact on the General Fund.

# **SIGNATURE PAGE**

Prepared by:

HAKHAMANESH MORTEZAIE Senior Housing Investigator II Reviewed by:

ROBERTO ALDAPE

**Assistant General Manager** 

Reviewed by:

YOLÁNDA CHAVEŽ

Éxecutive Officer

Approved by:

MERCEDES MÁRQUEZ

General Manager

**Enclosures** 

# Appeal of Residential Hotel/Residential Units Designation AdministrativeFee Calculations

#### **Calculation Factors**

		Annuai		ivionthly		Hourty	
MAI	Salary, fully burdened	\$ 104,375	\$	8,698	\$	50.18	
CT	Salary, fully burdened	\$ 64,761	\$	5,397	\$	31.14	
H Insp	Salary, fully burdened	\$ 130,909	\$	10,909	\$	62.94	
Sr. MA I	Salary, fully burdened	\$ 152,678	\$	12,723	\$	73.41	

Hearing fee Report Fee Total/Case

## **Dispute Resolution**

	Task	Staff Assigned	Per	Minutes per Task	Cost
1	Phone & Counter Consultation	MA I	Property	30	\$ 25.09
2	Dissemination of forms - via mail, fax & at counter	СТ	Property	15	\$ 7.78
3	Application Intake - Research ownership & property data, database input, file set-up	СТ	Property	30	\$ 15.57
4	Mail Correspondence, database entry, & filing	СТ	Property	45	\$ 23.35
5	Respond to Phone Inquiries	MA I	Property	30	\$ 25.09
6	Mail decisions to parties and update records	СТ	Property	30	\$ 15.57
7	Investigate claim and review evidence	MAI	Property	480	\$ 401.44
8	Site Visit Investigation	H Insp.	Property	180	\$ 188.82
9	Prepare Determination	MA I	Property	210	\$ 175.63
10	Senior Review of Determination	Sr. MA I	Property	90	\$ 110.12
		Subtotal for Dispute Resolution			\$ 988.46