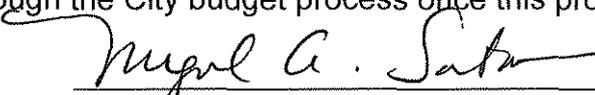


0220-03145-0259

**TRANSMITTAL**

TO The Council	DATE 10-16-13	COUNCIL FILE NO.
FROM The L.A. for Kids Steering Committee		COUNCIL DISTRICT 1
<p>At its meeting of September 26, 2013, the L.A. For Kids Steering Committee adopted the recommendations of the attached report, which is hereby transmitted for Council consideration. Authority to amend the Proposition K program budget is recommended in order to program acquisition funds for the Alpine Recreation Center expansion project, including notice and scheduling of a public meeting as detailed in the recommendations of the attached report.</p> <p>There is no immediate impact on the General Fund as a result of the recommended actions. However, there are potentially increased operational and maintenance (O&amp;M) costs associated with the park expansion project. The O&amp;M costs are not yet determined at this time, but will need to be addressed through the City budget process once this project is completed.</p> <p style="text-align: center;">   <u>Miguel A. Santana, City Administrative Officer</u>  Chair, L.A. for Kids Steering Committee </p> <p>MAS:BCH:05140011</p>		

**CITY OF LOS ANGELES**  
**INTER-DEPARTMENTAL CORRESPONDENCE**

**L.A. FOR KIDS STEERING COMMITTEE MEETING, SEPTEMBER 26, 2013**  
**AGENDA ITEM (6)**  
**ALPINE RECREATION CENTER – REPROGRAMMING OF PROPOSITION K**  
**INFLATION AND SPECIFIED FUNDS FOR THE ORD AND YALE ACQUISITION**  
**PROJECT**

**DATE:** September 26, 2013

**TO:** Proposition K – L.A. for Kids Steering Committee

**FROM:** Neil Drucker, Program Manager   
Proposition K - L.A. for Kids Program  
Bureau of Engineering

**SUBJECT:** ALPINE RECREATION CENTER REPROGRAMMING – REQUEST TO  
REPROGRAM \$1,000,000 IN PROPOSITION K SPECIFIED FUNDS TO  
FISCAL YEAR 2013/14 FOR THE ORD AND YALE ACQUISITION  
PROJECT

**RECOMMENDATION**

The Bureau of Engineering (“BOE”) recommends that the Proposition K – L.A. for Kids Steering Committee approve the report recommendations and authorize staff to transmit to Council for final consideration the following, as needed to provide funding for the acquisition of property for the Alpine Recreation Center expansion project, located at 524 West Ord Street project (CD 1, Proposition K Specified):

That the City Council, subject to the concurrent of the Mayor:

1. Instruct the City Clerk to publish notice no later than ten days prior to the public hearing to take place on November 6, 2013 at 10:00 A.M. during the regular City Council meeting.
2. Instruct the City Clerk to set an agenda item for public hearing on the City Council agenda to occur on November 6, 2013, to include the following actions:
  - a. Amend the Proposition K – L.A. for Kids Program B List (2014-15 through 2017-18) to include an allocation of \$1,000,000 in Proposition K specified funds for the Alpine Recreation Center expansion project;
  - b. Reprogram \$700,000 from the B List (2014-15 through 2017-18) to the A list (2013-14) for the Alpine Recreation Center and reduce the current-year set aside for program inflation awards included on the A list by the same amount to balance the 2013-14 program budget;

- c. Authorize the award of \$500,000 in 2013-14 Proposition K inflation and interest funds for Phase One of a two-phased acquisition; and,
- d. Authorize the Controller to transfer and appropriate a total of \$1.2 million in 2013-14 Proposition K monies, pursuant to instructions to be provided by the City Administrative Officer, for specified and inflation within the Proposition K Projects Fund No. 43K and program interest monies (43K, Revenue Code No. 4403).

## DISCUSSION

The ballot measure for Proposition K – L.A. for Kids includes a specified line item, in the amount of \$1,000,000 for the Alpine Recreation Center (CD 1). The line item specified the use of the funds for, "Property Acquisition for Park Development." The Bureau of Engineering has been working with Council District 1, Department of Recreation and Parks and L.A. for Kids Steering Committee staff for a number of years to identify potential parcels for acquisition to expand the Alpine Recreation Center, however, no suitable properties were identified in the immediate vicinity of the existing park.

The former Community Redevelopment Agency of Los Angeles (CRA-LA), in conjunction with CD1, applied for and received a Proposition 84 grant, in the amount of \$4.9 million, for the acquisition and subsequent development, of a number of parcels at the intersection of Ord and Yale, approximately 300 feet north of the Alpine Recreation Center. The CRA Ord and Yale project envisioned acquiring the subject parcels, and developing them to provide a multi-level park to include various level pads providing seating areas, gardens, and other related amenities. Currently, local residents use the steep hillside that goes from Ord and Yale to as a shortcut that presents safety concerns due to the steep slope. The project would address this issue and provide a safe path and stairway to traverse from the intersection of Ord and Yale to Hill Place, located approximately 50 feet above the Ord/Yale intersection. Upon the dissolution of the CRA, the Department of Recreation and Parks was asked to, and agreed, to take on this project on behalf of the City, as well as a number of other Proposition 84 funded projects.

The proposed Ord and Yale Acquisition project will satisfy the Proposition K specified scope requirement for acquisition of property to expand the existing Alpine Recreation Center. Since the new parcels are located several blocks away from the existing facility, various recreational features will provide a linkage between the two sites.

In anticipation of opening acquisition in FY 2012-13, the full amount of Proposition K specified funds (\$1 million) was programmed for the project but then taken offline prior to the close of the year due to a delay in proceeding with the acquisition. Under the Proposition K program, funding can be reprogrammed outside of the annual budget adoption process between projects included on the A List (FY 2013-14) and those

programmed in future years as part of the B List (FYs 2014-15 through 2017-18). Since funding for the Alpine Recreation Center acquisition project is not currently included as part of the B list in effect, the B list must first be amended before monies can be brought online in the current year which requires a publicly noticed hearing as part of the regular Council agenda.

The City needs to execute the Purchase and Sales Agreement for the properties at issue prior to the State deadline of November 4, 2013 to obligate the Proposition 84 grant funds. In order to meet the State deadline, the Board of Recreation and Park Commissioners authorized a temporary funding source that will be used to fund the acquisition (September 18, 2013 – RAP Board Report No. 13-230). The temporary cash flow source will be repaid once the Proposition K funds are brought online.

Of the four parcels to be acquired for the project, one parcel requires a lot split or lot line adjustment. Since this process will take an estimated year to complete, the acquisition is proceeding in two phases with the remaining three parcels acquired under phase one and the fourth parcel under phase two once the lot line adjustments has been accomplished.

The recommended funding adjustments would make \$700,000 in Proposition K specified funds available for Phase I acquisition in the current year (FY 2013-14) and reserve \$300,000 in specified funds for Phase II acquisition for the following year (FY 2014-15). The project qualifies to receive additional funding from Proposition K inflation and interest funds in order to bring online a combined total of \$1.2 million in the current year to cover Phase I acquisition and associated costs. Subject to need and availability, the Phase II acquisition would qualify for a separate award of inflation and interest funds.

- Amend the B-List to reflect \$1 million for the Alpine Recreation Center project in FY 2014-15;
- Reprogram \$700,000 from the B List (2014-15 through 2017-18) to the A list for the Alpine Recreation Center and reduce the current-year set aside for program inflation awards included on the A list by the same amount to balance the current year budget.
- Approve the award of \$500,000 in 2013-14 program inflation and interest funds for Phase I acquisition.