

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES and ARTS, ENTERTAINMENT, PARKS, AND RIVER COMMITTEES REPORT relative to a new license agreement with the Southern California Rail Road Authority (Metrolink) for the Tail Track area located at the Taylor Yard G2 Parcel.

Recommendation for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

AUTHORIZE the Department of General Services (GSD) to negotiate and execute a new license with Metrolink for a 1,020 feet Tail Track extending from the southern tip of Taylor Yard, across the roadway easement (Kerr Road) and along the west side of the property Zone No. C0469, Yard No. 51, Track No. 566 (Assessor's Parcel Nos. 5442-002-823 and 5442-002-803), under the terms and conditions outlined in the GSD report dated May 31, 2018.

Fiscal Impact Statement: The GSD reports that the annual base revenue generated to the General Fund from a new license agreement will be \$15,000. This represents an 83.8 percent increase over the current rate. Under the current terms, the tenant pays an annual rental rate of \$8,160. A rental rate increase will occur annually at the rate of three percent.

Community Impact Statement: None submitted.

#### SUMMARY

In a report to the Municipal Facilities Committee (MFC) dated May 31, 2018, GSD requests authority to negotiate and execute a new license agreement with Metrolink for a Tail Track in order to execute the proper planning, coordination, and management of the City's Taylor Yard G2 Parcel and the Los Angeles Rivers Revitalization Master Plan. GSD reports that the Bureau of Engineering is currently in the design phase for a bikeway/pedestrian bridge over the LA River to connect the bike path at San Fernando Road with the LA River Bikeway. Current design plans call for construction laydown areas adjacent to the Tail Tracks, as well as an on-grade railroad crossing with the existing Tail Tracks. The current lease does not allow certain City use rights to accomplish work in relation to the planned pedestrian bridge, site investigation, pre-design concepts and site remediation.

GSD recommends the current lease be terminated and replaced with a license to facilitate the City's use rights to the site. The new one year license will raise the rental rate to market. It will automatically renew annually at an increased rental rate of \$15,000 per year. This license term provides the greatest flexibility for the City's planned operations, site remediation, river pedestrian bridge project, and other site activities by including a City use provision and a 90 day termination right by both parties.

At its meeting held May 31, 2018, the MFC approved GSD's request. At its special meeting June 19, 2018, the Information, Technology, and General Services Committee recommended that Council authorize GSD to negotiate and execute the new agreement with Metrolink, as recommended by the MFC. On August 22, 2018, the Arts, Entertainment, Parks, and River Committee concurred with this action.

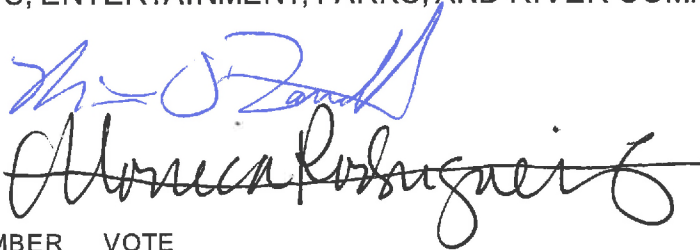
Respectfully Submitted,

INFORMATION, TECHNOLOGY, AND GENERAL SERVICES COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
RODRIGUEZ:	YES
BLUMENFIELD:	YES
O'FARRELL:	YES

ARTS, ENTERTAINMENT, PARKS, AND RIVER COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
O'FARRELL:	YES
RYU:	ABSENT
PRICE:	YES

jaw

-NOT OFFICIAL UNTIL COUNCIL ACTS-