

MOTION

On February 28, 2014, Council authorized the Economic and Workforce Development Department (EWDD) to negotiate and execute an agreement with Social Services at Blessed Sacrament, Incorporated, in an amount not to exceed \$1.5 million, for the purpose of assisting in the rehabilitation and construction of The Center at Blessed Sacrament (Project) (C.F. 14-0120). The source of the \$1.5 million dollars is a Community Improvement Fee/Urban Development Action Grant (UDAG) Loan repayment from the Hollywood and Highland project. The Community Improvement Fee/UDAG Loan repayment is an obligation of CRA/LA, A Designated Local Authority and Successor Agency to the former Community Redevelopment Agency of the City of Los Angeles to whom the City initially provided a \$4.25 million UDAG Loan to assist in development of the Dolby Theater within the Hollywood and Highland Project.

On April 16, 2015, the City of Los Angeles and The Center at Blessed Sacrament entered into Contract C-125534 for use of the \$1.5 million. The Project's original budget did not anticipate Prevailing Wages as a requirement which increased the project budget by \$371,203. Additional lead and asbestos removal has also been identified with a cost of \$53,153. The two unanticipated project costs combined result in a total estimated project budget of \$1,924,356 with a \$424,356 budget shortfall.

On November 20, 2015, the City and CRA/LA-DLA entered into an Assignment and Assumption Agreement that will allow for continued receipt of the Community Improvement Fees/UDAG Loan repayment funds including a \$4,001,134 payment identified in Recognized Obligation Payment Schedule 15-16B. These funds will be available to the City in January 2016 and are in excess of the \$1.5 million allocated to The Center at Blessed Sacrament.

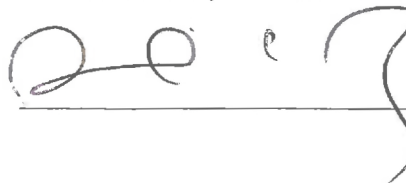
I THEREFORE MOVE that the City Council subject to the approval of the Mayor:

- 1) Authorize the Economic and Workforce Development Department (EWDD) to negotiate and execute with The Center at Blessed Sacrament an amendment to Contract C-125534 increasing the amount from \$1.5 million to \$1,924,356, subject to approval of the City Attorney as to form and legality;
- 2) Authorize Controller to establish a new account 22M630 titled The Center at Blessed Sacrament within Urban Development Action Grant (UDAG) Revenue Fund No. 356, Department 22 and appropriate therefrom \$1,924,356;
- 3) Authorize the expenditure of up to \$1,924,356 within UDAG Revenue Fund No. 356, Account 22M630, The Center at Blessed Sacrament, upon presentation of proper documentation; and
- 4) Instruct EWDD to prepare the necessary Controller's instructions and make any technical corrections, with concurrence of the City Administrative Officer (CAO), to meet the intention of this motion, and instruct the Controller to implement these instructions.

PRESENTED BY:


MITCH O'FARRELL
Councilmember, 13th District

SECONDED BY:



COUNCIL


DEC - 1 2015