

0111-31341-0151

**TRANSMITTAL**

TO Council	DATE 11-12-19	COUNCIL FILE NO. 14-1174-S74
FROM CRA/LA Bond Oversight Committee		COUNCIL DISTRICT 8

At its Special Meeting on November 7, 2019, the CRA/LA Bond Oversight Committee approved recommendations in the attached Economic and Workforce Development Department (EWDD) report and instructed staff to transmit to Council for consideration. Council approval of the report recommendations would authorize the appropriation of up to \$113,181 plus all earned interest in CRA/LA Excess Non-Housing Bond Proceeds from the Broadway/Manchester Redevelopment Project Area (Taxable Series 2007-A) for the Broadway Manchester Pedestrian Improvements and Public Arts Project.

**Fiscal Impact Statement:** There is no impact on the City's General Fund from the proposed appropriation. The CRA/LA Excess Non-Housing Bonds Proceeds Fund No. 57D is funded solely from transfers totaling approximately \$88.4 million in pre-2011 tax allocation bond proceeds from CRA/LA to the City. (C.F. 14-1174) Said transfers have been deposited with the Office of the Controller.



Richard H. Llewellyn, Jr.  
City Administrative Officer  
Chair, CRA/LA Bond Oversight Committee

RHL:YC/JVW:nsh15200094

Attachment – November 7, 2019 EWDD Report – Broadway/Manchester Pedestrian Improvements and Public Arts Project.

# CITY OF LOS ANGELES

CALIFORNIA



ERIC GARCETTI  
MAYOR

JOHN L. REAMER, JR.  
INTERIM GENERAL MANAGER

ECONOMIC AND WORKFORCE  
DEVELOPMENT DEPARTMENT

1200 W. 7TH STREET  
LOS ANGELES, CA 90017

October 31, 2019

Council File:14-1174-S74  
Council District No.: 8  
Contact Person & Extension:  
Daisy Hernandez: (213) 744-9340

CRA/LA Bond Oversight Committee  
c/o Jacqueline Wagner  
Office of the City Administrative Officer  
Room 1500, City Hall East

**BOND OVERSIGHT COMMITTEE TRANSMITTAL: REQUEST REVIEW AND RECOMMENDATION THAT COUNCIL AND MAYOR, AS REQUIRED, ALLOCATE UP TO \$113,181 PLUS ALL EARNED INTEREST IN CRA/LA EXCESS NON-HOUSING BOND PROCEEDS FROM THE BROADWAY/MANCHESTER REDEVELOPMENT PROJECT AREA (TAXABLE SERIES 2007-A) FOR THE BROADWAY MANCHESTER PEDESTRIAN IMPROVEMENTS AND PUBLIC ARTS PROJECT**

The Interim General Manager of the Economic and Workforce Development Department (EWDD) requests your review, approval and processing of the recommendations in this transmittal to the Mayor and City Council for their review and consideration.

## **RECOMMENDATIONS**

The Interim General Manager of EWDD, or designee, requests that the Bond Oversight Committee (BOC) recommend that the City Council, subject to the approval of the Mayor as required:

1. **DETERMINE** that the Broadway Manchester Pedestrian Improvements and Public Arts Project (Project), consisting of expanded design and outreach for existing street improvements on sidewalks, bus stops, and bicycle facilities, is categorically exempt from the provisions of the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines Section 15301(c). The Project is also exempt under the City of Los Angeles CEQA Guidelines Article III, Section 1, Class 1, Category 3 and 20, and Class 4, Category 13;

2. APPROVE up to \$113,181 plus all earned interest (Interest) in taxable CRA/LA Excess Non-Housing Bond Proceeds (EBP) available to Council District (CD) 8 from the Broadway/Manchester Redevelopment Project Area (Project Area) to be utilized for Project;
3. AUTHORIZE the Department of Public Works, Bureau of Street Services (StreetsLA) to be the implementing department for activities related to Project;
4. AUTHORIZE the Department of City Planning (DCP) to negotiate and execute any contract and/or amendment(s) and related documents as necessary, including Task Order Solicitations and/or Change Orders, with Moore Iacofano Goltsman, Inc. (MIG) Contract No. C-126642 (Contract) to effectuate Project subject to the approval of the City Attorney as to form;
5. DIRECT DCP and StreetsLA to transmit copies of all executed contract(s) for Project to EWDD;
6. AUTHORIZE StreetsLA to expend the EBP appropriation no later than September 30, 2024;
7. DIRECT StreetsLA to report on its work accomplishments to the Office of the City Administrative Officer (CAO), and fund expenditures to EWDD, on a quarterly and as-needed basis;
8. AUTHORIZE the Controller, subject to the availability of funds and a duly executed and encumbered contract and/or amendment, to expend up to \$113,181 plus Interest from EBP Fund No. 57D, Account Nos. 22L9CT and 22S9CT Broadway/Manchester Taxable Series 2007-A, for activities related to Project upon presentation of proper documentation by StreetsLA, and satisfactory review and approval of EWDD in accordance with the terms and conditions of the Bond Expenditure Agreement (BEA);
9. AUTHORIZE the Interim General Manager of EWDD, or designee, to make any technical corrections or clarifications as necessary to the above instructions in order to effectuate the intent of this action; and
10. AUTHORIZE the Interim General Manager of EWDD, or designee, to prepare Controller instructions and/or make technical adjustments that may be required and are consistent with this action, subject to the approval of the CAO, and authorize the Controller to implement these instructions.

## **SUMMARY**

Transmitted herewith for your review, approval, and further processing are recommendations pursuant to a CD 8 Motion (Harris-Dawson - Krekorian) (Attachment 1) which was adopted by Council on June 12, 2019 (C.F. 14-1174-S74).

This Motion requested that all remaining taxable EBP plus Interest in Project Area within CD 8 be allocated to StreetsLA to implement Project. Project was not identified as a potential project in Project Area's Bond Spending Plan (BSP) that was adopted by Council on June 24, 2015 (C.F. 14-1174). However, on July 17, 2019, the State Department of Finance approved CRA/LA's Oversight Board's resolution dated June 11, 2019 requesting that the BSP be amended to include Project in the BSP. CD 8's portion of EBP and Interest in Project Area will cover 65% of estimated total cost. CD 8 and StreetsLA have committed to securing funding for the remaining 35%, or \$64,372

The original EBP in Project Area available to CD 8 was \$134,739 consisting of taxable EBP only. After the 16% (\$21,558) administrative allocation, there remained \$113,181 in Project Area available to CD 8. This transmittal's proposed EBP plus \$6,450 in Interest (through June 30, 2019) totaling \$119,631 will completely exhaust CD 8's EBP and Interest in Project Area.

### **EWDD ANALYSIS**

The BOC team met with CD 8 and StreetsLA regarding Project. The scope of work consists of expanding the outreach and design components of a \$24.8 million improvement project funded through the Active Transportation Program which includes complete streets treatments along a 2-mile stretch of Broadway Boulevard (Broadway) between Manchester Avenue and Imperial Highway to include bicycle facilities, flashing beacons, traffic signal modifications, bike racks affixed to the ground, curb extensions, median modifications, pedestrian lighting, sidewalk enhancements and bus stop shelter improvements. EBP will only be used toward design and community outreach, and not hard construction. Public art additions will be determined during the community outreach process, but the creation/installation will be coordinated between StreetsLA and the Department of Cultural Affairs with no EBP funding.

StreetsLA will serve as the implementing department who will oversee outreach and design, and issue invoices for Project related work. MIG was competitively procured by DCP, and its contract/amendment will remain with DCP. Accordingly, StreetsLA will utilize DCP's contract/amendment with MIG to implement Project.

The initial cost estimate for Project is \$184,003 as follows:

Landscape Concept Package	\$ 31,252
Draft and Final Landscape Plan and Sections *	\$ 59,173
Draft and Final Materials Board	\$ 9,092
Draft and Final Photo Simulations	\$ 18,819
Draft and Final Improvements Cost Estimate	\$ 10,747
Meetings with Council and City Staff (Up to 4) *	\$ 18,901
Community Workshops (Up to 2)	\$ 12,905
Focus Group/Stakeholder Meetings (Up to 5)	\$ 23,114
<b>Total Project Cost Estimate</b>	<b>\$184,003</b>

\* CD 8 and StreetsLA have committed to funding the current (\$64,372) gap to cover the Landscape Plan and Sections, one (1) Council/City Staff meeting and/or other Project components that are not funded by EBP

The proposed \$119,631 EBP and interest utilization is as follows:

Landscape Concept Package	\$ 31,252
Draft and Final Materials Board	\$ 9,092
Draft and Final Photo Simulations	\$ 18,819
Draft and Final Improvements Cost Estimate	\$ 10,747
Meetings with Council and City Staff (Up to 3)	\$ 13,702
Community Workshops (Up to 2)	\$ 12,905
Focus Group/Stakeholder Meetings (Up to 5)	\$ 23,114
<b>Total Uses/Project Cost Estimate</b>	<b>\$119,631</b>

Upon Council adoption of Project, MIG's assignment is expected to commence in February 2020, and will end in December 2020.

DCP will negotiate and execute Contract/Amendment and all related documents with MIG and encumber funding in a timely fashion. EBP allocation must be fully expended no later than September 30, 2024. Deliverables and/or activity reports showing percentages of completion must accompany StreetsLA's original signed off invoices to be submitted to EWDD. Disbursements will be authorized pursuant to receipt and satisfactory review by EWDD to ensure compliance with bond covenants and BEA, and that the approved charges adhere to the spending categories and amounts outlined in this transmittal.

StreetsLA will report on its work accomplishments to CAO, and fund expenditures to EWDD, on a quarterly and as-needed basis for their respective reporting to BOC, Mayor and CRA/LA.

### **BENEFITS TO THE AFFECTED TAXING ENTITIES**

The expenditures set forth in this report represent Phase II design and outreach of a larger scale improvement project for Broadway, one of the most important commercial thoroughfares in South Los Angeles. Project will provide community benefits by improving the aesthetics and safety along the median of Broadway in Project Area. The anticipated pedestrian enhancements will foster a healthier and more sustainable community where neighbors can walk, enjoy green space, and access their community safely. The public art improvements will improve the residents' quality of life and contribute to a sense of identity and place in this unique part of South Los Angeles. With 13 schools in this high-traffic area of the community, both the pedestrian safety improvements and public art additions will render the area more accessible and vibrant for students traveling on foot.

### **ENVIRONMENTAL REVIEW**

The City of Los Angeles Housing and Community Investment Department provided the environmental analysis below:

The Project consists of expanded design and outreach for existing street improvements on sidewalks, crosswalks, bus stops, median modification, pedestrian lighting, bicycle facilities, bike racks, flashing beacons, traffic signal modification, parkway and median

trees. All these activities of street improvements are categorically exempt from the provisions of the California Environmental Quality Act (CEQA) pursuant to State CEQA Guidelines Section 15301(c). Project is also exempt under the City of Los Angeles CEQA Guidelines Article III, Section 1, Class 1, Category 3 and 20, and Class 4, Category 13.

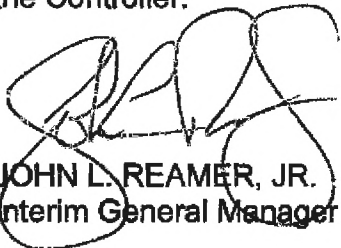
A CEQA NOE was filed with the City Clerk and Los Angeles County Clerk on September 18, 2019 (Attachment 2).

### **CAO COVENANT REVIEW**

CAO has completed its review of the original bond documents, covenants and BSP, and has found that the proposed use of EBP, as presented, is consistent with those documents.

### **FISCAL IMPACT STATEMENT**

There is no impact on the City's General Fund from the proposed allocation of EBP. The CRA/LA EBP Fund No. 57D is funded solely from transfers of approximately \$88.4 million in pre-2011 tax allocation bond proceeds from CRA/LA to the City (C.F. 14-1174, 14-1174-S36, and 14-1174-S78). Said Transfers have been deposited with the Office of the Controller.



JOHN L. REAMER, JR.  
Interim General Manager

JLR:SH:DH:MMS:JL:NSH

ATTACHMENTS: 1. Motion (Harris-Dawson - Krekorian) C.F. 11-1174-S74  
2. Recorded CEQA Notice of Exemption



## MOTION ECONOMIC DEVELOPMENT

The City of Los Angeles has long shown a commitment to both the safety of pedestrians and the installation of art in public spaces. The Broadway Manchester neighborhood in Council District 8, running along Broadway between West 84<sup>th</sup> Place and West 102<sup>nd</sup> Street, and along West Manchester Avenue between Broadway and Central Avenue, is in need of pedestrian improvements and public arts projects that would enhance the safety and enjoyment of the neighborhood residents. The neighborhood, which contains 13 schools, is heavily trafficked and lacks safety enhancements to the pedestrian experience.

Funds are available to Council District 8 through taxable CRA/LA Excess Bond Proceeds from the Broadway Manchester Redevelopment Project Area that can help fund the Broadway Manchester Pedestrian Improvements and Public Arts Project. In accordance with policies adopted by Council (C.F. 14-1174) related to the CRA/LA Bond Expenditure Agreement and Bond Spending Plan, any proposal to expend CRA/LA Excess Bond Proceeds shall be initiated by Council Motion. Proposals will be reviewed by the CRA/LA Bond Oversight Committee, Economic Development Committee, and any other applicable committee with final recommendations presented to the Council and Mayor for final consideration and approval. The Broadway Manchester Pedestrian Improvements and Public Arts Project in the Broadway Manchester Redevelopment Project Area is not currently identified as an eligible project in the Bond Expenditure Agreement and Bond Spending Plan. An amendment to the Bond Expenditure Agreement and Bond Spending Plan is needed to allow the use of CRA/LA Excess Bond Proceeds to fund the project.

I THEREFORE MOVE that the Council request the Mayor to pursue an amendment to the Bond Expenditure Agreement to include the "Broadway Manchester Pedestrian Improvements and Public Arts Project" in the Bond Spending Plan for the Broadway Manchester Redevelopment Project Area.

I FURTHER MOVE that the Council instruct the Economic and Workforce Development Department, with the assistance of the City Administrative Officer, Chief Legislative Analyst, Bureau of Street Services, and any other applicable City department, provide a report with recommendations to the CRA/LA Bond Oversight Committee to allocate all remaining taxable CRA/LA Excess Bond Proceeds available to Council District 8, including any earned interest, for the Broadway Manchester Pedestrian Improvements and Public Arts Project in the Bond Expenditure Agreement and Bond Spending Plan for the Broadway Manchester Redevelopment Project Area upon CRA/LA's approval of its inclusion; and

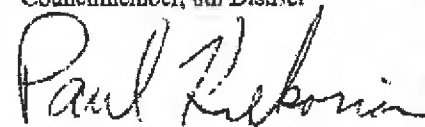
I FURTHER MOVE that Council authorize the expenditure of all remaining taxable CRA/LA Excess Bond Proceeds available to Council District 8, including any earned interest, from the Broadway Manchester Redevelopment Project Area be utilized by the Bureau of Street Services to construct pedestrian improvements and public arts within the Broadway Manchester Redevelopment Project Area.

PRESENTED BY

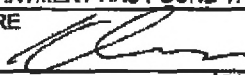


MARQUEECE HARRIS-DAWSON  
Councilmember, 8th District

SECONDED BY




ORIGINAL

COUNTY CLERK'S USE  <b>ORIGINAL FILED</b>  SEP 18 2019  LOS ANGELES, COUNTY CLERK		<b>CITY OF LOS ANGELES</b> OFFICE OF THE CITY CLERK 200 NORTH SPRING STREET, ROOM 360 LOS ANGELES, CALIFORNIA 90012 <b>CALIFORNIA ENVIRONMENTAL QUALITY ACT</b> <b>NOTICE OF EXEMPTION</b> (California Environmental Quality Act Section 15062)		DOCUMENT FILED City Clerk's Office Date 9-18-19 Certified by [Signature] 9-19-2019	
Filing of this form is optional. If filed, the form shall be filed with the County Clerk, 12400 E. Imperial Highway, Norwalk, CA 90850, pursuant to Public Resources Code Section 21152 (b). Pursuant to Public Resources Code Section 21167 (d), the filing of this notice starts a 35-day statute of limitations on court challenges to the approval of the project. Failure to file this notice with the County Clerk results in the statute of limitations being extended to 180 days.					
LEAD CITY AGENCY Department of Public Works - Bureau of Street Services			COUNCIL DISTRICT 8		
PROJECT TITLE Broadway-Manchester Active Transportation Equity Project			LOG REFERENCE ENV:		
PROJECT LOCATION Manchester Avenue between Vermont Avenue and Broadway. Broadway between Manchester Avenue and Imperial Highway					
DESCRIPTION OF NATURE, PURPOSE, AND BENEFICIARIES OF PROJECT: The proposed project consists of complete streets treatments along a 2.0 mile length of Broadway between Manchester Avenue and Imperial Highway including: bicycle facilities, flashing beacons, traffic signal modifications, bike racks, curb extensions, median modifications, pedestrian lighting, sidewalk enhancements, bus stop shelter improvements.  The project also consists of complete streets treatments along a 0.75 mile length of Manchester Avenue between Vermont Avenue and Broadway including: crosswalk enhancements, flashing beacons, curb cut upgrades, pedestrian lighting, parkway and median trees and bus stop improvements.					
NAME OF PERSON OR AGENCY CARRYING OUT PROJECT, IF OTHER THAN LEAD CITY AGENCY:					
CONTACT PERSON Kevin Minna		AREA CODE (213)	TELEPHONE NUMBER 847-4276	EXT.	
EXEMPT STATUS: (Check One)					
		STATE CEQA GUIDELINES	CITY CEQA GUIDELINES		
<input type="checkbox"/>	MINISTERIAL	Sec. 15268	Art. II, Sec. 2b		
<input type="checkbox"/>	DECLARED EMERGENCY	Sec. 15269	Art. II, Sec. 2a (1)		
<input type="checkbox"/>	EMERGENCY PROJECT	Sec. 15269 (b) & (c)	Art. II, Sec. 2a (2) & (3)		
<input type="checkbox"/>	GENERAL EXEMPTION	Sec. 15060.	n/a		
<input checked="" type="checkbox"/>	CATEGORICAL EXEMPTION	Sec. 15300 et seq.	Art. III, Sec. 1		
Class <u>1 &amp; 4</u> Category <u>1(3) 1(20) 4(13)</u> (City CEQA Guidelines)					
OTHER					
JUSTIFICATION FOR PROJECT EXEMPTION: The Proposed Project qualifies as an exemption because; it is a minor alteration of existing street, and pedestrian crossings [Class 1 (3)]; it modernizes an existing street by constructing an improvement [Class 1 (20)]; and it creates bicycle lanes on an existing right-of-way [Class 4 (13)].					
IF FILED BY APPLICANT, ATTACH CERTIFIED DOCUMENT ISSUED BY THE CITY PLANNING DEPARTMENT STATING THAT THE DEPARTMENT HAS FOUND THE PROJECT TO BE EXEMPT.					
SIGNATURE 		TITLE Sr. Civil Engineer		DATE 9/17/19	
FEE:	RECEIPT NO.	REC'D. BY	DATE		