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Rushmore D. Cervantes, General Manager
Eric Garcetti, Mayor
Rushmore D. Cervantes, Interim General Manager

June 29, 2015

Council File: 16-0600
Council District: Citywide
Contact Persons: Renne Gardner
213-808-8494

Honorable Eric Garcetti Mayor, City of Los Angeles Room 303, City Hall 200 North Spring Street Los Angeles, CA 90012

Attention: Mandy Morales, Legislative Coordinator

COUNCIL TRANSMITTAL: REQUEST FOR AUTHORITY TO EXECUTE A FOURTH AMENDMENT WITH CORELOGIC INFORMATION SOLUTIONS, LLC (C- 121021), TO INCREASE FUNDING BY \$234,199

### **SUMMARY**

The General Manager of the Los Angeles Housing + Community Investment Department (HCIDLA) requests authority to execute the fourth amendment with Corelogic Information Solutions, Inc. (CIS) [C-121021] to add funding of two hundred thirty-four thousand one hundred ninety-nine dollars (\$234,199) for a total contract amount of \$624,122. The scope shall remain the same and provide real estate data services including, but not limited to, ownership change reports, notice of default reports, spatial update services, and annual bill data. Contract funding of \$109,122 is approved for such services in HCIDLA's adopted budget for fiscal year 2016-2017 pursuant to Council File Number 16-0600. An additional \$125,000 is needed to pay past due balances and to pay for services to the end of the calendar year.

HCIDLA currently utilizes CIS to provide historical and custom real estate information for every property located in Los Angeles. The services are utilized extensively department-wide by various sections, including Compliance, Hearings, Billing and Collections, Code Enforcement, Asset Management and the Foreclosure Registry program. For successful implementation of the various housing programs, HCIDLA requires accurate, current and comprehensive information about city properties on a daily basis. Contract expenditures for the Foreclosure Registry Program have exceeded initial estimates for the year; therefore, HCIDLA has determined it is necessary to amend the contract by adding additional funds.

### **RECOMMENDATIONS**

The Los Angeles Housing + Community Investment Department respectfully requests that your office review the proposed amendment at the earliest possible time and the Mayor take the following actions:

- 1. AUTHORIZE the General Manager of HCIDLA, or designee, to negotiate and execute a fourth amendment to Contract No. 121021 to increase the amount of funding by two hundred thirty-four thousand one hundred ninety-nine dollars (\$234,199) for a new total contract amount of six hundred twenty-four thousand one hundred ninety-nine dollars (\$624,199). The increased amount is used to fund services incurred in Fiscal Year 2014-15 and Fiscal Year 2015-16;
- 2. AUTHORIZE the City Controller to:
  - a. Transfer appropriations as follows:

	Fund	Account	Title	Amount
From	440	43M412	Service Delivery	\$43,750
To:	440	43M143	Housing	43,750
From;	41M	43M412	Service Delivery	\$31,250
To:	41M	43M143	Housing	31,250
From	56V	43M412	Service Delivery	\$50,000
To:	56V	43M143	Housing	50,000

- b. Increase appropriations in the amount of \$125,000 for Budget Fiscal Year 2015-16 within Fund 100/43 Account No. 003040 Contractual Services to increase the total 3040 budget for online property information services to \$234,199;
- c. Expend funds from Fund/Accounts 440/43M143, 41M/43M143, and 56V/43M143 in the amount per items 2a. upon proper written demand of the General Manager of HCIDLA; and
- d. Expend funds as specified in 2b. from Fund/Department 100/43 upon proper written demand of the General Manager of HCIDLA; and
- 3. Authorize the General Manager, HCIDLA, or designee to prepare Controller's instructions and make necessary technical adjustments consistent with the Mayor actions, subject to the approval of the City Administrative Officer (CAO) and request the Controller to implement these instructions.

### BACKGROUND

CIS has been providing real estate data services since 2008. When the department released an RFP (CF#I1- 0600) in 2011 to solicit real estate information services providers, CIS was selected among four proposers. The initial contract with CIS was executed for a one-year term from September 1, 2012 through August 31, 2013, with an option to extend for two additional periods for up to one year each, subject to satisfactory contract performance as determined by the department. To implement a myriad of housing programs that require continuous, accurate, and complicated real estate information services, HCIDLA finds it is necessary to execute the fourth amendment with CIS to add additional funds.

The increased amount of funding needed for this amendment is related to the department's administration of the Foreclosure Registry Ordinance. The ordinance was recently modified to remove the requirement to register with Mortgage Electronic Registration Systems, Inc. (MERS) after it was discovered that MERS would not be able to provide the necessary information to HCIDLA. As a result of the revised ordinance, Notice of Default (NOD)

data for all city properties is needed to investigate foreclosure status. Further analysis is required to investigate all real property transactions wherein a NOD was filed to validate any claim that HCIDLA may have regarding a responsible party's failure to register as per the Foreclosure Registry Ordinance. These analyses require real property searches to determine if a subsequent Notice of Recession, Loan Modification, or any other relevant real property document affects the requirement of the responsible party to register with the Foreclosure Registry Unit. Foreclosure Registry Ordinance registration requirement analyses can only be done by reviewing all property transactions and documents recorded against the property.

### FISCAL IMPACT

There is no fiscal impact on the General Fund. Funding for the contract will be provided by Rent Stabilization Trust Funds (35%), Code Enforcement Trust Funds (25%) and Foreclosure Registry Program Trust Funds (40%).

ED3	4th	Amendment	Corelogic
Page	4		

Prepared by:	Reviewed by:
RENNE P. GARDNER Senior Management Analyst II	LUZ SANTIAGO Assistant General Manager
Approved by:	Approved by:
LAURA K. GUGLIELMO Executive Officer	RUSHMORE D. CERVANTES General Manager

Attachment: Draft fourth amendment for contract no. 12102

# FOURTH AMENDMENT TO CITY OF LOS ANGELES AGREEMENT NUMBER C-121021 RELATING TO REAL ESTATE INFORMATION SERVICES BETWEEN THE CITY OF LOS ANGELES AND CORELOGIC SOLUTIONS, LLC

This Fourth Amendment (hereinafter referred to as "Fourth Amendment) to City of Los Angeles Agreement Number C-121021 of City Contracts relating to Real Estate Information Services is made and entered into by and between the City of Los Angeles, hereinafter referred to as the City, and Corelogic Solutions, LLC., a California limited liability company, hereinafter referred to as the "Contractor".

# WITNESSETH

WHEREAS, the City and the Contractor entered, into that certain Agreement Number C-121021 of City Contracts effective September 1, 2012 and subsequently amended for the first time on or about February 13, 2013 (hereinafter collectively, referred to as "Agreement") wherein the Contractor agreed to provide certain services to the City, for a set amount of time, initially up to and including August 31, 2013; and

WHEREAS, Section §506 of the Agreement, "Amendments" and §14.8 of the City of Los Angeles Administrative Code provide for amendments to the Agreement; and

WHEREAS, this Fourth Amendment is necessary and proper to continue and/or complete certain activities authorized under the Agreement.

NOW, THEREFORE, the City and the Contractor agree that the Agreement be amended as follows:

Page 1 of 4
FOURTH AMENDMENT
TO AGREEMENT NUMBER C-121021 OF CITY CONTRACTS

## FOURTH AMENDMENT

- §1. Amend Section §201 "Time of Performance", page 3 of 27, by deleting the sentence: "The term of this Agreement shall commence on September 1, 2014 and end on August 31, 2015 with an option to renew for two additional periods of up to one-year each" in its entirety and replace it with: "The term of this Agreement shall commence on September 1, 2013 and end on December 31, 2015."
- §2. Amend paragraph A of Section §301 "Compensation and Method of Payment", page 7 of 27, by deleting the term "Three Hundred Ninety Thousand Dollars (\$390,000,00)" in its entirety and replacing it with:

Six Hundred Twenty Four Thousand One Hundred Twenty-Two (\$624.122.00)"

- §3 Except as herein amended, all terms and conditions of the Agreement shall remain in full force and effect.
- §4. This Fourth Amendment is executed in three (3) duplicate originals, each of which is deemed to be an original
- §5. This Fourth Amendment includes four (4) pages which constitute the entire understanding and agreement of the parties.

caused this Second Agreement to be executed by their duly authorized representatives. Executed this day APPROVED AS TO FORM: MIKE FEUER, City Attorney of , 2015 By: For: THE CITY OF LOS ANGELES Deputy City Attorney **RUSHMORE D. CERVANTES** General Manager Date: Los Angeles Housing + Community Investment Department ATTEST: HOLLY WOLCOTT, City Clerk By: RUSHMORE D. CERVANTES By: General Manager Deputy City Clerk Executed this \_\_\_\_\_ day of . 2015 Date: For: CORELOGIC SOLUTIONS, LLC. a California limited liability company (Contractor Corporate Seal) By: CORELOGIC, INC., a Delaware corporation Its: Sole Member and Manager By: STERGIOS THEOLOGIDES Its: Senior Vice-President, General Counsel and Secretary By: STERGIOS THEOLOGIDES Its: Secretary

IN WITNESS WHEREOF, the City of Los Angeles and the Contractor have

City Business License Number: 0002298707-001-3 Internal Revenue Service ID Number: 95-1068610

Council File Number	Contract/Amendm ents	Dates
15-600	4th Amendment	
14-0600	3 <sup>RD</sup> Amendment	9/1/2015
13-0600	2 <sup>ND</sup> Amendment	10/18/2013
11-0600	1 <sup>ST</sup> Amendment	2/13/2013
11-0600	Original Contract	5/25/2011

Said Agreement is the Fourth Amendment of Agreement Number C-121021 of City Contracts.