

PUBLIC SAFETY COMMITTEE REPORT relative to an amendment to the Official Police Garage (OPG) Standard-Duty Towing and Storage Agreement.

Recommendations for Council action:

1. AUTHORIZE the President, Board of Police Commissioners (Board), or designee, to negotiate and execute an amendment to the OPG Standard-Duty Towing and Storage Agreement as set forth:
 - a. To allow standard-duty tow companies who have the proper equipment, permits, and licenses to conduct Class A and B.
 - b. For house cars and mobile homes defined by California Vehicle Code (CVC) Sections 362 and 396 respectively, which are unclaimed or unsold at lien, the contractor may submit an invoice to the City with a copy of the junk slip showing delivery to a salvage yard. In this case, the Los Angeles Police Department (LAPD) will pay the OPG the Hazardous or Dangerous Removal Rate (HDRR).
 - c. For house cars and mobile homes defined by CVC Sections 362 and 396 respectively, which are sold at auction for less than the hazardous or dangerous removal rate, the LAPD will pay the difference between the lien sale price and the LAPD's HDRR.
2. AUTHORIZE the Controller to transfer \$250,000 within the LAPD, Fund No. 100/70, for the purpose of paying the OPG HDRR when house cars and mobile homes are unclaimed or unsold at lien or to pay the difference between the lien sale price and the HDRR for vehicles sold for less than the HDRR, as follows:

	<u>Fund/Dept</u>	<u>Account</u>	<u>Amount</u>
From:	100/70	001010	\$250,000
To:	100/70	003040	\$250,000

3. INSTRUCT the City Clerk to place on the agenda of the first regular Council meeting on **July 1, 2017**, or shortly thereafter, the following instruction:
 - a. Authorize the Controller to reappropriate up to \$250,000 from the unencumbered balance within the LAPD, Fund No. 100/70, Account No. 003040, Contractual Services account for Fiscal Year 2017-18, for the purpose of paying the OPG HDRR when house cars and mobile homes are unclaimed or unsold at lien or to pay the difference between the lien sale price and the HDRR for vehicles sold for less than the HDRR relative to Council file No. 17-0643.
 - b. Authorize the LAPD to prepare Controller's instructions for any necessary technical adjustments, subject to approval by the City Administrative Officer (CAO); and, AUTHORIZE the Controller to implement the instructions.

Fiscal Impact Statement: None submitted by the Board. Neither the CAO nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

SUMMARY

At the meeting held on June 20, 2017, your Public Safety Committee considered a Board report relative to an amendment to the OPG Standard-Duty Towing and Storage Agreement. The Board reports that in 2016, approximately 1,000 mobile homes or house cars were impounded and approximately 50 percent were claimed by the owners. The potential universe of mobile homes or house cars that may be subject to having to be disposed of in the manner described above is approximately 500. LAPD Staff is estimating that the funding necessary to implement this program is \$250,000. Board staff met with LAPD staff from Fiscal Operations Division, who indicated that the LAPD does not have the funding necessary in its current budget to facilitate the payment of an estimated \$250,000. Currently the revenue generated from towing, storage, the vehicle release fee and parking occupancy tax is approximately \$15,000,000. For the LAPD and the Los Angeles Department of Transportation to remove these vehicles from the public right-of-way, the expenditure of City funds in the approximate amount of \$250,000 as a partial reimbursement to the heavy duty contractor and the light duty OPG's is necessary. An opportunity for public comment was held. After further discussion of the matter, the Committee moved to approve the recommendation of the Board as modified, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

PUBLIC SAFETY COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
ENGLANDER:	YES
BUSCAINO:	ABSENT
BONIN:	YES
O'FARRELL:	YES
MARTINEZ:	ABSENT

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-