

BUDGET AND FINANCE COMMITTEE REPORT relative to the Third Construction Projects Report (CPR) for Fiscal Year 2020-21.

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

1. AUTHORIZE the Controller to transfer \$31,335,931 between departments and funds as specified in Attachment 1 of the City Administrative Officer (CAO) report dated February 4, 2021, attached to Council file No. (C.F.) 20-1021-S2.
2. AUTHORIZE the Controller to transfer \$2,298,314 between accounts within departments and funds as specified in Attachment 2 of said CAO report.
3. AUTHORIZE the Controller to appropriate \$1,056,429 between accounts within departments and funds as specified in Attachment 3 of said CAO report.
4. AUTHORIZE the Controller to reimburse the General Fund with Municipal Improvements Corporation of Los Angeles (MICLA), upon CAO approval and receipt of requesting department's labor services, construction materials and supplies invoices for completed work, including the Department's labor services documentation that must contain an hourly breakdown with task codes detailing the completed MICLA eligible work, relative to the respective departmental accounts designated for the following projects:

Operation Valley Bureau (OVB), Fire Station No. 39 (Item D)

Council District 8 Constituent Center Tenant Improvements (Item WW)

City Hall HVAC (Item VV)

Piper Technical Center Project (Item EEE)

Los Angeles Police Department Central Police Station Improvements (Item GGG)

Reprogramming of Zoo Capital Project Savings and Discretionary Projects (Item III)

Bridge Improvement Program (BIP) 2020-21 MICLA Staff Appropriations (Item JJJ)

Civil, Human Rights & Equity Department (formerly Civil and Human Rights Department Tenant Improvements (Item LLL)

5. AUTHORIZE the CAO to make technical corrections, as necessary, to the transactions authorized through this report, as required to implement the Mayor and Council's intentions.
6. AUTHORIZE the repurposing of \$2.4 million in Municipal Improvement Corporation of Los Angeles funded through the 2020-21 City Budget for Phase II of the Seventh Street Body Shop as initiation of Phase I has been delayed, and authorize the use of these funds to address critical repairs needed for City Hall heating, ventilation and air conditioning (HVAC) system, to prevent failure and interruption of services as this equipment has exceeded its useful lifecycle.
7. AUTHORIZE the Department of General Services (GSD) to expend funds previously transferred through the 2020-21 Second CPR (C.F. 20-1021-S1; Item No. EE) to replace failed building systems equipment at the Piper Technical facility, for total costs of up to \$562,000 for the following projects:

Auto Hoists (\$456,000)
Boiler Fan Coil (\$69,000)
Central Chiller (\$37,000)

8. AUTHORIZE the Zoo Department to expend up to \$933,734 in prior Sites and Facilities funding transferred to the Zoo Enterprise Trust Fund No. 40E and Zoo's Budgetary Account No. (100/87/003160) as part of prior CPR reports (C.F. 18-0829-S2, Item KK and Motion 5-A; C.F.18-0829-S4, Item DD), for the various new health and safety projects identified within this report (Item III).
9. REPLACE the Controller's Instructions reflected in Attachment 1 of said CAO report for Item NNN - CAO - GSD Bridge Maintenance Division Staffing Costs to list the appropriate account numbers as follows:

From:

Fund No. 100/54, CIEP

00R656, Prep for Econ Dev and Homeless Projects \$160,000

Total: \$160,000

To:

Fund No. 100/40, General Services Department

001120, Benefits Hiring Hall \$160,000

Total: \$160,000

10. REPLACE the Controller's Instructions reflected in Attachment 1 of said CAO report for item AA - Huntington Dr. Sidewalk Improvements in its entirety, as needed to provide an appropriation of \$25,000 to the Bureau of Street Lighting for the purchase of two street lights to be installed at the site location, as follows:

From:

Fund No. 424/43, Community Development Trust Fund

43R539, Huntington Drive Sidewalk \$40,000

43S186, Bureau of Street Services \$160,000

Total: \$200,000

To:

Fund No. 100/86, PW: Bureau of Street Services

006020, Operating Supplies \$15,000

Fund No. 100/84, PW: Bureau of Street Lighting

001010, Salaries General \$10,000

008780, Street Lighting Improvement Supplies \$15,000

Subtotal: \$25,000

Fund No. 100/94, Department of Transportation

006020, Operating Supplies \$160,000

Total: \$200,000

11. TRANSFER \$1,236,702 from the Bureau of Engineering Special Services Fund No. 682/50 (Council Community Projects), Various Pedestrian Tunnel Closures Account No. 50SVEJ, in the following accounts to the Department of General Services Fund No. 100/40 for the pedestrian tunnel closures of Fletcher Drive/Estara, Santa Monica/Normandie, 52nd and Vermont Avenue, 52nd and Hoover Street, 60th and Figueroa Street, and Hollywood Boulevard and New Hampshire:

Account No. 001014, Salaries Construction - \$96,779

Account No. 001101, Hiring Hall Construction - \$530,530

Account No. 001121, Benefits Hiring Hall Construction - \$328,631

Account No. 003180, Construction Materials and Supplies - \$280,7622

12. TRANSFER and APPROPRIATE \$6,349 in the Council District 4 portion of the Street Furniture Revenue Fund No. 43D/50 and \$6,349 in the Council District 13 portion of the same Fund (Total \$12,698) to the GSD Fund No. 100/40, Appr Unit No. 003180, Construction Materials and Supplies for the completion of the Hollywood and New Hampshire Tunnel Closure Project in Council Districts 4 and 13.
13. AUTHORIZE the CAO to make any technical corrections or clarifications to the above fund transfer instructions in order to effectuate their intent, including any corrections and changes to fund or account numbers.

Fiscal Impact Statement: The CAO reports that transfers, appropriations, and expenditure authority totaling \$34.93 million are recommended in this report. Of this amount, \$15.81 million is for transfers, appropriations, and expenditure authority for the Bureau of Street Services, \$4.15 million for the Bureau of Engineering, and \$14.97 million is for other City funds. All transfers and appropriations are based on existing funds, reimbursements, or revenues. There is no immediate General Fund impact for operations and maintenance costs as a result of these recommendations (Attachment No. 4 of said CAO report).

Debt Impact Statement: The CAO reports that there is no debt impact to the General Fund as a result of the recommendations in this report as there are no new debt issuance authorizations recommended. The recommendations included in this report include transfers from previously authorized MICLA projects.

Financial Policies Statement: The CAO reports that the recommended actions in said CAO report comply with the City's Financial Policies.

Community Impact Statement: None submitted.

(Information, Technology, and General Services Committee waived consideration of the above matter.)

SUMMARY

At its regular held on February 22, 2021, Budget and Finance Committee considered the CAO report dated February 4, 2021 relative to the Third CPR for FY 2020-21. The recommendations contained in the Third CPR for FY 2020-21 reflect the needed authorities to provide sufficient cash flow for scheduled acquisition or construction activities, offset funding shortfalls or provide other implementing authorities needed to complete authorized projects utilizing various capital funds that include: Capital

Improvement Expenditure Program (CIEP) funds, Special Fund monies, grant awards, and Municipal Improvement Corporation of Los Angeles (MICLA). The funding transactions recommended through this report are needed to address critical life, health or safety issues, and/or to provide the necessary funding for authorized project activities that were previously initiated.

The Office of the CAO presented an overview of the report and read amendments into the record. The Information, Technology, and General Services Committee waived consideration of the matter. After providing an opportunity for public comment, the Budget and Finance Committee moved to approve the recommendations contained in the subject CAO report, as amended, as detailed above. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
KREKORIAN:	YES
BLUMENFIELD:	ABSENT
DE LEON:	YES
RODRIGUEZ:	YES
PRICE:	YES

MM2-22-21 Council file No. 20-1021-S2

-NOT OFFICIAL UNTIL COUNCIL ACTS-