

PUBLIC WORKS COMMITTEE REPORT relative to a Public Works Trust Fund loan to complete the Southern California Gas Company Franchise Public Right of Way Valuation Study.

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

1. FIND that the requested loan proceeds will be deposited into the City's General Fund No. 100/74, which interest earned is retained by the General Fund and is also the same fund where interest earned in the Public Works Trust Fund No. 834/50 is transferred to on an interim basis.
2. APPROVE the waiver of interest assessment.
3. AUTHORIZE a new \$368,000 loan from the Public Works Trust Fund (Fund No. 834/50) to front-fund the cost associated with the completion of a valuation study of public right-of-way value for the Southern California Gas Company Franchise.
4. AUTHORIZE the Board of Public Works (BPW), Director of Accounting, to transfer \$368,000 from available funds within the Public Works Trust Fund No. 834/50, to the General Fund No. 100/74 (BPW), Account No. 003040, Contractual Services
5. AUTHORIZE the reimbursement of funds from a direct appropriation from the General Fund or other alternate identified source of funding to be recommended by the Mayor's Office of Budget and Innovation, subject to approval by the Council, where the amount and time of reimbursement will be determined to repay the loan in full on or by Fiscal Year End 2022-2023 (June 30, 2023).
6. AUTHORIZE the BPW, Executive Officer, or designee, to make any technical or accounting updates to the recommendations above to effectuate the intent of the Mayor and Council.

Fiscal Impact Statement: The BPW reports that approval of the proposed Public Works Trust Fund loan in the amount of \$368,000 will have an impact to either the General Fund or other alternate identified source of fund(s). The Public Works Trust Fund loan will front-fund the cost of \$368,000 associated with the completion of a valuation study of public right of way value for the Southern California Gas Company Franchise. Loan repayment will be made in one balloon payment on or by June 30, 2023. The impact to the General Fund will be determined when the actual source of reimbursement is recommended by the Mayor's Office of Budget and Innovation. The BPW report dated February 2, 2021, attached to the Council file. recommends not to assess interest on this loan request since the loan proceeds will be deposited into the City's General Fund No. 100/32, which interest earned is retained by the General Fund and is also the same fund where interest earned in the Public Works Trust Fund No. 834/50 is transferred on an interim basis.

Community Impact Statement: None submitted.

SUMMARY

At the meeting held on February 10, 2021, your Public Works Committee considered a Board of Public Works report relative to a Public Works Trust Fund loan to complete the Southern California Gas Company Franchise Public Right of Way Valuation Study. After an opportunity for public comment was held, the Committee moved to approve the recommendations as presented in the report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

PUBLIC WORKS COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
BLUMENFIELD:	YES
LEE:	YES
DE LEON:	YES
O'FARRELL	YES
KORETZ:	YES

ME 2/10/21

-NOT OFFICIAL UNTIL COUNCIL ACTS-