

## REPORT FROM

### OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: August 20, 2024

CAO File No. 0640-01399-0139  
Council File No. 24-0918  
Council District: All

To: The Mayor  
The City Council

From: *for* Matthew W. Szabo, City Administrative Officer 

Reference: City Capital Repair and Infrastructure Projects

Subject: **Fiscal Year 2024-25 – First Construction Projects Report Addendum**

## SUMMARY

On August 7, 2024, this Office transmitted the First Construction Projects Report (CPR) for Fiscal Year (FY) 2024-25, which includes recommendations for sufficient cash flow for scheduled acquisition or construction activities, offset funding shortfalls, and authorities needed to complete authorized projects utilizing various capital funds that include: Capital and Technology Improvement Expenditure Program (CTIEP) funds, Municipal Improvement Corporation of Los Angeles (MICLA) financing, various special fund monies, and grant awards. This addendum is needed to address a time-sensitive item that was identified subsequent to the release of the First CPR (C.F. 24-0918), to appropriate funds in support of the Hollenbeck Park Lake Rehabilitation and Stormwater Management Project.

## RECOMMENDATIONS

That the Council, subject to the approval of the Mayor:

1. Authorize the Controller to appropriate up to \$12,000,000 between accounts within departments and funds as specified in Attachment 1;

### Proposition O (Prop O) – Clean Water Bond Project

2. Authorize the Department of Public Works, Director of Accounting to appropriate up to \$5,000,000 of Prop O funding, previously authorized through C.F. 13-1526, into the Prop O Bond Fund 16V/50 and appropriate into a new account entitled Hollenbeck Park Lake Rehabilitation and Stormwater Management;
3. Authorize the General Manager of the Bureau of Sanitation to use up to \$5,000,000 in the Hollenbeck Park Lake Rehabilitation and Stormwater Management project account within the Prop O Fund 16V/50 as front funding for the 2022-23 Enacted California State Budget Specified Grant No. D22;

4. General Manager of the Bureau of Sanitation to submit grant reimbursement requests for the 2022-23 Enacted California State Budget Specified Grant No. D22, up to \$7,000,000, previously authorized through C.F. 22-1150-S2;
5. Authorize the Department of Public Works, Director of Accounting to deposit grant reimbursements from the 2022-23 Enacted California State Budget Specified Grant No. D22, up to \$7,000,000, into the Prop O Fund 16V/50 Revenue Source Account No. 3361, "State Grants – Other";
6. Authorize the Controller and the Department of Public Works, Director of Accounting to increase total appropriations with the new account entitled, "Hollenbeck Park Lake Rehabilitation and Stormwater Management" within the Prop O Bond Fund 16V, Department 50, up to \$12,000,000 as reimbursements are received from the proceeds of the Grant; and,
7. Authorize the City Administrative Officer and City Engineer to make any necessary technical corrections, as necessary, and accounting adjustments to implement of those transactions.

## **FISCAL IMPACT STATEMENT**

The recommendation stated in this report includes an appropriation up to \$12 million from a General Obligation Bond (GOB) Fund. There is no additional General Fund impact for operations and maintenance costs as a result of these recommendations (Attachment No. 1).

## **FINANCIAL POLICIES STATEMENT**

The recommendations stated in this report comply with the City's Financial Policies in that appropriations for funds are limited to available cash balances needed to fund ongoing maintenance, programming, project shortfalls, and critical operational needs in the current budget year.

## **DISCUSSION**

### **A. Bureau of Sanitation - Prop O - Clean Water Bond Program Prop O; General Obligation Bond (GOB) 2011-A Clean Water Clean Up Attachment No. 1 Recommendation Nos. 1, 2, 3, 4, 5 and 6**

An appropriation up to \$12 million within the GOB 2011-A Clean Water Clean Up Fund from a dedicated project account to a Revenue Source Account is recommended to fund the Hollenbeck Park Lake Rehabilitation and Stormwater Management Project. Prop O funding (\$5 million) was previously approved by Council, however, there was no Controller's instruction included in the Council file to establish a new appropriation account (C.F. 13-1526). The funding source for the

remaining appropriation amount of \$7 million is the State Water Resources Control Board (C.F. 22-1150-S2). Council approval is required to appropriate the funds to a revenue source account within the Prop O Clean Water Bond Program. *O&M Fiscal Impact: There is no General Fund impact for operations and maintenance as this is an administrative action.*

By: LaTanya Roux  
Administrative Analyst

**APPROVED:**

City Administrative Officer

MWS:LRR:05250023

Attachment

ATTACHMENT 1  
 FIRST CONSTRUCTION PROJECTS REPORT - ADDENDUM  
 FY 2024-25 BUDGET ADJUSTMENTS  
 NEW APPROPRIATIONS

ITEM	DEPARTMENT/PROJECT	TRANSFER FROM		TRANSFER TO	
		FUND/ACCOUNT	AMOUNT	FUND/ACCOUNT	AMOUNT
A	PW: Bureau of Sanitation	Fund 16V/50, GOB 2011 A Clean Water Clean Up		Fund 16V/50, 2011 A Clean Water Clean Up	
	Proposition O - Clean Water Bond Program	TBD, "Hollenbeck Park Lake Rehabilitation and Stormwater	\$ 12,000,000.00	RSRC 3361, State Grants - Other	\$ 12,000,000.00
	Hollenbeck Park Lake Rehabilitation and Stormwater Management Project	Management"			
TOTAL ALL DEPARTMENTS AND FUNDS			\$ 12,000,000.00		\$ 12,000,000.00