

ENERGY AND ENVIRONMENT COMMITTEE REPORT relative to the reprogramming of project savings within the Proposition O Clean Water General Obligation Bond (Prop O) Program.

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

1. APPROVE a decrease of \$8,670,774 in the budget for the Echo Park Lake Rehabilitation Project from the original amount of \$45,296,789 to a revised project budget of \$36,626,015.
2. APPROVE a decrease of \$632,910 in the budget for the Peck Park Canyon Enhancement Project from the original amount of \$6,190,000 to a revised project budget of \$5,557,090.
3. APPROVE a decrease of \$1,850,884 in the budget for the Rosecrans Recreation Center Stormwater Enhancements Project from the original amount of \$4,829,119 to a revised project budget of \$2,978,235.
4. APPROVE a decrease of \$2,548,828 in the budget for the South Los Angeles Wetlands Park Project from the original amount of \$12,378,202 to a revised project budget of \$9,829,374.
5. APPROVE an increase of \$9,345,000 in the budget for the Aliso Creek - Limekiln Creek Restoration Project from the original amount of \$1,595,089 to a revised project budget of \$10,940,089.
6. APPROVE an increase of \$4,043,800 in the budget for the Machado Lake Phase I Project from the original amount of \$21,049,911 to a revised project budget of \$25,093,711.
7. APPROVE an increase of \$2,166,000 in the budget for Optimization Structural Improvements on 10 projects described in Attachment A of the City Administrative Officer (CAO) Addendum dated April 4, 2016, attached to the Council file.
8. APPROVE an increase of \$2,416,000 in the budget for Optimization activities on eight recently completed projects described in Attachment A of the CAO Addendum dated April 4, 2016, attached to the Council file.
9. AUTHORIZE the Controller to appropriate \$4,582,000 from Prop O, Clean Water Bond funds, Fund No. 16T/50, Account No. 50LWCT, entitled Program Contingency-C1 to Fund No. 16T/50, Account No. TBD, entitled Optimization.
10. APPROVE a revised Program Contingency of \$17,199,154.
11. INSTRUCT staff to report to the Administrative Oversight Committee and Council with recommendations for use of savings on additional Prop O eligible projects.

12. AUTHORIZE the CAO and the Department of Public Works to make technical corrections, as necessary, to those actions included in this report to implement Mayor and Council intentions.

Fiscal Impact Statement: The CAO reports that the above recommendations result in additional funding of \$18.0 million for various Prop O projects. This is offset by transfers of approximately \$13.7 million from completed projects and project savings, as well as \$4.3 million from existing program contingency. Approval of the recommendations in this report will allocate the total amount of \$552.9 million in Prop O funding, including \$17.2 million in Program Contingency Reserve. The recommendations in this report are in compliance with the City's Financial Policies as funding for the proposed projects is provided primarily from bond funds which are supported by voter-approved property tax revenue.

Community Impact Statement: None submitted.

Summary:

At a meeting held on April 6, 2016, the Energy and Environment Committee considered a report from the CAO dated December 1, 2015 and a subsequent addendum report dated April 4, 2016 relative to the reprogramming of projects savings within the Prop O Program. The reports, attached to the Council file provide background information. During the discussion of this item, the CAO representative provided an overview of the reports, and representatives from the Bureau of Sanitation and the Bureau of Engineering responded to related questions from the Committee members. After providing an opportunity for public comment, the Committee recommended that Council approve the recommendations contained in the CAO addendum report dated April 4, 2016 as detailed above. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

ENERGY AND ENVIRONMENT COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
FUENTES:	YES
BLUMENFIELD:	YES
CEDILLO:	ABSENT
KORETZ:	YES
O'FARRELL:	YES

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-NOT OFFICIAL UNTIL COUNCIL ACTS-