GOVERNMENT OPERATIONS COMMITTEE REPORT relative a non-profit lease agreement with California Children's Academy (CCA), to provide licensed child care services for low income families at 2661 Pasadena Avenue.

Recommendation for Council action:

AUTHORIZE the Department of General Services (GSD) to execute a non-profit lease agreement between the City and CCA to provide licensed child care services for low income families at 2661 Pasadena Avenue, under the terms and conditions substantially outlined in the Municipal Facilities Committee (MFC) report, attached to the Council file. The lease term is for five years with no option to extend.

<u>Fiscal Impact Statement</u>: The MFC reports there is no General Fund impact as there is no revenue generated from this lease. CCA is responsible for maintenance, repairs, utilities, and any improvements and required building permits.

Community Impact Statement: None submitted

TIME LIMIT FILE – JULY 3, 2023

(LAST DAY FOR COUNCIL ACTION – JUNE 30, 2023)

## <u>SUMMARY</u>

At its regular meeting held on June 13, 2023, your Government Operations Committee considered an MFC report, dated May 4, 2023, relative to authorizing the GSD to execute a non-profit lease agreement with CCA, to provide licensed child care services for low income families at 2661 Pasadena Avenue.

On October 21, 2022, a Motion was adopted (Council file No. 22-1061) directing GSD to negotiate and execute a new lease replacing the current lease that is in holdover status (Contract C-82111). This lease started April 1, 1990, and expired on March 30, 1993. This new term allows the City to review the community benefits and provide a new lease agreement so CCA may receive grant funding to repair the playground area and upgrade the playground equipment. Grant funding has been awarded contingent upon CCA supplying the Department of Social Services' Child Care Division a fully executed lease agreement with the City. Further, GSD's Real Estate Services Division met with Council District 1 to review the lease terms and obtained Councilmember Hernandez' support for this proposed lease.

CCA helps families become financially independent by providing affordable licensed childcare to low-income families. A sliding fee scale, as issued by the California Department of Education and the California Department of Social Services, takes the family's gross monthly income and number of household members into consideration. CCA was founded in 1971 as a non-profit 501(c)(3) agency for the purpose of providing childcare services to meet the needs of the East/Northeast community of Los Angeles.

After an opportunity for public comment was held, the Committee moved to approve the recommendation in the MFC report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

**GOVERNMENT OPERATIONS COMMITTEE** 

MEMBERVOTEHARRIS-DAWSON:ABSENTHERNANDEZ:YESHUTT:YES

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-NOT OFFICIAL UNTIL COUNCIL ACTS-