

**PROPOSITION O GENERAL OBLIGATION BOND
ADMINISTRATIVE OVERSIGHT COMMITTEE MEETING
SPECIAL MEETING**

Thursday, June 30, 2016
Room 1500, City Hall East

Members Present: Patricia Huber, Office of the City Administrative Officer (CAO)
Matias Farfan, Office of the Chief Legislative Analyst (CLA)
Heather Repenning, Board of Public Works
Ted Bardacke, Office of the Mayor

Staff Members Present: Rafael Prieto, Office of the CLA
David Hirano, Office of the CAO
Raoul Mendoza, Office of the CAO
Jennifer Quintanilla, Office of the CLA
Kendrick K. Okuda, BOE/Proposition O
Andy Flores, BOE
Wing Tam, BOS

The meeting was called to order at 1:04 p.m.

1. Approval of the Minutes for meeting on January 28, 2016:

ACTION: Item is approved on consent.

2. City Administrative Officer (CAO)/Chief Legislative Analyst (CLA)/Citizens Oversight Advisory Committee (COAC) representative update on Proposition O (Prop O) issues and Administrative Oversight Committee (AOC) Meetings:

Raoul Mendoza, CAO provided a briefing on three COAC meetings (November 16, 2015, May 16, 2016 and May 23, 2016). During the November meeting, two non-profits requested supplemental funding for their projects in the amounts of \$395,000 and \$800,000. During the May 23rd special meeting BOS presented updated scoring of projects. COAC recommended funding of both projects. CAO staff, BOE, and BOS will report back to the Committee once all issues have been resolved.

ACTION: Item is received and filed.

3. Verbal update on the status of the Hollenbeck Park Lake project:

Wing Tam, BOS, stated that there was a workshop on June 29, 2016 that was attended by the CLA, CAO, BOE and Council Office. Comments were gathered and will be incorporated into the concept report. The Hollenbeck project will contribute to the TMDL, help to clean the water before it runs into the LA River and will use an alternative water source to help reduce the demand for water at the lake. The estimated budget for the project is currently \$34 million. BOS is requesting funding of \$2.2 million to initiate the project and to help secure Prop 1 funding, which requires a local match contribution and the deadline for application is July 8, 2016.

There was a public comment from Nate Hayward, Office of Council Member Jose Huizar, 14th Council District: Mr. Hayward stated Hollenbeck Lake is a very important project to the Council Member and the District. Mr. Hayward re-iterated the need for the \$2.2 million in funding to begin the project.

There was a public comment from Joyce Dillard: Ms. Dillard stated that if this project is to deal with Prop O then outfall monitoring and outfall measurements must be taken into consideration, which she believes that data does not exist. Ms. Dillard further stated that Cal-Trans permits are much different and that should also be addressed. Ms. Dillard also stated that there should more specification about which Prop 1 funds are being applied for in order to see if the specifications of the Prop 1 funds meet the same requirements as the Prop O program.

ACTION: Approve conceptual funding of \$2.2 million for the project, contingent upon the completion of the concept report, and presentation of water quality benefits that warrant Prop O funding.

4. Verbal update from the CAO on the BOS request for Optimization funding in the amount of \$800,000:

Mr. Mendoza stated the AOC previously approved this \$800,000 contingent upon a further discussion with the City Attorney regarding bond eligibility. The City Attorney opined that it was appropriate to continue this work due to the fact that the wet weather that was needed to do proper Optimization analysis did not occur.

ACTION: Item was approved without objection.

5. Approval of time change of for regular scheduled Prop O Administrative Oversight Committee:

ACTION: Item is approved on consent.

6. Verbal Presentation by the BOE Regarding the Prop O Program May 2016 Monthly Report:

Kendrick Okuda, BOE provided a brief update regarding Prop O and the May 2016 Monthly Report. Mr. Okuda stated the Machado Lake Eco System Project is progressing nicely. There were 7 bids for the LADWP recycled water line, the low bid was 15% higher than the City Engineer's estimate but the margin between the lowest bid and highest bid was \$734,000 which lends confidence to the fact that the project is being designed in a proper manner. DWP has given the okay to proceed. Mr. Okuda mentioned a press conference for the ground breaking for the Penmar project, in which the Mayor and Council Member Bonin were in attendance. Mr. Okuda also mentioned the Temescal Canyon is now beginning.

Mr. Bardacke asked if during the next meeting an agenda item could be dedicated to what Prop O funds are left and how to wrap up the program.

7. Verbal Presentation by the BOS Regarding Projects Status Updates:

Mr. Tam provided a status update on the Argo project and Machado Lake. BOS is working with LAWA to complete the lease agreement in order to be able to finish the project on time. For Machado, a federal grant application is being submitted with the intention to secure \$1 million in grant funds to be able to bring more money back to Prop O.

8. General Public Comment: There were no comments from the public.

Meeting adjourned at 1:56 p.m.