

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

Thursday, August 27, 2020
Room 1500, City Hall East

Members Present: Patricia Huber, Assistant City Administrative Officer (CAO)
Matias Farfan, Chief Legislative Analyst (CLA)
Elizabeth Crosson, Office of the Mayor (OOM)
Commissioner Teresa Villegas, Public Works (PW)

Staff Members Present: Salyna Cun, City Administrative Officer (CAO)
David Hirano, City Administrative Officer (CAO)
Rafael Prieto, Chief Legislative Analyst (CLA)
Kenneth Redd, Deputy City Engineer (BOE)
Christopher Johnson, Public Works (BOE)
Shahram Kharaghani, Public Works (BOS)

The meeting was called to order at 3:06 p.m.

1. General Public Comment, Multiple Agenda Item Comment

Brian Baldauf, Chief of Watershed Planning for the Mountains Recreation and Conservation Authority (MRCA), commented and spoke in support of the Taylor Yard G2 Water Quality Improvement Project.

2. Approval of the Minutes for meeting on December 12, 2019.

ACTION: Approved.

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

Salyna Cun (CAO) reported that the COAC met once on July 20, 2020 to take up the items that are on today's meeting agenda. The CAO also reported that the COAC expressed interest in providing Prop O funding for staffing to complete a Prop O Close-Out Report to show what was accomplished with the Prop O funds. The CAO mentioned that Prop O funds might not be an eligible funding source based on prior discussions with the CAO Debt Group. Additionally, the CAO mentioned that the Bureaus of Engineering and Sanitation may have the necessary information and pictures regarding these Prop O projects and these materials could be provided to the COAC. The COAC approved a motion that instructed the City Administrative Officer to report back on whether the Close-Out Report could be funded by Prop O and a plan for completing the report. Lastly, the CAO reported that it will work with the Bureaus in the forthcoming months to draft a Close-Out Report.

4. Discussion - Verbal Presentation by the BOE regarding the Prop O Program (July 2020 Monthly Report)

Chris Johnson (BOE) reported on the status of various projects as follows:

- Albion Riverside Park Project – This project is complete;
- Vermont Ave Stormwater Capture – This project was split into two phases to correspond with the deadline of the grants; Phase I is complete and Phase II is on schedule and will be completed in February 2021;
- Westwood: This project is 65 percent construction complete;
- Argo Drain Sub-Basin Facility Project: 85 percent construction complete; on schedule and will be completed in November 2020;
- Aliso Creek – Limekiln Restoration Project: Sanitation is negotiating on an agreement with the LA County Flood Control District and a land use agreement with Rec and Parks; and,
- Rory M. Shaw Wetlands Park – LA County has informed BOE that the anticipated completion date will be extended to 2028.

ACTION: Note and file.

5. Discussion and Possible Action - Proposition O Master Schedule Update for 2020-21

Chris Johnson (BOE) reported that the Master Schedule Update for 2020-21 includes seven modified project schedules and the close out of the Machado Lake Ecosystem Phase I (Wilmington Drain) Habitat Restoration Mitigation and Monitoring Plan as provided in the attachment. Additionally, the BOE requested an amendment to the report to extend the post-construction phase instead of the construction phase for the Penmar Water Quality Improvement Phase II Project.

ACTION: Approved an amendment to the memo to reflect an extension to the post-construction phase, instead of the construction phase, for the Penmar Phase II project and approve the Master Schedule Update as amended.

6. Discussion and Possible Action – Proposition O Staffing Appropriation For Fiscal Year 2020-21

Chris Johnson (BOE) presented a report recommending Committee approve an appropriation of up to \$4.7 million to fund 19 full-time equivalents for the Bureaus of Engineering, Sanitation, and Contract Administration for Fiscal Year 2020-21.

ACTION: Approved.

7. Discussion and Possible Action – Proposition O Arbitrage Budget Adjustment

Chris Johnson (BOE) presented a report recommending a reduction in the Arbitrage budget by \$1,992,660, from \$2 million to \$7,340 to reflect the amount expended to date.

ACTION: Approved.

8. Discussion – Verbal Presentation by the Bureau of Sanitation regarding the Rory M Shaw Wetlands Memorandum of Agreement

Wing Tam (LASAN) reported that the Board of Public Works approved the Memorandum of Agreement between LASAN and the Los Angeles County Flood Control District on August 11, 2020. The Project was budgeted \$17.8 million in Prop O funding. The estimated total project cost is \$135 million. The project will capture and convey stormwater runoff from a 929-acre drainage area to a detention basin for treatment through constructed wetlands. The project will address localized flooding and improve water quality. Also, LASAN reported that under the agreement, the property will be transferred to the City upon project completion and the funds are provided to the LA County.

ACTION: Note and file.

9. Discussion and Possible Action – Taylor Yard G2 Water Quality Improvements Project – Concept Report and Funding Request

Gordon Haines (LASAN) presented the Taylor Yard G2 Water Quality Improvements Project. The Project will capture and treat stormwater runoff from a 4,297 acre watershed drainage area and will improve water quality, provide habitat restoration, and comply with TMDL requirements. The LASAN reported that the annual stormwater capture is 133 acre-feet. The project is estimated to cost \$16.4 million, consisting of \$12.4 million in Prop O funding from the Taylor Yard G2 Land Acquisition project and the MRCA's contribution of \$4 million. Additionally, LASAN reported that the Bureau applied for a \$10 million grant from the State Water Resources Control Board under the Proposition 1 Storm Water Grant Program.

The Mayor's Office inquired whether the project can proceed or the item needs actions. The CAO responded that AOC's action is required as the Prop O Program will need to provide \$4 million in front-funding. Teresa Villegas (BPW) inquired about whether the soil remediation is included in the project cost and if it will conflict with the Metro tail track. Bryan Powell (BOE) reported that the plan is to keep the soil on site and the tail track will be relocated. BOE also reported that the site remediation plan has not yet been reviewed by the Department of Toxic Substance and Control. Patty Huber (CAO) instructed the Bureau to report back on the remediation cost if it exceeds the \$16.4 million budget and a funding strategy for it.

ACTION: Approved.

Meeting adjourned at 3:49 p.m.