

May 3, 2005

Honorable Mayor and Members of
the Hermosa Beach City Council

Regular Meeting of
May 10, 2005

PROJECT NO. CIP 00-630 PIER RENOVATION – PHASE III
CHANGE IN FUNDING TO REFLECT PROPOSITION A OPEN SPACE FUNDS AND TO
IDENTIFY TYCO TIDELANDS FUNDING SEPARATELY

RECOMMENDATION

It is recommended that the City Council change the funding for the Pier Renovation Project to reflect newly authorized Proposition A Open Space Funds and identify Tyco Tidelands Funds separately from other Tyco Funds.

BACKGROUND

The County of Los Angeles is providing new Proposition A Open Space funding of \$1.9 million for this project. Therefore this item amends the funding sources for this project.

The City currently accounts for all funds from the Tyco Fiber Optic Cable Easement in one fund.

ANALYSIS

Since the Tyco easement agreement identifies that, in exchange for rights granted in the tidelands and submerged lands, \$800,000 will be used to construct one new bathroom and to renovate three existing bathrooms, it is recommended that a new Tyco Tidelands Fund be set up to segregate these funds. The expenditures for the new bathroom at the Pier will be transferred to this fund. The estimated cost is \$542,000 as shown below in the Tidelands Fund. Any funds left will remain in the fund to be used for the purposes stated in the easement document.

The chart below reflects the current and proposed funding for the project in FY 04-05:

FUNDING SOURCE	CURRENT BUDGET	PROPOSED BUDGET	CHANGE
General Fund	277,724	277,724	-0-
Prop A Open Space (existing)	221,743	221,743	-0-
Prop A Open Space (new)	-0-	1,384,010	1,384,010
Tyco Fund	2,206,740	1,491,474	(715,266)
Tyco Tidelands	-0-	542,000	542,000
Park Rec Fund	150,000	150,000	-0-
Grant Fund	595,991	595,991	-0-
Sewer Fund	194,674	194,674	-0-
Capital Improvement	1,735,990	870,041	(865,949)
Artesia Blvd Relinq	500,000	155,205	(344,795)
	5,882,862	5,882,862	-0-

New Proposition A Open Space Funds in the amount of \$1,384,010 are being appropriated now; the remainder of \$515,990 will be reflected in the 05-06 Budget for this project.

Respectfully submitted,

Rick Morgan, P.E.
Director of Public Works/City Engineer

Viki Copeland
Finance Director

Concur:

Stephen R. Burrell
City Manager

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