BOARD REPORT

DATE November 29, 2018

SUBJECT: PROPOSITION 68 SPECIFIED GRANTS FOR SHELDON-ARLETA SPORTSFIELD (AKA CESAR CHAVEZ PARK) AND MID-VALLEY INTERGENERATIONAL CENTER (AKA MID VALLEY MULTIPURPOSE CENTER) PROJECTS; ACCEPTANCE OF GRANT AWARD

AP Diaz V. Israel
R. Barajas S. Pina-Cortez
H. Fujita N. Williams

Approved X Disapproved Withdrawn

RECOMMENDATIONS

1. Authorize the Department of Recreation and Parks’ (RAP) General Manager to accept the Proposition 68 (Prop 68) Specified grant award from the State of California, Office of Grants and Local Services (State) in the amount of One Million, Five Hundred Thousand Dollars ($1,500,000.00) for the Sheldon-Arleta Sportsfield (aka Cesar Chavez Park) project (Sheldon-Arleta Project) and execute the grant agreement in connection thereto in the form attached as Attachment 2 to this report, subject to Mayor and City Council acceptance and approval in accordance with Los Angeles Administrative Code Section 14.6;

2. Authorize RAP’s General Manager to accept the Prop 68 Specified grant award from the State in amount of Three Hundred Thousand Dollars ($300,000.00) for Mid-Valley Intergenerational Center (aka Mid Valley Multipurpose Center) project (Mid-Valley Project) and execute the grant agreement in connection thereto in the form attached as Attachment 3 to this report, subject to Mayor and City Council acceptance and approval in accordance with Los Angeles Administrative Code Section 14.6; and

3. Authorize RAP’s Chief Accounting Employee to establish the necessary account(s), and/or to appropriate funding received within “Recreation and Parks Grant” Fund 205, to accept the Proposition 68 Specified Grant funds, from the State.

SUMMARY

On June 5, 2018, Proposition 68 (Prop 68) was passed by California state voters, which authorizes $4.1 billion in bond funding for parks, natural resources protection, climate adaptation, water quality and supply, and flood protection. Prop 68 is intended to fund state and local parks, beaches, environmental protection and restoration, water infrastructure, and flood protection projects.
In early July 2018, the State notified RAP that through the State budget process, Prop 68 funds had been earmarked for two (2) City of Los Angeles projects, Sheldon-Arleta Sportsfield (aka Cesar Chavez Park) and Mid-Valley Intergenerational Center (aka Mid Valley Multipurpose Center) (“Projects”), through the Fiscal Year 2018-2019 California State budget process. The State requested RAP to submit the City Council resolutions for each of the two (2) projects by November 1, 2018 and Prop 68 applications for both projects by December 1, 2018.

At the August 8, 2018 meeting of the Board of Recreation and Park Commissioners (Board) (Report No. 18-157), RAP staff was authorized to submit the required Prop 68 applications for the Sheldon-Arleta Sportsfield project and the Mid-Valley Intergenerational Center project and to transmit resolutions for each of the two (2) Projects to City Council for approval, which was approved on October 3, 2018 (CF No. 18-0780).

On October 31, 2018, RAP received two (2) Prop 68 Specified Grant Agreements for each of the Projects from the State. The State requested that the two (2) Prop 68 Specified grant applications and the Prop 68 Specified Grant Agreements be signed and returned by December 1, 2018 to secure the funding for both Projects.

In accordance with Board Report No. 18-157, RAP staff is returning to the Board for formal acceptance of the Prop 68 grant awards in the amount of One Million, Five Hundred Thousand Dollars ($1,500,000.00) for the Sheldon-Arleta Sportsfield project and Three Hundred Thousand Dollars ($300,000.00) for the Mid-Valley Intergenerational Center project. RAP staff is also requesting authority for RAP’s General Manager to execute the Prop 68 Specified Grant Agreement for each of these Projects, which are attached to this report as Attachment 2 and 3, respectively.

The project scopes for each of the Projects are as follows:

<table>
<thead>
<tr>
<th>Project</th>
<th>Project Scope</th>
<th>Grant Award Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sheldon-Arleta Sportsfield (AKA Cesar Chavez Park Development)</td>
<td>Baseball/softball field, children’s play area, picnic area with canopy, ADA features, landscape, irrigation, parking lot, fencing, utilities and may include office/restroom/concessions building and other park amenities</td>
<td>$1,500,000.00</td>
</tr>
<tr>
<td>Mid-Valley Intergenerational Center (AKA Albert Piantanida Intergenerational Center, Mid Valley Multipurpose Center)</td>
<td>New basketball court, exercise equipment, group activity area, children’s play area, irrigation, security lighting, walking paths, fencing, landscape, benches, tables, and trash cans</td>
<td>$300,000.00</td>
</tr>
</tbody>
</table>
ENVIRONMENTAL IMPACT STATEMENT:

The scope of the proposed projects are not sufficiently defined to ascertain the projects’ effects on the environment and to make a CEQA determination. Therefore, Staff has established that CEQA determination will be addressed when the project details have been specified and that the projects will return to the Board for CEQA and for final approval, once the exact scope and environmental impact is known.

FISCAL IMPACT STATEMENT:

There is no anticipated fiscal impact to RAP’s General Fund in accepting the Prop 68 grant funds. The maintenance costs for the Sheldon-Arla Sportsfield and the Mid-Valley Intergenerational Center is unknown at this time.

This Report was prepared by Kai Wong, Senior Management Analyst I, Grants Administration, Finance Division and reviewed by Bill Jones, Chief Management Analyst, Grants Administration, Finance Division

LIST OF ATTACHMENTS

1) Report No. 18-157 (August 8, 2018)
2) State of California – Natural Resources Agency Department of Parks and Recreation Grant Contract No. C5051007, Cesar Chavez Park Development (State Project No. SG-19-055)
3) State of California – Natural Resources Agency Department of Parks and Recreation Grant Contract No. C5051010, Mid Valley Multipurpose Center (State Project No. SG-19-056)
RECOMMENDATIONS

1. Authorize the Department of Recreation and Parks (RAP) to submit the required Proposition 68 applications, one for each project, Sheldon-Arleta Sportsfield (AKA Cesar Chavez Park) and Mid-Valley Intergenerational Center (AKA Mid-Valley Multi-purpose Center), to the State of California, Office of Grants and Local Services (State), subject to the approval of the Mayor and City Council;

2. Recommend City Council adoption of the accompanying Resolutions, one for each project (Attachment Nos. 1 and 2), which authorizes the City of Los Angeles to receive the Proposition 68 Specified Grant funds, and designate RAP's General Manager, Executive Officer, or Assistant General Manager, as the agent to conduct all negotiations, execute and submit all documents, including, but not limited to grant applications, agreements, amendments, payment requests, and all other required documents necessary for the completion of the proposed projects;

3. Direct RAP staff to transmit a copy of the grant Resolutions to the Mayor, Office of the City Administrative Officer (CAO), Office of the Chief Legislative Analyst (CLA), and to the City Clerk for committee and City Council approval, pursuant to the Los Angeles Administrative Code Section 14.6 et seq. as may be amended;

4. Direct staff to transmit a copy of the grant award, when received, to the Mayor, CAO, CLA, and to the City Clerk for committee and City Council approval before accepting and receiving the grant award, pursuant to the Los Angeles Administrative Code Section 14.6 et seq. as may be amended; and
SUMMARY

On June 5, 2018, Proposition 68 (Prop 68) was passed by California state voters to fund a $4.1 billion “California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor For All Act of 2018”. Prop 68 is intended to fund state and local parks, beaches, environmental protection and restoration, water infrastructure, and flood protection projects.

In early July 2018, the State of California (State) notified RAP that through the State budget process, Prop 68 funds had been earmarked for two (2) City of Los Angeles projects through the Fiscal Year 2018-2019 California State budget process. The two Prop 68-allocated projects, are:

<table>
<thead>
<tr>
<th>Project</th>
<th>Project Scope</th>
<th>Grant Award Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sheldon-Arleta Sportsfield (AKA Cesar Chavez Park)</td>
<td>To develop a landfill site into Cesar Chavez Park</td>
<td>$1,500,000.00</td>
</tr>
<tr>
<td>Mid-Valley Intergenerational Center (AKA Mid Valley Multipurpose Center)</td>
<td>For the development of the Mid Valley Multipurpose Center</td>
<td>$300,000.00</td>
</tr>
</tbody>
</table>

The Prop 68 funds for the above projects will liquidate on June 30, 2021 since they were approved through the Fiscal Year 2018-2019 State Budget. The State requires RAP to complete the application process with a Resolution for each project before a grant agreement is issued. Additionally, RAP must submit the approved resolutions to the State by November 1, 2018. Once a grant agreement is issued with a grantor-approved project scope, staff will return to the Board for formal acceptance of the grant and authority to enter into the grant agreement.

ENVIRONMENTAL IMPACT STATEMENT

After the grant agreement is issued, RAP staff will return to the Board of Recreation and Park Commissioners with an Environmental Impact Statement.

FISCAL IMPACT STATEMENT

There is no anticipated fiscal impact to RAP’s General Fund in applying for the Prop 68 funds. The maintenance for the Sheldon-Arleta Sportsfield and the Mid-Valley Intergenerational Center is unknown at this time.

This Report was prepared by Kai Wong, Senior Management Analyst, Grants Administration, Finance Division and reviewed by Bill Jones, Chief Management Analyst, Grants Administration, Finance Division
LIST OF ATTACHMENTS

1) Resolution of the City Council of the City of Los Angeles – Cesar Chavez Park (aka Sheldon-Arleta Sportsfield)
2) Resolution of the City Council of the City of Los Angeles – Mid-Valley Intergenerational Center
RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ANGELES

Approving the Application for

CESAR CHAVEZ PARK
(aka SHELDON-ARLETA SPORTSFIELD)

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ANGELES APPROVING APPLICATION(S) FOR SPECIFIED GRANT FUNDS

WHEREAS, the State Department of Parks and Recreation has been delegated the responsibility by the Legislature of the State of California for the administration of a grant to the City of Los Angeles Department of Recreation and Parks, setting up necessary procedures governing application(s); and

WHEREAS, said procedures established by the State Department of Parks and Recreation require the applicant’s Governing Body to certify by resolution the approval of project application(s) before submission of said applications to the State; and

WHEREAS, the applicant will enter into a contract with the State of California to complete project(s);

NOW, THEREFORE, BE IT RESOLVED that the CITY COUNCIL OF THE CITY OF LOS ANGELES hereby:

1. Approves the filing of project application for specified grant project; and
2. Certifies that said applicant has or will have available, prior to commencement of project work utilizing specified grant funds, has sufficient funds, including those provided by this grant, to complete the project; and
3. Certifies that the applicant has or will provide sufficient funds to operate and maintain the project(s), and
4. Certifies that the applicant has reviewed, understands, and agrees to the General Provisions contained in the contract shown in this Procedural Guide; and
5. Delegates the authority to the Department of Recreation and Parks’ General Manager, Executive Officer, or Assistant General Manager to conduct all negotiations, sign and submit all documents, including, but not limited to applications, agreements, amendments, and payment requests, which may be necessary for the completion of the grant scope(s); and
6. Agrees to comply with all applicable federal, state and local laws, ordinances, rules, regulations and guidelines.

Approved and adopted the _______ day of __________________, 20_______.

The undersigned City Clerk of the Applicant here before named does hereby attest and certify that the forgoing is a true and full copy of a Resolution of the City Council of the City of Los Angeles adopted at a duly convened meeting on the date above-mentioned, which has not been altered, amended or repealed.

HOLLY L. WOLCOTT, City Clerk

By: ________________________________
RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ANGELES

Approving the Application for
MID VALLEY MULTIPURPOSE CENTER
(aka MID-VALLEY INTERGENERATIONAL CENTER)

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LOS ANGELES APPROVING APPLICATION(S) FOR SPECIFIED GRANT FUNDS

WHEREAS, the State Department of Parks and Recreation has been delegated the responsibility by the Legislature of the State of California for the administration of a grant to the City of Los Angeles Department of Recreation and Parks, setting up necessary procedures governing application(s); and

WHEREAS, said procedures established by the State Department of Parks and Recreation require the applicant's Governing Body to certify by resolution the approval of project application(s) before submission of said applications to the State; and

WHEREAS, the applicant will enter into a contract with the State of California to complete project(s);

NOW, THEREFORE, BE IT RESOLVED that the CITY COUNCIL OF THE CITY OF LOS ANGELES hereby:

1. Approves the filing of project application for specified grant project; and
2. Certifies that said applicant has or will have available, prior to commencement of project work utilizing specified grant funds, has sufficient funds, including those provided by this grant, to complete the project; and
3. Certifies that the applicant has or will provide sufficient funds to operate and maintain the project(s), and
4. Certifies that the applicant has reviewed, understands, and agrees to the General Provisions contained in the contract shown in this Procedural Guide; and
5. Delegates the authority to the Department of Recreation and Parks’ General Manager, Executive Officer, or Assistant General Manager to conduct all negotiations, sign and submit all documents, including, but not limited to applications, agreements, amendments, and payment requests, which may be necessary for the completion of the grant scope(s); and
6. Agrees to comply with all applicable federal, state and local laws, ordinances, rules, regulations and guidelines.

Approved and adopted the _____day of ______________, 20______.

The undersigned City Clerk of the Applicant here before named does hereby attest and certify that the forgoing is a true and full copy of a Resolution of the City Council of the City of Los Angeles adopted at a duly convened meeting on the date above-mentioned, which has not been altered, amended or repealed.

HOLLY L. WOLCOTT, City Clerk

By: ______________________________
October 31, 2018

Bill Jones
Grants Administration Manager
City of Los Angeles, Recreation & Parks
221 N. Figueroa Street
Suite 180
Los Angeles, CA 90012

Re: Project Name: Cesar Chavez Park Development
Program Name: General Fund
Specified Grants
Project Number: SG-19-055
Contract Number: C5051007

Dear Bill Jones:

Enclosed is a contract for the above-referenced project. Please sign and return it within 30 days. We will send you a copy after it is signed by the State. Please remember that your project must comply with all applicable state and federal laws and regulations including, but not limited to, legal requirements for construction contracts, building codes, health and safety codes, and the laws and codes pertaining to individuals with disabilities.

If you have any questions, please contact me at (916) 651-7739 or email me at Karen.Sims@parks.ca.gov.

Sincerely,

Karen Sims
Project Officer

Enclosure
State of California - Natural Resources Agency
Department of Parks and Recreation

GRANT CONTRACT
General Fund
Specified Grants

GRANTEE: City of Los Angeles

GRANT PERFORMANCE PERIOD is from July 01, 2018 through June 30, 2021

CONTRACT PERFORMANCE PERIOD is from July 01, 2018 through June 30, 2021

The GRANTEE agrees to the terms and conditions of this Contract, and the State of California, acting through its Director of Parks and Recreation, pursuant to the State of California, agrees to fund the total State grant amount indicated below. The GRANTEE agrees to complete the GRANT SCOPE(s) as defined in the GRANT SCOPE /Cost Estimate Form of the application(s) filed with the State of California.

Total State grant amount not to exceed $1,500,000.00

The General and Special Provisions attached are made a part of and incorporated into the Contract.

City of Los Angeles
GRANTEE

By
Typed or printed name of Authorized Representative

Signature of Authorized Representative

Address

Title General Manager, Executive Officer, Assistant GM

Date

CERTIFICATION OF FUNDING

<table>
<thead>
<tr>
<th>CONTRACT NO</th>
<th>AMENDMENT NO</th>
<th>CALSTARS VENDOR NO.</th>
<th>PROJECT NO.</th>
</tr>
</thead>
<tbody>
<tr>
<td>C5051007</td>
<td></td>
<td>0000011753</td>
<td></td>
</tr>
</tbody>
</table>

AMOUNT ENCUMBERED BY THIS DOCUMENT $1,500,000.00

FUND General Fund

PRIOR AMOUNT ENCUMBERED FOR THIS CONTRACT ITEM 3790-101-0001

CHAPTER 29

STATUTE 18

FISCAL YEAR 2018/19

TOTAL AMOUNT ENCUMBERED TO DATE $1,500,000.00

INDEX 1091

OBJ. EXPEND 702

ACTIVITY CODE 60044

PROJECT / WORK PHASE

T.B.A. NO. I hereby certify upon my personal knowledge that budgeted funds are available for this encumbrance.

B.R.. NO. ACCOUNTING OFFICER'S SIGNATURE

DATE.
I. RECITALS

This CONTRACT is entered into between the California Department of Parks and Recreation (hereinafter referred to as “GRANTOR,” “DEPARTMENT” or “STATE”) and City of Los Angeles (hereinafter referred to as “GRANTEE”).

The DEPARTMENT hereby grants to GRANTEE a sum (also referred to as “GRANT MONIES”) not to exceed $1,500,000, subject to the terms and conditions of this AGREEMENT and the 2018/19 California State Budget, Chapter 29, statutes of 2018, Item number – 3790-101-0001(1) (appropriation chapter and budget item number hereinafter referred to as “SPECIFIED GRANT”). These funds shall be used for completion of the GRANT SCOPE(S).

The Grant Performance Period is from July 01, 2018 to June 30, 2021.

II. GENERAL PROVISIONS

A. Definitions

As used in this CONTRACT, the following words shall have the following meanings:

1. The term “APPLICATION” means the individual project APPLICATION packet for a project pursuant to the enabling legislation and/or grant program PROCEDURAL GUIDE requirements.

2. The term “CONTRACT PERFORMANCE PERIOD” means the duration of time during which this CONTRACT is in effect.

3. The term “DEPARTMENT” or “STATE” means the California Department of Parks and Recreation.

4. The term “DEVELOPMENT” means capital improvements to real property by means of, but not limited to, construction, expansion, and/or renovation, of permanent or fixed features of the property.

5. The term “GRANTEE” means the party described as the GRANTEE in Section I of this AGREEMENT.

6. The term “GRANT PERFORMANCE PERIOD” means the period of time during which eligible costs may be incurred by the GRANTEE and paid for by the DEPARTMENT, as specified in the fully executed CONTRACT.

7. The term “GRANT PROJECT” means all real estate, leases, subleases, buildings, and other property acquired or developed with GRANT monies.
8. The term “GRANT SCOPE” means the items listed in the GRANT SCOPE/Cost Estimate Form found in each of the APPLICATIONS submitted pursuant to this grant.

9. The term “PROCEDURAL GUIDE” means the document identified as the “Procedural Guide for [Project Name] Specified Grant.” The PROCEDURAL GUIDE provides the procedures and policies controlling the administration of the grant.

B. Project Execution

1. Subject to the availability of GRANT MONIES, the STATE hereby grants to the GRANTEE a sum of money not to exceed the amount stated in Section I of this CONTRACT, in consideration of, and on condition that, the sum be expended in carrying out the purposes as set forth in the scope described in the enabling legislation and referenced in the APPLICATION, Section I of this CONTRACT, and under the terms and conditions set forth in this CONTRACT.

The GRANTEE shall assume any obligation to furnish any additional funds that may be necessary to complete the GRANT SCOPE(S).

During the CONTRACT PERFORMANCE PERIOD, the GRANTEE agrees to submit any proposed change or alteration from the original GRANT SCOPE(S) in writing to the STATE for prior approval. This applies to any and all proposed changes that will occur after STATE has approved the APPLICATION. Changes in the GRANT SCOPE(S) must first be approved in writing by the STATE.

2. The GRANTEE shall complete the GRANT SCOPE(S) in accordance with the time of the Performance Period set forth in Section I of this CONTRACT, and under the terms and conditions of this contract.

3. The GRANTEE shall comply with the California Environmental Quality Act (Public Resources Code, Section 21000, et seq., Title 14, California Code of Regulations, Section 15000 et seq.).

4. The GRANTEE shall comply with all applicable current laws and regulations affecting DEVELOPMENT projects, including, but not limited to, legal requirements for construction contracts, building codes, health and safety codes, and laws and codes pertaining to individuals with disabilities, including but not limited to the Americans With Disabilities Act of 1990 (42 U.S.C. §12101 et seq.) and the California Unruh Act (California Civil Code §51 et seq.)

C. Project Costs

1. GRANTEE agrees to abide by the PROCEDURAL GUIDE.

2. GRANTEE acknowledges that STATE may make reasonable changes to its procedures as set forth in the PROCEDURAL GUIDE. If STATE makes any changes to its procedures and guidelines, STATE agrees to notify GRANTEE within a reasonable time.
D. Project Administration

1. If GRANT MONIES are advanced for DEVELOPMENT projects, the advanced funds shall be placed in an interest bearing account until expended. Interest earned on the advanced funds shall be used on the project as approved by the STATE. If grant monies are advanced and not expended, the unused portion of the grant and any interest earned shall be returned to the STATE within 60 days after project completion or end of the GRANT PERFORMANCE PERIOD, whichever is earlier.

2. During the GRANT PERFORMANCE PERIOD, the GRANTEE shall submit written project status reports within 30 calendar days after the STATE has made a specific request. All such project status reports shall be signed and certified as complete and accurate by the authorized representative of the GRANTEE. In any event, the GRANTEE shall provide the STATE a report showing total final project expenditures within 60 days of project completion or the end of the GRANT PERFORMANCE PERIOD, whichever is earlier. The GRANT PERFORMANCE PERIOD is identified in Section I of this CONTRACT.

3. The GRANTEE shall make property or facilities acquired and/or developed pursuant to this contract available for inspection upon request by the STATE.

E. Project Termination

1. Project Termination refers to the non-completion of a GRANT SCOPE. Any grant funds that have not been expended by the GRANTEE shall revert to the STATE.

2. The GRANTEE may unilaterally rescind this contract at any time prior to the commencement of the project. The commencement of the project means the date of the letter notifying GRANTEE of the award or when the funds are appropriated, whichever is later. After project commencement, this contract may be rescinded, modified or amended only by mutual CONTRACT in writing between the GRANTEE and the STATE, unless the provisions of this contract provide that mutual CONTRACT is not required.

3. Failure by the GRANTEE to comply with the terms of the (a) PROCEDURAL GUIDE, (b) any legislation applicable to the ACT, (c) this CONTRACT or any other grant contracts, specified or general, that GRANTEE has entered into with STATE or any other department, agency, commission or other subdivision of California State government, may be cause for suspension of all obligations of the STATE unless the STATE determines that such failure was due to no fault of the GRANTEE. In such case, STATE may reimburse GRANTEE for eligible costs properly incurred in performance of this CONTRACT despite non-performance of the GRANTEE. To qualify for such reimbursement, GRANTEE agrees to mitigate its losses to the best of its ability.

4. Any breach of any term, provision, obligation or requirement of this CONTRACT by the GRANTEE shall be a default of this CONTRACT. In the case of any default by GRANTEE, STATE shall be entitled to all remedies available under law and equity,
including but not limited to: a) Specific Performance; b) Return of all GRANT MONIES; c) Payment to the STATE of the fair market value of the project property or the actual sales price, whichever is higher; and d) Payment to the STATE of the costs of enforcement of this CONTRACT, including but not limited to court and arbitration costs, fees, expenses of litigation, and reasonable attorney fees.

5. The GRANTEE and the STATE agree that if the GRANT SCOPE includes DEVELOPMENT, final payment may not be made until the work described in the GRANT SCOPE is complete and the GRANT PROJECT is open to the public.

F. Budget Contingency Clause

If funding for any fiscal year is reduced or deleted by the budget act for purposes of this program, the STATE shall have the option to either cancel this contract with no liability occurring to the STATE, or offer a contract amendment to GRANTEE to reflect the reduced grant amount. This Paragraph shall not require the mutual CONTRACT as addressed in Paragraph E, subsection 2, of this CONTRACT.

G. Hold Harmless

1. The GRANTEE shall waive all claims and recourse against the STATE including the right to contribution for loss or damage to persons or property arising from, growing out of or in any way connected with or incident to this CONTRACT except claims arising from the concurrent or sole negligence of the STATE, its officers, agents, and employees.

2. The GRANTEE shall indemnify, hold harmless and defend the STATE, its officers, agents and employees against any and all claims, demands, damages, costs, expenses or liability costs arising out of the ACQUISITION, DEVELOPMENT, construction, operation or maintenance of the property described as the project which claims, demands or causes of action arise under California Government Code Section 895.2 or otherwise except for liability arising out of the concurrent or sole negligence of the STATE, its officers, agents, or employees.

3. The GRANTEE agrees that in the event the STATE is named as codefendant under the provisions of California Government Code Section 895 et seq., the GRANTEE shall notify the STATE of such fact and shall represent the STATE in the legal action unless the STATE undertakes to represent itself as codefendant in such legal action in which event the GRANTEE agrees to pay the STATE’s litigation costs, expenses, and reasonable attorney fees.

4. The GRANTEE and the STATE agree that in the event of judgment entered against the STATE and the GRANTEE because of the concurrent negligence of the STATE and the GRANTEE, their officers, agents, or employees, an apportionment of liability to pay such judgment shall be made by a court of competent jurisdiction. Neither party shall request a jury apportionment.
5. The GRANTEE shall indemnify, hold harmless and defend the STATE, its officers, agents and employees against any and all claims, demands, costs, expenses or liability costs arising out of legal actions pursuant to items to which the GRANTEE has certified. The GRANTEE acknowledges that it is solely responsible for compliance with items to which it has certified.

H. Financial Records

1. The GRANTEE shall maintain satisfactory financial accounts, documents, including loan documents, and all other records for the project and shall make them available to the STATE for auditing at reasonable times. The GRANTEE also agrees to retain such financial accounts, documents and records for five years following project termination or final payment.

2. The GRANTEE shall keep such records as the STATE shall prescribe, including records which fully disclose (a) the disposition of the proceeds of STATE funding assistance, (b) the total cost of the project in connection with such assistance that is given or used, (c) the amount, source and nature of that portion of the project cost supplied by other sources, and (d) any other such records that will facilitate an effective audit.

3. The GRANTEE agrees that the STATE shall have the right to inspect and make copies of any books, records or reports pertaining to this contract or matters related thereto during regular office hours. The GRANTEE shall maintain and make available for inspection by the STATE accurate records of all of its costs, disbursements and receipts with respect to its activities under this contract, and shall provide copies of all such records to STATE in its certified status reports upon request by the STATE. Such accounts, documents, and records shall be retained by the GRANTEE for at least five years following final payment.

4. The GRANTEE shall use a generally accepted accounting system.
I. Use of Facilities

1. The GRANTEE agrees that the GRANTEE shall operate and maintain, and retain full control of the property acquired or developed with the GRANT MONIES, for the duration of the CONTRACT PERFORMANCE PERIOD.

2. The GRANTEE agrees that, during the CONTRACT PERFORMANCE PERIOD, the GRANTEE shall use the property acquired or developed with grant funds under this contract only for the purposes of this grant and no other use, sale, assignment, transfer, mortgage, or other disposition or change of the control or use of the property or of any interest in the property to one not consistent with the grant purpose shall be permitted except as authorized by the DEPARTMENT and the property shall be replaced with property of equivalent value and usefulness as determined by the STATE.

3. The property acquired or developed may be transferred or assigned to another entity only if the successor entity assumes the obligations imposed under this contract and only with the prior approval of STATE.

4. Any real Property (including any portion of it or any interest in it, including any leases) may not be used as security or collateral for any debt, loan or mitigation, without the prior written approval of the STATE, provided that such approval shall not be unreasonably withheld as long as the purposes for which the grant was awarded are maintained. Any such permission that is granted does not make STATE a guarantor or a surety for any debt, loan or mitigation, nor does it waive STATE’s rights to enforce performance under the CONTRACT.

5. All real property (including any portion or interest in it, including any leases), or rights thereto, acquired with GRANT MONIES shall be subject to an appropriate form of restrictive title, rights, or covenants approved by the STATE. If the project property is taken by use of eminent domain, GRANTEE shall reimburse STATE an amount at least equal to the amount of grant monies received from STATE or the pro-rated full market value of the real property, including improvements, at the time of sale, whichever is higher.

6. If eminent domain proceedings are initiated against GRANTEE, GRANTEE shall notify STATE within 10 days of receiving the complaint.

J. Nondiscrimination

1. The GRANTEE shall not discriminate against any person on the basis of sex, race, color, national origin, age, religion, ancestry, sexual orientation, or disability in the use of any property or facility developed pursuant to this contract.
2. The GRANTEE shall not discriminate against any person on the basis of residence except to the extent that reasonable differences in admission or other fees may be maintained on the basis of residence and pursuant to law.

3. All facilities shall be open to members of the public generally, except as noted under the special provisions of this project contract or under provisions of the enabling legislation and/or grant program.

K. Severability

If any provision of this CONTRACT or the application thereof is held invalid, that invalidity shall not affect other provisions or applications of the CONTRACT which can be given effect without the invalid provision or application, and to this end the provisions of this CONTRACT are severable.

L. Liability

1. STATE assumes no responsibility for assuring the safety or standards of construction, site improvements or programs related to the GRANT SCOPE. The STATE’S rights under this CONTRACT to review, inspect and approve the GRANT SCOPE and any final plans of implementation shall not give rise to any warranty or representation that the GRANT SCOPE and any plans or improvements are free from hazards or defects.

2. GRANTEE shall ensure that any contractor hired has adequate liability insurance, performance bond, or other security necessary to protect the GRANTEE interest and the STATE’s interest against poor workmanship, fraud, or other potential loss associated with the completion of the grant project.

M. Assignability

Without the written consent of the STATE, the GRANTEE’S interest in and control of any portion of the GRANT PROJECT and responsibilities under this CONTRACT shall not be assignable or transferable by the GRANTEE either in whole or in part.

N. Use of Grant Monies

GRANTEE shall not use any grant funds (including any portion thereof) for the purpose of making any leverage loan, pledge, promissory note or similar financial device or transaction, without: 1) the prior written approval of the STATE; and 2) any financial or legal interests created by any such leverage loan, pledge, promissory note or similar financial device or transaction in the project property shall be completely subordinated to this CONTRACT through a Subordination Agreement provided and approved by the STATE, signed by all parties involved in the transaction, and recorded in the County Records against the fee title of the project property.
O. **Section Headings**

The headings and captions of the various sections of this CONTRACT have been inserted only for the purpose of convenience and are not a part of this CONTRACT and shall not be deemed in any manner to modify, explain, or restrict any of the provisions of this CONTRACT.

P. **Waiver**

Any failure by a party to enforce its rights under this CONTRACT, in the event of a breach or default, shall *not* be construed as a waiver of said rights; and the waiver of any breach or default under this CONTRACT shall *not* be construed as a waiver of any subsequent breach.

_City of Los Angeles_

GRANTEE

By: ____________________________

Signature of Authorized Representative

Title: ____________________________

Date: ____________________________

STATE OF CALIFORNIA
DEPARTMENT OF PARKS AND RECREATION

By: ____________________________

Date: ____________________________
October 31, 2018

Bill Jones
Grants Administration Manager
City of Los Angeles, Recreation & Parks
221 N. Figueroa Street
Suite 180
Los Angeles, CA 90012

Re: Project Name: Mid Valley Multipurpose Center
Program Name: General Fund
Specified Grants
Project Number: SG-19-056
Contract Number: C5051010

Dear Bill Jones:

Enclosed is a contract for the above-referenced project. Please sign and return it within 30 days. We will send you a copy after it is signed by the State. Please remember that your project must comply with all applicable state and federal laws and regulations including, but not limited to, legal requirements for construction contracts, building codes, health and safety codes, and the laws and codes pertaining to individuals with disabilities.

If you have any questions, please contact me at (916) 651-7739 or email me at Karen.Sims@parks.ca.gov.

Sincerely,

Karen Sims
Project Officer

Enclosure
GRANTEE City of Los Angeles

GRANT PERFORMANCE PERIOD is from July 01, 2018 through June 30, 2021

CONTRACT PERFORMANCE PERIOD is from July 01, 2018 through June 30, 2021

The GRANTEE agrees to the terms and conditions of this Contract, and the State of California, acting through its Director of Parks and Recreation, pursuant to the State of California, agrees to fund the total State grant amount indicated below. The GRANTEE agrees to complete the GRANT SCOPE(s) as defined in the GRANT SCOPE /Cost Estimate Form of the application(s) filed with the State of California.

Total State grant amount not to exceed $300,000.00

The General and Special Provisions attached are made a part of and incorporated into the Contract.

City of Los Angeles
GRANTEE

By ____________________________
Typed or printed name of Authorized Representative

Address __________________________

Title General Manager, Executive Officer, Assistant GM

Date __________________________

CERTIFICATION OF FUNDING

<table>
<thead>
<tr>
<th>CONTRACT NO</th>
<th>AMENDMENT NO</th>
<th>CALSTARS VENDOR NO.</th>
<th>PROJECT NO.</th>
</tr>
</thead>
<tbody>
<tr>
<td>C5051010</td>
<td></td>
<td>0000011753</td>
<td></td>
</tr>
</tbody>
</table>

AMOUNT ENCUMBERED BY THIS DOCUMENT $300,000.00

FUND General Fund

PRIOR AMOUNT ENCUMBERED FOR THIS CONTRACT ITEM 3790-101-0001 CHAPTER 29 STATUTE 18 FISCAL YEAR 2018/19

TOTAL AMOUNT ENCUMBERED TO DATE $300,000.00 INDEX 1091 OBJ. EXPEND 702 ACTIVITY CODE 60044 PROJECT / WORK PHASE T.B.A. NO. I hereby certify upon my personal knowledge that budgeted funds are available for this encumbrance.

B.R. NO. ACCOUNTING OFFICER'S SIGNATURE DATE.
I. RECITALS

This CONTRACT is entered into between the California Department of Parks and Recreation (hereinafter referred to as "GRANTOR," "DEPARTMENT" or "STATE") and City of Los Angeles (hereinafter referred to as "GRANTEE").

The DEPARTMENT hereby grants to GRANTEE a sum (also referred to as "GRANT MONIES") not to exceed $300,000, subject to the terms and conditions of this AGREEMENT and the 2018/19 California State Budget, Chapter 29, statutes of 2018, Item number – 3790-101-0001(1) (appropriation chapter and budget item number hereinafter referred to as "SPECIFIED GRANT"). These funds shall be used for completion of the GRANT SCOPE(S).

The Grant Performance Period is from __July 01, 2018__ to __June 30, 2021__.

II. GENERAL PROVISIONS

A. Definitions

As used in this CONTRACT, the following words shall have the following meanings:

1. The term "APPLICATION" means the individual project APPLICATION packet for a project pursuant to the enabling legislation and/or grant program PROCEDURAL GUIDE requirements.

2. The term "CONTRACT PERFORMANCE PERIOD" means the duration of time during which this CONTRACT is in effect.

3. The term "DEPARTMENT" or "STATE" means the California Department of Parks and Recreation.

4. The term "DEVELOPMENT" means capital improvements to real property by means of, but not limited to, construction, expansion, and/or renovation, of permanent or fixed features of the property.

5. The term "GRANTEE" means the party described as the GRANTEE in Section I of this AGREEMENT.

6. The term "GRANT PERFORMANCE PERIOD" means the period of time during which eligible costs may be incurred by the GRANTEE and paid for by the DEPARTMENT, as specified in the fully executed CONTRACT.

7. The term "GRANT PROJECT" means all real estate, leases, subleases, buildings, and other property acquired or developed with GRANT monies.
8. The term "GRANT SCOPE" means the items listed in the GRANT SCOPE/Cost Estimate Form found in each of the APPLICATIONS submitted pursuant to this grant.

9. The term "PROCEDURAL GUIDE" means the document identified as the "Procedural Guide for [Project Name] Specified Grant." The PROCEDURAL GUIDE provides the procedures and policies controlling the administration of the grant.

B. Project Execution

1. Subject to the availability of GRANT MONIES, the STATE hereby grants to the GRANTEE a sum of money not to exceed the amount stated in Section I of this CONTRACT, in consideration of, and on condition that, the sum be expended in carrying out the purposes as set forth in the scope described in the enabling legislation and referenced in the APPLICATION, Section I of this CONTRACT, and under the terms and conditions set forth in this CONTRACT.

   The GRANTEE shall assume any obligation to furnish any additional funds that may be necessary to complete the GRANT SCOPE(S).

   During the CONTRACT PERFORMANCE PERIOD, the GRANTEE agrees to submit any proposed change or alteration from the original GRANT SCOPE(S) in writing to the STATE for prior approval. This applies to any and all proposed changes that will occur after STATE has approved the APPLICATION. Changes in the GRANT SCOPE(S) must first be approved in writing by the STATE.

2. The GRANTEE shall complete the GRANT SCOPE(S) in accordance with the time of the Performance Period set forth in Section I of this CONTRACT, and under the terms and conditions of this contract.

3. The GRANTEE shall comply with the California Environmental Quality Act (Public Resources Code, Section 21000, et seq., Title 14, California Code of Regulations, Section 15000 et seq.).

4. The GRANTEE shall comply with all applicable current laws and regulations affecting DEVELOPMENT projects, including, but not limited to, legal requirements for construction contracts, building codes, health and safety codes, and laws and codes pertaining to individuals with disabilities, including but not limited to the Americans With Disabilities Act of 1990 (42 U.S.C. §12101 et seq.) and the California Unruh Act (California Civil Code §51 et seq.)

C. Project Costs

1. GRANTEE agrees to abide by the PROCEDURAL GUIDE.

2. GRANTEE acknowledges that STATE may make reasonable changes to its procedures as set forth in the PROCEDURAL GUIDE. If STATE makes any changes to its procedures and guidelines, STATE agrees to notify GRANTEE within a reasonable time.
D. Project Administration

1. If GRANT MONIES are advanced for DEVELOPMENT projects, the advanced funds shall be placed in an interest bearing account until expended. Interest earned on the advanced funds shall be used on the project as approved by the STATE. If grant monies are advanced and not expended, the unused portion of the grant and any interest earned shall be returned to the STATE within 60 days after project completion or end of the GRANT PERFORMANCE PERIOD, whichever is earlier.

2. During the GRANT PERFORMANCE PERIOD, the GRANTEE shall submit written project status reports within 30 calendar days after the STATE has made a specific request. All such project status reports shall be signed and certified as complete and accurate by the authorized representative of the GRANTEE. In any event, the GRANTEE shall provide the STATE a report showing total final project expenditures within 60 days of project completion or the end of the GRANT PERFORMANCE PERIOD, whichever is earlier. The GRANT PERFORMANCE PERIOD is identified in Section I of this CONTRACT.

3. The GRANTEE shall make property or facilities acquired and/or developed pursuant to this contract available for inspection upon request by the STATE.

E. Project Termination

1. Project Termination refers to the non-completion of a GRANT SCOPE. Any grant funds that have not been expended by the GRANTEE shall revert to the STATE.

2. The GRANTEE may unilaterally rescind this contract at any time prior to the commencement of the project. The commencement of the project means the date of the letter notifying GRANTEE of the award or when the funds are appropriated, whichever is later. After project commencement, this contract may be rescinded, modified or amended only by mutual CONTRACT in writing between the GRANTEE and the STATE, unless the provisions of this contract provide that mutual CONTRACT is not required.

3. Failure by the GRANTEE to comply with the terms of the (a) PROCEDURAL GUIDE, (b) any legislation applicable to the ACT, (c) this CONTRACT or any other grant contracts, specified or general, that GRANTEE has entered into with STATE or any other department, agency, commission or other subdivision of California State government, may be cause for suspension of all obligations of the STATE unless the STATE determines that such failure was due to no fault of the GRANTEE. In such case, STATE may reimburse GRANTEE for eligible costs properly incurred in performance of this CONTRACT despite non-performance of the GRANTEE. To qualify for such reimbursement, GRANTEE agrees to mitigate its losses to the best of its ability.

4. Any breach of any term, provision, obligation or requirement of this CONTRACT by the GRANTEE shall be a default of this CONTRACT. In the case of any default by GRANTEE, STATE shall be entitled to all remedies available under law and equity,
including but not limited to: a) Specific Performance; b) Return of all GRANT MONIES; c) Payment to the STATE of the fair market value of the project property or the actual sales price, whichever is higher; and d) Payment to the STATE of the costs of enforcement of this CONTRACT, including but not limited to court and arbitration costs, fees, expenses of litigation, and reasonable attorney fees.

5. The GRANTEE and the STATE agree that if the GRANT SCOPE includes DEVELOPMENT, final payment may not be made until the work described in the GRANT SCOPE is complete and the GRANT PROJECT is open to the public.

F. Budget Contingency Clause

If funding for any fiscal year is reduced or deleted by the budget act for purposes of this program, the STATE shall have the option to either cancel this contract with no liability occurring to the STATE, or offer a contract amendment to GRANTEE to reflect the reduced grant amount. This Paragraph shall not require the mutual CONTRACT as addressed in Paragraph E, subsection 2, of this CONTRACT.

G. Hold Harmless

1. The GRANTEE shall waive all claims and recourse against the STATE including the right to contribution for loss or damage to persons or property arising from, growing out of or in any way connected with or incident to this CONTRACT except claims arising from the concurrent or sole negligence of the STATE, its officers, agents, and employees.

2. The GRANTEE shall indemnify, hold harmless and defend the STATE, its officers, agents and employees against any and all claims, demands, damages, costs, expenses or liability costs arising out of the ACQUISITION, DEVELOPMENT, construction, operation or maintenance of the property described as the project which claims, demands or causes of action arise under California Government Code Section 895.2 or otherwise except for liability arising out of the concurrent or sole negligence of the STATE, its officers, agents, or employees.

3. The GRANTEE agrees that in the event the STATE is named as codefendant under the provisions of California Government Code Section 895 et seq., the GRANTEE shall notify the STATE of such fact and shall represent the STATE in the legal action unless the STATE undertakes to represent itself as codefendant in such legal action in which event the GRANTEE agrees to pay the STATE’s litigation costs, expenses, and reasonable attorney fees.

4. The GRANTEE and the STATE agree that in the event of judgment entered against the STATE and the GRANTEE because of the concurrent negligence of the STATE and the GRANTEE, their officers, agents, or employees, an apportionment of liability to pay such judgment shall be made by a court of competent jurisdiction. Neither party shall request a jury apportionment.
5. The GRANTEE shall indemnify, hold harmless and defend the STATE, its officers, agents and employees against any and all claims, demands, costs, expenses or liability costs arising out of legal actions pursuant to items to which the GRANTEE has certified. The GRANTEE acknowledges that it is solely responsible for compliance with items to which it has certified.

H. Financial Records

1. The GRANTEE shall maintain satisfactory financial accounts, documents, including loan documents, and all other records for the project and shall make them available to the STATE for auditing at reasonable times. The GRANTEE also agrees to retain such financial accounts, documents and records for five years following project termination or final payment.

2. The GRANTEE shall keep such records as the STATE shall prescribe, including records which fully disclose (a) the disposition of the proceeds of STATE funding assistance, (b) the total cost of the project in connection with such assistance that is given or used, (c) the amount, source and nature of that portion of the project cost supplied by other sources, and (d) any other such records that will facilitate an effective audit.

3. The GRANTEE agrees that the STATE shall have the right to inspect and make copies of any books, records or reports pertaining to this contract or matters related thereto during regular office hours. The GRANTEE shall maintain and make available for inspection by the STATE accurate records of all of its costs, disbursements and receipts with respect to its activities under this contract, and shall provide copies of all such records to STATE in its certified status reports upon request by the STATE. Such accounts, documents, and records shall be retained by the GRANTEE for at least five years following final payment.

4. The GRANTEE shall use a generally accepted accounting system.
I. Use of Facilities

1. The GRANTEE agrees that the GRANTEE shall operate and maintain, and retain full control of the property acquired or developed with the GRANT MONIES, for the duration of the CONTRACT PERFORMANCE PERIOD.

2. The GRANTEE agrees that, during the CONTRACT PERFORMANCE PERIOD, the GRANTEE shall use the property acquired or developed with grant funds under this contract only for the purposes of this grant and no other use, sale, assignment, transfer, mortgage, or other disposition or change of the control or use of the property or of any interest in the property to one not consistent with the grant purpose shall be permitted except as authorized by the DEPARTMENT and the property shall be replaced with property of equivalent value and usefulness as determined by the STATE.

3. The property acquired or developed may be transferred or assigned to another entity only if the successor entity assumes the obligations imposed under this contract and only with the prior approval of STATE.

4. Any real Property (including any portion of it or any interest in it, including any leases) may not be used as security or collateral for any debt, loan or mitigation, without the prior written approval of the STATE, provided that such approval shall not be unreasonably withheld as long as the purposes for which the grant was awarded are maintained. Any such permission that is granted does not make STATE a guarantor or a surety for any debt, loan or mitigation, nor does it waive STATE’s rights to enforce performance under the CONTRACT.

5. All real property (including any portion or interest in it, including any leases), or rights thereto, acquired with GRANT MONIES shall be subject to an appropriate form of restrictive title, rights, or covenants approved by the STATE. If the project property is taken by use of eminent domain, GRANTEE shall reimburse STATE an amount at least equal to the amount of grant monies received from STATE or the pro-rated full market value of the real property, including improvements, at the time of sale, whichever is higher.

6. If eminent domain proceedings are initiated against GRANTEE, GRANTEE shall notify STATE within 10 days of receiving the complaint.

J. Nondiscrimination

1. The GRANTEE shall not discriminate against any person on the basis of sex, race, color, national origin, age, religion, ancestry, sexual orientation, or disability in the use of any property or facility developed pursuant to this contract.
2. The GRANTEE shall not discriminate against any person on the basis of residence except to the extent that reasonable differences in admission or other fees may be maintained on the basis of residence and pursuant to law.

3. All facilities shall be open to members of the public generally, except as noted under the special provisions of this project contract or under provisions of the enabling legislation and/or grant program.

K. Severability

If any provision of this CONTRACT or the application thereof is held invalid, that invalidity shall not affect other provisions or applications of the CONTRACT which can be given effect without the invalid provision or application, and to this end the provisions of this CONTRACT are severable.

L. Liability

1. STATE assumes no responsibility for assuring the safety or standards of construction, site improvements or programs related to the GRANT SCOPE. The STATE'S rights under this CONTRACT to review, inspect and approve the GRANT SCOPE and any final plans of implementation shall not give rise to any warranty or representation that the GRANT SCOPE and any plans or improvements are free from hazards or defects.

2. GRANTEE shall ensure that any contractor hired has adequate liability insurance, performance bond, or other security necessary to protect the GRANTEE interest and the STATE's interest against poor workmanship, fraud, or other potential loss associated with the completion of the grant project.

M. Assignability

Without the written consent of the STATE, the GRANTEE'S interest in and control of any portion of the GRANT PROJECT and responsibilities under this CONTRACT shall not be assignable or transferable by the GRANTEE either in whole or in part.

N. Use of Grant Monies

GRANTEE shall not use any grant funds (including any portion thereof) for the purpose of making any leverage loan, pledge, promissory note or similar financial device or transaction, without: 1) the prior written approval of the STATE; and 2) any financial or legal interests created by any such leverage loan, pledge, promissory note or similar financial device or transaction in the project property shall be completely subordinated to this CONTRACT through a Subordination Agreement provided and approved by the STATE, signed by all parties involved in the transaction, and recorded in the County Records against the fee title of the project property.
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City of Los Angeles
GRANTEE

By: ____________________________
Signature of Authorized Representative

Title: __________________________

Date: __________________________

STATE OF CALIFORNIA
DEPARTMENT OF PARKS AND RECREATION

By: ____________________________

Date: __________________________