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March 1, 2012

TO: Supervisor Zev Yaroslavsky, Chairman
Supervisor Gloria Molina
Supervisor Mark Ridley-Thomas
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: Wendy L. Watanabe
Auditor-Controller

SUBJECT: **PROPOSITION A CONTRACT REVIEW – DEPARTMENT OF BEACHES AND HARBORS PARKING LOT MANAGEMENT SERVICES (Board Agenda 3/6/2012, Item 26)**

Item 26 on your Board's Agenda for March 6, 2012 is a request from the Department of Beaches and Harbors (DBH) to approve a Proposition A contract with Modern Parking, Inc., for parking lot management services.

We have reviewed and approved the Proposition A cost analysis prepared by DBH, which indicates that the contract is cost effective. The estimated cost savings are based on projected hours of service to be provided by Modern Parking, Inc. Because the actual hours of service may be more, or less, than projected, the actual savings may vary. The contract does not include a Cost of Living Adjustment (COLA) for the first three years, and COLAs after the first three years are limited in accordance with Board policy. Lastly, the contractor is exempt from County's Living Wage Ordinance because its collective bargaining agreement expressly provides that it supersedes the County's Living Wage Program.

Please call me if you have any questions, or your staff may contact Robert Campbell at (213) 253-0101.

WLW:JLS:RGC:TK

c: William T Fujioka, Chief Executive Officer
Santos H. Kreimann, Director, Department of Beaches and Harbors
Sachi A. Hamai, Executive Officer
Public Information Office
Audit Committee