COMMUNITY DEVELOPMENT COMMISSION
of the County of Los Angeles
2 Coral Circle • Monterey Park, CA 91755
323.890.7001 • TTY: 323.838.7449 • www.lacdc.org

Gloria Molina
Yvonne Brathwaite Burke
Zev Yaroslavsky
Don Knabe
Michael D. Antonovich
Commissioners

Carlos Jackson
Executive Director

February 6, 2007

Honorable Board of Commissioners
Community Development Commission
of the County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Commissioners:

APPROVE EXCHANGE OF CDBG FUNDS BETWEEN THE CITIES OF TEMPLE CITY AND SAN FERNANDO (3,5)
(3 Vote)

IT IS RECOMMENDED THAT YOUR BOARD:

1. Find that approval of the exchange of CDBG funds between the Cities of San Fernando and Temple City is not subject to the provisions of the California Environmental Quality Act (CEQA), as described herein, because the activities are not defined as a project under CEQA.

2. Approve Amendment No. 4 to CDBG Reimbursable Contract No. 70745 between the County of Los Angeles and the City of San Fernando, presented in substantially final form, to add $320,000 in CDBG funds from the City of Temple City in exchange for $169,600 in general tax revenues, pursuant to an agreement between the two cities, thereby increasing the amount of CDBG funds allocated to the City of San Fernando from $1,219,307 to $1,539,307.

3. Approve Amendment No. 2 to CDBG Reimbursable Contract No. 70753 between the County of Los Angeles and the City of Temple City, presented in substantially final form, to remove $320,000 in CDBG funds in exchange for $169,600 in general tax revenues from the City of San Fernando, pursuant to an agreement between the two cities, thereby reducing the amount of CDBG funds allocated to the City of Temple City from $602,289 to $282,289.

4. Authorize the Executive Director of the Community Development Commission to execute on behalf of the County of Los Angeles the contract amendments, attached hereto in substantially final form, to be effective through June 30, 2008, following approval as to form by County Counsel and execution by all parties.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION:

The City of Temple City has executed an agreement with the City of San Fernando to grant CDBG funds in exchange for general tax revenue funds. The proposed amendments will effectuate the transfer of these funds.

FISCAL IMPACT/FINANCING:

There is no impact on the County general fund. The City of Temple City has agreed to transfer $320,000 in previously allocated CDBG funds to the City of San Fernando in exchange for $169,600 in general tax revenues. The current contract amount for the Reimbursable Contract with City of Temple City is $602,289. The proposed amendment will reduce the contract amount to $282,289.

The City of San Fernando has agreed to accept $320,000 in CDBG funds from the City of Temple City. The current contract amount for the Reimbursable Contract with the City of San Fernando is $1,219,307. The proposed amendment will incorporate the new funds, thereby increasing the contract amount to $1,539,307.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS:

The City of Temple City has agreed to transfer a total of $320,000, in CDBG funds from previous fiscal years, to the City of San Fernando, in exchange for $169,600 in general tax revenues.

The City of San Fernando will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons, while the City of Temple City will use the general tax revenues for city operations.

The contract amendments, attached hereto in substantially final form, will be used for the proposed transfer of funds. The amendments will be effective following approval as to form by County Counsel and execution by all parties.

ENVIRONMENTAL DOCUMENTATION:

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT PROGRAM:

The proposed contract amendments will enable the City of San Fernando to increase the amount of CDBG funds available to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons, and the City of Temple City to use general tax funds for city operations.

Respectfully submitted,

Bobbette A. Glover

for CARLOS JACKSON
Executive Director

Attachment: 2

COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER ___4_____

CITY: SAN FERNANDO

CONTRACT NUMBER: 70745

THIS AMENDMENT NO. 4 TO CONTRACT 70745 is made this_____ day of _____, 2007, by and between the County of Los Angeles, hereinafter called the "County," and the City of San Fernando, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70745, dated July 1, 2006, and amended April 3, 2007, July 1, 2007 and November 1, 2007;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of $320,000 in CDBG funds from the City of Temple City so that the City of Temple City may gain additional funds for its general city operations and the Operating Agency may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70745 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended as follows: to show a revised compensation amount of one million five hundred thirty-nine thousand three hundred seven dollars **($1,539,307)**. This is an increase of three hundred twenty thousand dollars (**$320,000**) to the contract amount to reflect an exchange of $320,000 in CDBG funds from the City of Temple City for $169,600 in general tax revenue funds of the Operating Agency, so that the City of Temple City may gain additional funds for its general city operations, and the Operating Agency may better implement its CDBG-eligible projects.

2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

CITY OF SAN FERNANDO

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.
County Counsel

BY: _____
Deputy

APPROVED AS TO PROGRAM:

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Director, CDBG

COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER ___2_____

CITY: TEMPLE CITY

CONTRACT NUMBER: 70753

THIS AMENDMENT NO. 2 TO CONTRACT 70716 is made this_____ day of _____, 2007, by and between the County of Los Angeles, hereinafter called the "County," and the City of Temple City , hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program Reimbursable Contract, Contract Number 70753, dated July 1, 2006, and amended July 1, 2007;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of $320,000 in CDBG funds with the City of San Fernando for $169,600 in general tax revenue funds of the City of San Fernando so that the Operating Agency may gain additional funds for its general city operations and the City of San Fernando may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that said Contract Number 70753 be amended as follows:

1. **COMPENSATION AND METHOD OF PAYMENT** has been amended to show a revised compensation amount of two hundred eighty-two thousand two hundred eighty-nine dollars (**$282,289**). This is a decrease of three hundred twenty thousand dollars (**$320,000**) to the contract amount.

2. All other terms and conditions of said Contract shall remain in full force and effect.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month and year first above written.

COUNTY OF LOS ANGELES

BY: _____
CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

CITY OF TEMPLE CITY

BY: _____

TITLE: _____

ATTEST: _____

CITY CLERK: _____

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.
County Counsel

BY: _____
Deputy

APPROVED AS TO PROGRAM:

CARLOS JACKSON, Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Director, CDBG