



MARK PESTRELLA, Director

## COUNTY OF LOS ANGELES DEPARTMENT OF PUBLIC WORKS

*"To Enrich Lives Through Effective and Caring Service"*

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IN REPLY PLEASE  
REFER TO FILE

## ADOPTED

BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES

February 10, 2026

36 February 10, 2026

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

EDWARD YEN  
EXECUTIVE OFFICER

Dear Supervisors:

**CONSTRUCTION CONTRACT  
CONSTRUCTION MANAGEMENT CORE SERVICE AREA  
LOS ANGELES GENERAL MEDICAL CENTER  
UNITED STATES PHARMACOPEIA 800 PHARMACY UPGRADE  
APPROVE REVISED PROJECT BUDGET AND  
RELATED APPROPRIATION ADJUSTMENT  
CAPITAL PROJECT NO. 87441  
FISCAL YEAR 2025-26  
(SUPERVISORIAL DISTRICT 1)  
(4-VOTES)**

### **SUBJECT**

Public Works is seeking Board approval of the revised project budget and related appropriation adjustment for the Los Angeles General Medical Center United States Pharmacopeia 800 Pharmacy Upgrade project.

### **IT IS RECOMMENDED THAT THE BOARD:**

1. Find that the proposed Los Angeles General Medical Center United States Pharmacopeia 800 Pharmacy Upgrade project is within the scope of the Board's previous finding of exemption from the provisions of the California Environmental Quality Act.
2. Approve the revised project budget of \$3,626,000, an increase of \$1,960,000 from the previous Board-approved amount of \$1,666,000, for the Los Angeles General Medical Center United States Pharmacopeia 800 Pharmacy Upgrade project, Capital Project No. 87441.

3. Approve the Fiscal Year 2025-26 appropriation adjustment to allocate \$2,098,000 from the Department of Health Services' Enterprise Fund-Committed for Los Angeles General Medical Center to fully fund the projected Fiscal Year 2025-26 expenditures for the Los Angeles General Medical Center United States Pharmacopeia 800 Pharmacy Upgrade project, Capital Project No. 87441 for the proposed project.

### **PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

The purpose of the recommended actions is to find the Los Angeles (LA) General Medical Center United States Pharmacopeia (USP) 800 Pharmacy Upgrade project is within the scope of the Board's previous exemption from the California Environmental Quality Act (CEQA); and approve the revised project budget and related appropriation adjustment for the LA General Medical Center USP 800 Pharmacy Upgrade project.

#### **Background**

In February 2016, the California State Board of Pharmacy revised its regulations mandating the healthcare facilities with personnel handling hazardous drugs, including the receipt, storage, compounding, dispensing, administration, and disposal of sterile and nonsterile products to comply with the compounding standards in USP 800.

On November 13, 2018, the Board established and approved the LA General Medical Center USP 800 Pharmacy Upgrade project, project budget, and related appropriation adjustment; and authorized Public Works to deliver the project using a Board-approved Job Order Contract (JOC).

The previously approved project includes remodeling the sterile compounding areas of the existing inpatient and outpatient pharmacy, such as the chemotherapy preparation and intravenous rooms, adjacent sterile compounding areas, and related spaces to meet the USP 800 requirements. The remodeling work consists of replacement of epoxy painted walls, automatic doors, lighting, and eye wash stations; installation of new sheet vinyl flooring, acoustical ceiling tiles, humidity and pressure regulating systems, and pass-through cabinets; and upgrades to electrical power, data outlets, and Class II Type A2 biological safety cabinets. Accessibility upgrades to meet the Americans with Disabilities Act and Department of Health Care Access and Information requirements are also included.

To ensure uninterrupted compounding service during construction, on February 6, 2018, the Board approved the acquisition of a mobile sterile compounding pharmacy unit and associated site preparation work to accommodate the mobile unit. Health Services acquired the mobile sterile compounding pharmacy unit and the site preparation work was completed in 2022 through the previously approved JOC.

Since the original project approval, the project experienced delays and cost impacts. The initial project estimate did not account for the long-lead time needed to license and operate the mobile pharmacy trailer. This delay, coupled with changes to the USP 800 requirements and COVID-19 impacts, required a redesign. The changes in scope include modifications to the air balancing system, installation of new hard lid ceilings, new sheet vinyl flooring, and associated electrical and data work to meet new code requirements.

If approved, the construction of the project is anticipated to begin in March 2026 and is estimated to be substantially completed in February 2027.

### **Implementation of Strategic Plan Goals**

These recommendations support the County Strategic Plan: North Star 1, Make Investments that Transform Lives, Focus Area Goal A, Healthy Individuals and Families, Strategy ii, Improve Health Outcomes, by promoting comprehensive and inclusive care through investments in public healthcare infrastructure that enhance the quality and delivery of healthcare services to Los Angeles County residents; North Star 2, Foster Vibrant and Resilient Communities, Focus Area Goal A, Public Health, Strategy i, Population Based Health, which focuses on our County health systems to improve health outcomes of individuals and communities with an emphasis on providing quality, accessible, and culturally responsive services; North Star 3, Realize Tomorrow's Government Today, Focus Area Goal G, Internal Controls and Processes, Strategy ii, Manage and Maximize County Assets, by maximizing the use of strategic investment and space management in ways that are fiscally responsible and align with the County's highest priority needs. These recommendations provide improved access to services for the community that will, in turn, benefit the common good by providing competent care, which will support the overall well-being of the residents of Los Angeles County.

### **FISCAL IMPACT/FINANCING**

The revised budget for the LA General Medical Center USP 800 Pharmacy Upgrade project, Capital Project No. 87441, is \$3,626,000, an increase of \$1,960,000 from the previously approved projected budget of \$1,666,000. This cost includes plans and specifications, plan check, construction, consultant services, Civic Arts fees, miscellaneous expenditures, and County services. The project schedule and budget summary is included in Enclosure A.

Of the \$3,626,000 project budget, Health Services paid \$108,000 for preliminary fees through its operating budget and \$397,000 was paid through the capital project. The projected Fiscal Year (FY) 2025-26 expenditures are \$2,902,000, of which \$804,000 has been included in the FY 2025-26 Final Budget, therefore \$2,098,000 is needed to cover the total expenditures. Board approval of the FY 2025-26 appropriation adjustment (Enclosure B) will allocate \$2,098,000 from the Health Services Enterprise Fund-Committed for LA General Medical Center to fully fund the estimated FY 2025-26 expenditures for the LA General Medical Center USP 800 Pharmacy Upgrade project, Capital Project No. 87441. Health Services will provide funding in future budget phases, as needed, to fully fund the remaining project budget.

There is no net County cost impact associated with the recommended actions.

#### **Operating Budget Impact**

Following completion of the project, Health Services will request and fund the annual ongoing maintenance and operational costs with departmental resources in future budget phases as needed.

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

In accordance with the Board's Civic Art Policy amended on August 4, 2020, the project budget includes 1 percent of the eligible design and construction costs allocated to the Civic Art Fund. If approved, this budget increase will increase the eligible Civic Art allocation from \$11,000 to \$20,000.

In accordance with Board Policy 5.270, Countywide Local and Targeted Worker Hiring, the projects will require that at least 30 percent of the total California construction labor hours be performed by

Local Residents and at least 10 percent be performed by Targeted Workers facing employment barriers.

### Green Building/Sustainable Design Program

The proposed project will support the Board's policy for Green Building/Sustainable Design Program policy by minimizing the amount of demolition materials disposed of in landfills during construction and incorporating energy efficient equipment.

### **ENVIRONMENTAL DOCUMENTATION**

On November 13, 2018, the Board approved the project and determined that it was exempt from CEQA. The revised project scope is within the scope of the Board's previous finding of exemption from the provisions of CEQA, which included categorical exemption Sections 15301 (a), (d), and (l); and 15302 (c) of the CEQA Guidelines and Classes 1 (c), (d), and (l); and 2 (e) of the County's Environmental Document Reporting Procedures and Guidelines, Appendix G.

Upon the Board's approval of the recommended actions, Public Works will file a Notice of Exemption with the Registrar-Recorder/County Clerk and with the State Clearinghouse at the Office of Land Use and Climate Innovation in accordance with Section 21152 of the California Public Resources Code and will post the notice to its website in accordance with Section 21092.2.

### **CONTRACTING PROCESS**

Public Works completed the design of the project using a Board-approved, on-call architectural/engineering firm and is recommending the use of a Board-approved JOC to complete the construction of the project.

The project scope of work includes remodeling and alteration work, and Public Works has determined that the use of a JOC is the most appropriate contracting method to deliver the project.

### **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

Public Works will work with Health Services to minimize construction impacts and disruptions at the facilities. All adjacent campus services are anticipated to remain operational during construction.

**CONCLUSION**

Please return one adopted copy of this Board letter to Public Works, Project Management Division I.

Respectfully submitted,



MARK PESTRELLA, PE  
Director

MP:GT:cg

Enclosures

c: Arts and Culture (Civic Art Division)  
Auditor-Controller  
Chief Executive Office (Capital Programs  
Division)  
County Counsel  
Executive Office, Board of Supervisors  
Health Services (Capital Projects Division)

**CONSTRUCTION CONTRACT  
CONSTRUCTION MANAGEMENT CORE SERVICE AREA  
LOS ANGELES GENERAL MEDICAL CENTER  
UNITED STATES PHARMACOPEIA 800 PHARMACY UPGRADE  
APPROVE REVISED PROJECT BUDGET AND  
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CAPITAL PROJECT NO. 87441  
FISCAL YEAR 2025-26  
(SUPERVISORIAL DISTRICT 1)  
(4-VOTES)**

**I. PROJECT SCHEDULE SUMMARY**

<b>Project Activity</b>	<b>Scheduled Completion Date</b>
Project Design Documents	November 2025*
Jurisdictional Approvals	January 2026
Construction Start	March 2026
Substantial Completion	February 2027
Final Acceptance	May 2027

\*Completed Activity

**II. PROJECT BUDGET SUMMARY**

<b>Project Activity</b>	<b>Board-Approved Budget</b>	<b>Impact of This Action</b>	<b>Revised Budget</b>
Job Order Contract (Construction)	\$1,033,500	\$ 482,000	\$1,515,000
Job Order Contract Fees	\$ 18,000	\$ 12,000	\$ 30,000
Change Orders	\$ 195,700	\$ 252,000	\$ 448,000
Construction Subtotal	\$1,247,200	\$ 746,000	\$1,993,000
Civic Art	\$ 11,000	\$ 10,000	\$ 21,000
Plans and Specification	\$ 87,414	\$ 457,000	\$ 544,000
Consultant Services	\$ 43,250	\$ 20,000	\$ 64,000
Miscellaneous Expenditure	\$ 16,500	\$ 13,000	\$ 29,000
Jurisdictional Review, Plan Check, and Permit	\$ 54,012	(\$ 10,000)	\$ 44,000
County Services	\$ 206,624	\$ 724,000	\$ 931,000
<b>TOTAL PROJECT COST</b>	<b>\$1,666,000</b>	<b>\$1,960,000</b>	<b>\$3,626,000</b>

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BA FORM 10142022

BOARD OF SUPERVISORS  
OFFICIAL COPY

January 20, 2026

COUNTY OF LOS ANGELES

## REQUEST FOR APPROPRIATION ADJUSTMENT

DEPARTMENT OF HEALTH SERVICES

**AUDITOR-CONTROLLER:**

THE FOLLOWING APPROPRIATION ADJUSTMENT IS DEEMED NECESSARY BY THIS DEPARTMENT. PLEASE CONFIRM THE ACCOUNTING ENTRIES AND AVAILABLE BALANCES AND FORWARD TO THE CHIEF EXECUTIVE OFFICER FOR HER RECOMMENDATION OR ACTION.

**ADJUSTMENT REQUESTED AND REASONS THEREFORE**

FY 2025-26

4 - VOTES

SOURCES	USES
DHS ENTERPRISE FUND MN2-301G COMMITTED FOR LOS ANGELES GENERAL MEDICAL CENTER <b>DECREASE OBLIGATED FUND BALANCE</b>	DHS ENTERPRISE FUND MN2-HS-6100-60070 OTHER FINANCING USES <b>INCREASE APPROPRIATION</b>
<b>2,098,000</b>	<b>2,098,000</b>
LOS ANGELES GENERAL MEDICAL CENTER ENTERPRISE FUND MN4-HG-96-9911-60010 OPERATING TRANSFERS IN <b>INCREASE REVENUE</b>	LOS ANGELES GENERAL MEDICAL CENTER ENTERPRISE FUND MN4-HG-96-9912-60010 OPERATING SUBSIDY - GENERAL FUND <b>DECREASE REVENUE</b>
<b>2,098,000</b>	<b>2,098,000</b>
ENT SUB - LOS ANGELES GENERAL MEDICAL CENTER A01-AC-6100-21200-21224 OTHER FINANCING USES <b>DECREASE APPROPRIATION</b>	LOS ANGELES GENERAL MEDICAL CENTER LA GENERAL MEDICAL CENTER USP 800 PHARMACY UPGRADE A01-CP-6014-64010-87441 CAPITAL ASSETS - B & I <b>INCREASE APPROPRIATION</b>
<b>2,098,000</b>	<b>2,098,000</b>
<b>SOURCES TOTAL</b>	<b>USES TOTAL</b>
<b>\$ 6,294,000</b>	<b>\$ 6,294,000</b>

**JUSTIFICATION**

This budget adjustment of \$2,098,000 is necessary to fund Capital Project No. 87441, Los Angeles General Medical Center United States Pharmacopeia (USP) 800 Pharmacy Upgrade Project, using DHS Enterprise Fund-Committed for LA General Medical Center obligated fund balance for anticipated expenditures in FY 2025-26.

## ADOPTED

BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES

JEAN LO

Digitally signed by JEAN LO  
Date: 2025.11.19 19:28:03  
-08'00'

AUTHORIZED SIGNATURE

JEAN LO, CHIEF, CONTROLLER'S DIVISION

BOARD OF SUPERVISOR'S APPROVAL (AS REQUESTED/REVISED)

36 February 10, 2026

*Edward Yen*  
EDWARD YEN  
EXECUTIVE OFFICER

REFERRED TO THE CHIEF  
EXECUTIVE OFFICER FOR---

ACTION



APPROVED AS REQUESTED

RECOMMENDATION



APPROVED AS REVISED

AUDITOR-CONTROLLER

BY **Lan Sam** Digitally signed by Lan Sam  
Date: 2025.11.20 08:14:22 -08'00'

CHIEF EXECUTIVE OFFICER

B.A. NO. 063

DATE 11/20/25

BY **Amir Alam** Digitally signed by  
Amir Alam  
Date: 2025.11.20 10:27:01 -08'00'

DATE 11/20/25