



# CITY OF LONG BEACH

AS SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LONG BEACH

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September 18, 2012

## SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LONG BEACH

City of Long Beach  
California

### RECOMMENDATION:

Approve and authorize the City Manager to execute an amendment to the Design/Build Contract with ValleyCrest Landscape Development, Inc., for improvements on The Promenade North Block and Harvey Milk Promenade Park for an additional amount not to exceed \$218,750, for a total contract amount of \$8,740,975; extend the term of the contract to September 30, 2013; and amend the Enforceable Obligation Payment Schedule and the Recognized Obligation Payment Schedule to reflect the additional payments. (Districts 1 and 2)

### DISCUSSION

In June 2007, the former Redevelopment Agency entered into a Design/Build Contract (Contract) with ValleyCrest Landscape Development, Inc. (Contractor), for construction of The Promenade Master Plan improvements on the middle block of The Promenade between First Street and Broadway, which was completed in July 2010. This was the first phase of a three-phase project along The Promenade from Ocean Boulevard to Third Street. Improvements on each block include upgraded storm drains, landscaping and irrigation, new hardscape, pedestrian and area lighting, pneumatic bollards at the north and south entries, new traffic signals, gateway signage, and site furnishings.

The Contract was amended in May 2010 to incorporate the second phase of the project: construction of improvements on the south block of The Promenade from Ocean Boulevard to First Street. Construction of the south block was completed in November 2011.

The third phase of the project focuses on the north block of The Promenade from Broadway to Third Street, including the vacant parcel on the north side of Third Street adjacent to a historic mosaic mural (Exhibit A – Site Map). On January 3, 2011, the former Redevelopment Agency authorized the Executive Director to enter into an Amendment to the Contract for construction of improvements on the north block of The Promenade. The amount approved and budgeted for the north block was \$2,741,554.

Plans for The Promenade North Block and Harvey Milk Promenade Park were completed and construction has commenced. It has since been determined that the existing storm drain on Broadway needs to be upsized as a direct result of this project and the Promenade improvements. The Contractor has provided a price of \$175,000 to perform this additional work. Staff proposes that the contract be amended to add the Broadway

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storm drain to the scope of work and that \$175,000 plus a contingency of 25 percent for a total of \$218,750 be added to the contract.

The third phase of the project was delayed due to AB1X 26 and uncertainties related to the dissolution of the Redevelopment Agency. The existing contract expires on September 30, 2012. This amendment will also extend the contract through September 2013, allowing for completion of the project.

Pursuant to the authority granted by Health & Safety Code Section 34177(a)(1), the Enforceable Obligation Payment Schedule previously adopted by the Successor Agency will be amended to include additional payments authorized by this action and shall be subject to Oversight Board approval.

This matter was reviewed by Deputy City Attorney Richard Anthony on August 27, 2012, and by Budget Management Officer Victoria Bell on September 4, 2012.

TIMING CONSIDERATIONS

Successor Agency action is requested on September 18, 2012 in order to amend the Contract to continue construction of the project at the earliest possible time following Oversight Board approval.

FISCAL IMPACT

The project is funded by the Redevelopment Property Tax Trust Fund. The project, including the Amendment (\$218,750) will be appropriated in the Successor Agency Fund (SA 270), in the Department of Development Services, as part of a larger Successor Agency appropriation request. The Enforceable Obligation Payment Schedule and the Recognized Obligation Payment Schedule shall be amended accordingly. There is no impact to the General Fund and no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

  
PATRICK H. WEST  
CITY MANAGER

PHW:AJB:RMZ:BEC

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Exhibit A – Site Map

# Exhibit A - North Block Improvement Area

