

DATE: October 3, 2001

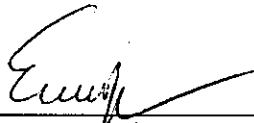
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BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: EAGLE ROCK RECREATION CENTER - FIRST AMENDMENT TO THE LICENSE AGREEMENT WITH SOUTHERN CALIFORNIA EDISON COMPANY FOR PARKING SPACE

J. Duggan JD  
A. Coroalles \_\_\_\_\_  
J. Kolb \_\_\_\_\_  
M. Matthews \_\_\_\_\_

H. Fujita \_\_\_\_\_  
\*M. Tamuri MT  
J. Combs JC

  
\_\_\_\_\_  
General Manager

Approved \_\_\_\_\_ Disapproved \_\_\_\_\_ Withdrawn \_\_\_\_\_

**RECOMMENDATION:**

It is recommended that the Board:

1. Approve the First Amendment, on file in the Board Office, to License Agreement No. 245 between the Department and Southern California Edison (SCE) for the use of a 0.4 acre parcel to serve as additional parking space for the Eagle Rock Recreation Center;
2. Direct the Board Secretary, in accordance with Executive Directive No. 16, to forward the Amendment to the City Attorney for review as to form and legality and to the Mayor for approval; and,
3. Authorize the Board Vice-President and Secretary to execute the Amendment upon receipt of the aforementioned approvals.

**SUMMARY:**

Since 1986 the Department has used for parking space at the Eagle Rock Recreation Center a 0.4 acre parcel owned by SCE. The Agreement has been renewed at five-year intervals with the latest renewal approved on June 12, 1996, through Board Report No. 289-96. The fee was \$500.00 for the five-year term, paid at the time of renewing the Agreement.

In mid-July 2001 the Department was notified that SCE would renew the Agreement but at a greatly increased fee, totaling \$5,310.00 for the new five-year term. The Department attempted to negotiate a lower fee. SCE replied that the new fee reflects a reduction from the market value of the parking space, granted as a courtesy to a municipality; however, SCE did agree to waive their administrative

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fees. Additionally, SCE normally requires that the full amount be paid upon execution of an Agreement. They offered a payment option extending over the five-year term in which the Department's initial payment would remain \$500.00, the anticipated cost of the renewal. The additional amount due for the first year, \$500.00, can be carried over to the second year. In order to provide the Department time to identify funding for the remainder of the fee, SCE has offered the following payment plan:

First year:	\$ 500.00
Second Year:	\$1,530.00
Third Year	\$1,061.00
Fourth Year	\$1,093.00
Fifth Year	<u>\$1,126.00</u>
Total	\$5,310.00

Because the Department needs SCE's parking space for the daily operation of the Eagle Rock Recreation Center, staff requests the Board's approval to amend the Agreement retroactively from August 1, 2001. The new expiration date will be July 31, 2006. The Superintendent of Griffith-Metro Region and the Department's fiscal staff are aware of the fee increase.

Prepared by, Blanca Gomez-Revelles, Real Estate and Asset Management Division.