REPORT OF GENERAL MANAGER NO. 02-383

DATE November 6, 2002 C.D. 8

BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: ESCROW AGREEMENT FOR SECURITY DEPOSITS IN LIEU OF RETENTION - ALGIN SUTTON RECREATION CENTER - SPORTS FIELD IMPROVEMENTS (#1231D), CONTRACT NO. 3053

J. Combs ___ H. Fujita ___
A. Coroalles ___ J. Kolb ___
J. Duggan ___ *M. Matthews___

General Manager

Approved_____ Disapproved_____ Withdrawn_____

RECOMMENDATION:

It is recommended that the Board:

1. Approve the request of Valley Crest to enter into an Escrow Agreement with the City of Los Angeles for Security Deposits in Lieu of Retention for the Algin Sutton Recreation Center - Sports Field Improvements (#1231D), Contract No. 3053.

2. Direct the Board Secretary to execute said Escrow Agreement upon approval as to form by the City Attorney.

SUMMARY:

The Department is in receipt of a request from Valley Crest, general contractor for the Algin Sutton Recreation Center - Sports Field Improvements (#1231D), Contract No. 3053, to enter into an Escrow Agreement for Security Deposits in Lieu of Retention.

Pursuant to Section 22300 of the Public Contract Code of the State of California, the Contractor has the option to deposit securities with an Escrow Agent as a substitute for retention earnings required to be withheld by the City as Owner, pursuant to the Construction Contract entered for the Algin Sutton Recreation Center - Sports Field Improvements (#1231D) in the amount of $839,000.00 dated June 19, 2002. Upon the written request of the Contractor, the City shall make payments of the retention earnings directly to the Escrow Agent. Upon approval of the Escrow

Agreement, retention payments should be made payable to Union Bank of California, Escrow #00021181 and mailed to the attention of Ms. Cindy De Kruyf, Union Bank of California, at 1980 Saturn Street, V03-012, Monterey Park, CA 91755.

Prepared by Petrona Johnson