

RESOLUTION NO. 5983 . . . .DEFINING THE HARBOR DEPARTMENT EXECUTIVE DIRECTOR'S  
CONTRACTING AUTHORITY PURSUANT TO  
CHARTER SECTION 604(c) AND ORDINANCE NO. 173186

## Recitals

- A. Los Angeles Charter Section 604(c) authorizes the City Council to adopt an ordinance allowing the boards of the proprietary departments, including the Harbor Department, to set the Executive Director's contracting authority within certain limits defined in the ordinance.
- B. By Ordinance No. 170313, as amended by Ordinance No. 173186, the Council has authorized proprietary boards to empower their Executive Directors to enter into contracts in amounts not to exceed One Hundred Fifty Thousand Dollars (\$150,000). These ordinances are codified in Los Angeles Administrative Code ("LAAC") Section 10.1.1.
- C. By Resolution No. 5921 adopted by the Board on September 29, 2000, the Board authorized the Executive Director to enter into new contracts in amounts not to exceed \$150,000 per contract.
- D. Prior to September 29, 2000, the Board has approved various construction contracts which set the Executive Director's change order authority at twenty-five percent (25%) of the contract amount provided that no one change order could exceed \$100,000 without Board approval.
- E. This resolution restates the Executive Director's contract authority in order to conform the Executive Director's change order authority to the same level as the Executive Director's authority for new contracts.

NOW, THEREFORE, BE IT RESOLVED, that the Board of Harbor Commissioners does hereby authorize and empower the Executive Director of the Harbor Department to do all things necessary and proper to award contracts involving an expenditure of One Hundred Fifty Thousand Dollars (\$150,000) or less where funds have been appropriated upon the following conditions:

1. The total contract dollar amount awarded to any one person or entity in any 12-month period for any one project shall not exceed \$150,000 without further Board approval. As to change orders related to construction contracts awarded by the Board, the Executive Director shall have the authority to enter into contract change orders which do not cumulatively exceed twenty-five percent (25%)

of the contract amount so long as no individual change order exceeds \$150,000. This authority shall apply to all Board-approved construction contracts which are currently outstanding and all future contracts unless such future contracts otherwise provide.

2. The total contract period for contracts granted by the Executive Director to a contractor for any one project, including amendments, shall not exceed 12 months without Board approval.

BE IT FURTHER RESOLVED, that all prior resolutions related to the Executive Director's contracting authority are repealed.

I HEREBY CERTIFY that the foregoing Resolution was adopted by the Board of Harbor Commissioners of the City of Los Angeles at its meeting held APR 25 2001

*Rose M. Dwarshak*  
AUDREY H. YAMAKI  
*for* Board Secretary

APPROVED AS TO FORM

4/16, 2001  
JAMES K. HAHN, City Attorney

By *R. Bender*  
RAYMOND P. BENDER, Assistant

RPB:cp  
4/16/01