



April 14, 2026

HACLA First Amendment to Second MOU

Presented by
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Overview of Requested Action



1. **First Amendment to Second Memorandum of Understanding No. 21-9799** between the Housing Authority of the City of Los Angeles (HACLA) and Harbor Department
 - a. The First Amendment reflects withdrawal of the Los Angeles County Regional Park and Open Space District (RPOSD) Measure A Grant funds and substitution of Harbor Department funding in the amount of \$400,000
 - b. It removes obligations tied to the Measure A Grant Agreement and incorporates revised cost details

Background



- In 2018, HACLA was awarded a federal Housing and Urban Development (HUD) Choice Neighborhoods Planning Grant, which identified the Harbor Boulevard Parkway Improvements Project (Project) as a priority in association with HACLA's redevelopment of the 478 unit Rancho San Pedro public housing complex
- Construction of the Project was completed in January 2024 by HACLA's contractor, Lucas Buildings, Inc. As a partner in the Project, the Harbor Department committed \$1,430,000 above HACLA's budget to perform site preparation work for the Project site
- On April 15, 2021, the Board approved the **Initial MOU Agreement No. 21- 9799** which outlined the development process and responsibilities for the Project
 - The Initial MOU anticipated that a **Second MOU**, incorporating final design and all permits and approvals, would be brought to the Board of Harbor Commissioners

Background



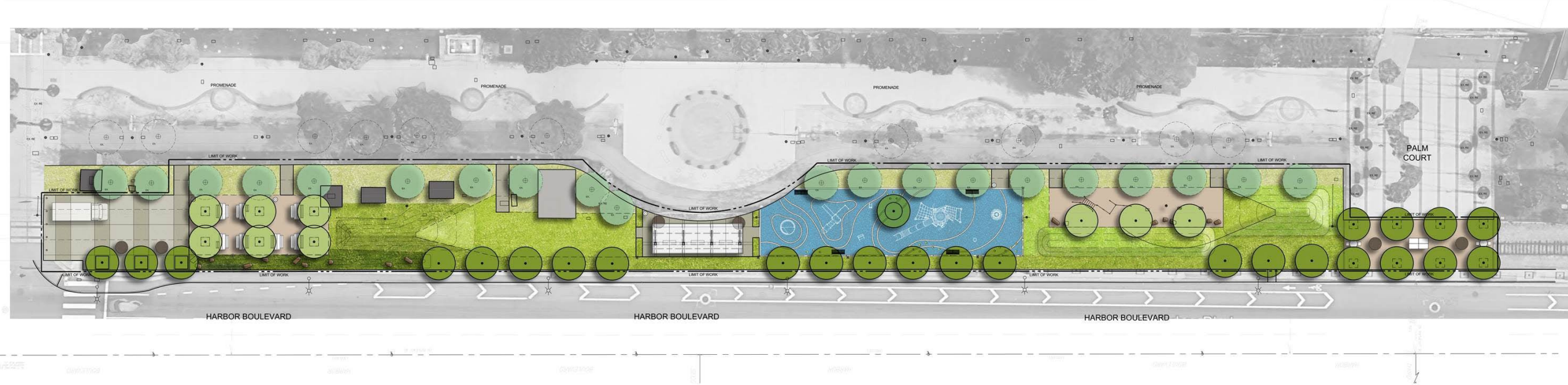
- After approval of the first MOU, HACLA's original project budget of \$1,400,000 increased to \$2,850,000
- On December 6, 2022, the Board approved a Second Memorandum of Understanding Agreement No. 21-9799 (Second MOU) with HACLA
 - The Second MOU was required to incorporate final permits and approvals, Project design and remaining party responsibilities. Under the Second MOU, the Harbor Department agreed to provide on-going maintenance for the Project upon construction completion and to assume the responsibilities of the RPOSD Measure A Grant

RPOSD Measure A Grant

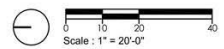


- Following approval of the Second MOU, the Harbor Department entered negotiations to transfer responsibility for RPOSD Measure A Grant funds from HACLA but could not accept terms that required the park to be maintained as open space in perpetuity
- The proposed perpetual land use covenant was not acceptable to the Harbor Department due to conflicts with the Tidelands Trust and as a result HACLA was unable to accept the \$700,000 grant
- Harbor Department staff and HACLA subsequently discussed using the Harbor Department's original budget surplus of \$516,481 to address a portion of the funding gap. Staff proposed offering \$400,000 of the surplus funds to reimburse HACLA in order to offset the lost \$700,000 from the RPOSD Measure A Grant

Site Plan and Project Elements



Project Elements: flex space, multi-purpose lawn, children's play area, adult exercise area, picnic areas, and game tables



Completed Project





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