



# staff report

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TO: Honorable Mayor and Members of the City Council

ATTENTION: Jeffrey L. Stewart, City Manager

FROM: Tae G. Rhee, Finance Director/City Treasurer

SUBJECT: Consideration and possible action to authorize the City Manager to execute Amendment No. 1 to Memorandum of Understanding No. 19 between the Orangeline Development Authority, dba Eco-Rapid Transit (“Authority”), and the City of Bellflower regarding the City’s provision of financial services for the Authority.

DATE: August 8, 2016

## **EXECUTIVE SUMMARY**

The City of Bellflower and the Orangeline Development Authority, dba Eco-Rapid Transit (“Authority”), executed MOU No. 19 effective July 1, 2014, to authorize the City to provide financial services for the Authority. At that time, a monthly fee of \$300 was set to reimburse the City’s staff costs. This Amendment No. 1 proposes to increase the monthly fee from \$300 to \$1,000 effective September 1, 2016.

## **RECOMMENDATION TO CITY COUNCIL**

- 1) Authorize the City Manager to execute Amendment No. 1 to MOU No. 19, in a form approved by the City Attorney; or
- 2) Alternatively, discuss and take other action related to this item.

## **FISCAL IMPACT**

Under the proposed Amendment No. 1, the Authority’s reimbursements to the City will increase from \$300 per month to \$1,000 per month, effective September 1, 2016.

## **BACKGROUND**

Orangeline Development Authority (OLDA), dba Eco-Rapid Transit (the “Authority”), is a joint powers authority (JPA) created to pursue development of a high speed, grade separated transit system that is environmentally friendly and energy efficient. The system is designed to enhance and increase transportation options for riders of this region utilizing safe, advanced transit technology to expand economic growth that will benefit Southern

**Staff Report – Amendment No.1 to MOU No. 19 with OLDA, dba Eco-Rapid Transit,  
Re. Provision of Financial Services for the Authority  
August 8, 2016  
Page 2 of 2**

California. The Authority currently consists of the following 13 members: City of Artesia, City of Bell, City of Bell Gardens, City of Bellflower, City of Cudahy, City of Downey, City of Glendale, City of Huntington Park, City of Maywood, City of Paramount, City of South Gate, City of Vernon, and Burbank-Glendale-Pasadena Airport Authority.

The City of Bellflower currently provides financial services to the Authority, and in exchange, the City is reimbursed by the Authority for its services.

**ATTACHMENT**

Amendment No. 1 to MOU No. 19 between the Orangeline Development Authority, dba Eco-Rapid Transit, and the City of Bellflower regarding the City providing financial services for the Authority ..... 3

**AMENDMENT NO. 1 TO  
MEMORANDUM OF UNDERSTANDING NO. 19 BETWEEN  
ORANGELINE DEVELOPMENT AUTHORITY,  
DBA ECO-RAPID TRANSIT (“AUTHORITY”) AND  
CITY OF BELLFLOWER (“BELLFLOWER”)  
REGARDING BELLFLOWER PROVIDING FINANCIAL SERVICES FOR AUTHORITY**

**THIS AMENDMENT** No. 1 (“Amendment”) is made and entered into this 8<sup>th</sup> day of August 2016, by and between the Orangeline Development Authority, dba Eco-Rapid Transit (the "Authority"), a Joint Powers Authority, and the City of Bellflower ("Bellflower"), a municipal corporation, individually as a “party” and collectively as “the parties.”

1. Section 6, Reimbursement, of Memorandum of Understanding No. 19 (“MOU”), is hereby amended to read:

“The Authority shall reimburse Bellflower for the services provided hereunder in an amount of \$1,000 per month, effective September 1, 2016. Bellflower’s Finance Director shall submit a monthly invoice for administrative costs of \$1,000 per month and upon Authority approval, may disburse that amount from the Authority’s account.”

2. This Amendment may be executed in any number or counterparts, each of which will be an original, but all of which together constitutes one instrument executed on the same date.

3. Except as modified by this Amendment, all other terms and conditions of MOU No. 19 remain the same.

**IN WITNESS WHEREOF**, the parties hereto have executed this Amendment the day and year first hereinabove written.

**CITY OF BELLFLOWER**

**ORANGELINE DEVELOPMENT  
AUTHORITY, dba Eco-Rapid Transit**

\_\_\_\_\_  
**Jeffrey L. Stewart, City Manager**

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**Maria Davila, Chair**

**ATTEST:**

**ATTEST:**

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**Mayra Ochiqui, City Clerk**

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**By:**

**APPROVED AS TO FORM:**

**APPROVED AS TO FORM:**

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**Karl H. Berger, City Attorney**

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**Teresa Highsmith, Legal Counsel**