

**COUNCIL ACTION
EXECUTIVE SUMMARY SHEET
CITY OF SAN DIEGO**

DATE: 02/09/2012

ORIGINATING DEPARTMENT: DSD - Facilities Financing

SUBJECT: Authorization to expend funds for Project No. P-6, Hidden Trails Neighborhood Park from the Otay Mesa Facilities Benefit Assessment

COUNCIL DISTRICT(S): CD8

CONTACT/PHONE NUMBER: Frank January/619 533-3699/MS 606F

DESCRIPTIVE SUMMARY OF ITEM:

Requesting authorization of the expenditure of FBA funds for an FBA Reimbursement Agreement with D. R. Horton (previously Western Pacific Housing) for Project No. P-6, Hidden Trails Neighborhood Park within the Otay Mesa Community.

STAFF RECOMMENDATION:

Approve requested action.

EXECUTIVE SUMMARY OF ITEM BACKGROUND:

The Otay Mesa Community Plan includes a neighborhood park within the Hidden Trails subdivision, project P-6 in the Otay Mesa Public Facilities Financing Plan. The City and D. R. Horton (previously Western Pacific Housing) entered into a reimbursement agreement on February 2, 2004 for acquisition of the approximately 3.9-acre site for the park, Council Resolution R-298831, which includes authorization for an estimated cost of \$764,400 (including \$1,180 reserved for escrow and \$763,220 payment to D. R. Horton). D. R. Horton certifies, and the City with the assistance of a consultant AECOM, agrees that \$1,042,761.28 is the final reimbursable cost for the site acquisition. This authorization for \$279,541.28 will allow for the complete reimbursement to D. R. Horton for the total cost of the site acquisition and rough grading of the park site.

FISCAL CONSIDERATIONS:

Funds for this reimbursable project have been provided through collection of Facilities Benefit Assessments sufficient to cover the cost of the project, including this reimbursement, in the amount of \$2,420,000.

EQUAL OPPORTUNITY CONTRACTING INFORMATION (IF APPLICABLE):

This action does not authorize entering into any new contract or agreement.

PREVIOUS COUNCIL and/or COMMITTEE ACTION (describe any changes made to the item from what was presented at committee):

On February 2, 2004 the City Council approved a Park Reimbursement Agreement for Hidden Trails Neighborhood Park for an estimated cost of \$764,400, to be increased annually by the

inflation rate or the projected costs for the appropriation year as described in future updates to the Financing Plan as approved by City Council.

On November 13, 2006 the City Council approved an update to the Otay Mesa Public Facilities Financing Plan and Facilities Benefit Assessment (FBA) for Fiscal Year 2007, R 302040. The Financing Plan identifies and includes the Hidden Trails Neighborhood Park Project, P-6, to be funded with FBA funds and increased funding for Project No. P-6 from \$1,856,400 to \$2,420,000.

COMMUNITY PARTICIPATION AND PUBLIC OUTREACH EFFORTS:

On October 18, 2006, the Otay Mesa Community Planning Group recommended approval of the updated Otay Mesa Public Facilities Financing Plan and Facilities Benefit Assessment (FBA) for Fiscal Year 2007, which includes the Hidden Trails Neighborhood Park Project, P-6, to be funded with FBA funds.

KEY STAKEHOLDERS AND PROJECTED IMPACTS:

Key stakeholders are the Otay Mesa Community and D. R. Horton.

Broughton, Kelly

Originating Department

Deputy Chief/Chief Operating Officer