

**APPROVED**

REPORT OF GENERAL MANAGER

NO. 06-208

DATE August 9, 2006

AUG 09 2006  
BOARD OF RECREATION  
and PARK COMMISSIONERS

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BOARD OF RECREATION AND PARK COMMISSIONERS

SUBJECT: TAYLOR YARD PHASE II – NEW PARK DEVELOPMENT (#1202S)  
(W.O. #E1904346) — DISCONTINUANCE OF RETENTION

J. Combs _____	J. Kolb _____
H. Fujita _____	F. Mok _____
S. Huntley _____	K. Regan _____
B. Jensen _____	*M. Shull _____

*for M.S.*

*Robert H. Jensen (for)*  
General Manager

Approved \_\_\_\_\_ Disapproved \_\_\_\_\_ Withdrawn \_\_\_\_\_

RECOMMENDATION:

That the Board:

1. Approve the request of Los Angeles Engineering, Inc., to discontinue further retention for Taylor Yard Phase II – New Park Development (#1202S) (W.O. #E1904346), Contract No. 3165; and,
2. Direct the Board Secretary to notify all interested parties regarding said retention discontinuance.

SUMMARY:

The Department is in receipt of a request from Los Angeles Engineering, Inc., for the Taylor Yard Phase II – New Park Development (#1202S) (W.O. #E1904346), Contract No. 3165, to discontinue withholding further retention for all subsequently approved payment claims as the project is more than fifty percent (50%) complete. The current construction contract amount is \$7,639,100.00. To date, the total retention funds withheld are for the amount of \$638,780.91, which has been paid to the escrow account.

Pursuant to Division 01 – General Requirements, Section 20.D.1 of the Contract, retention of ten percent (10%) is held on the original Contract value of each approved payment claim until the amount paid of the original Contract equals fifty percent (50%). The City may then, at its sole discretion, discontinue further retention on the original Contract value for all subsequently approved payment claims if the project is progressing satisfactorily with the stipulation that at any time during

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the course of the Contract, the City may, at its sole discretion, reinstate the ten percent (10%) retention. This conforms to standard practice on construction contracts.

In addition, the project manager sanctions and recommends that this request be honored, as Los Angeles Engineering, Inc., is in compliance and moving forward with the project.

FISCAL IMPACT STATEMENT:

There will be no fiscal impact as the monies involved are already appropriated to this contract.

Prepared by Sonia Bond, Commission Executive Assistant I, Commission Office