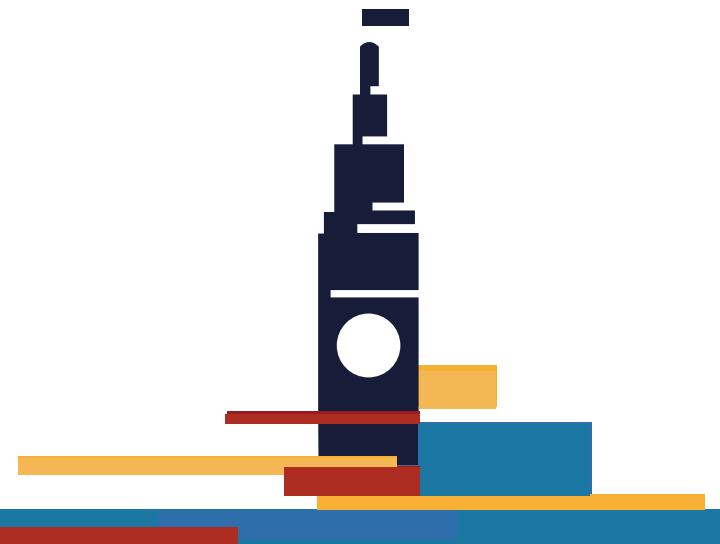


Parks Alliance MOU Crane Cove Park Fundraising Campaign

Government Oversight and Audits Committee

November 18, 2021



Crane Cove Park – Funding Sources and Spending

Sources

| | |
|------------------------|---------------------|
| 2008 and 2012 GO Bonds | \$25,855,454 |
| Port IFD Bond | 9,295,655 |
| EDA Federal Grant | 517,441 |
| MTC Federal Grant | 1,000,000 |
| Total Sources | \$36,668,549 |

Actual Spending

| | |
|-------------------------------------------|---------------------|
| Project Management | \$664,738 |
| Design | 4,701,445 |
| Construction Management & Permits | 1,325,997 |
| Site Preparation | 4,789,793 |
| Hazmat Abatement | 227,055 |
| Park Improvements and 19th St Parking Lot | 19,516,190 |
| Roadway Improvements | 2,870,452 |
| Building 49 | 2,067,560 |
| Total Uses | \$36,163,230 |



Crane Cove Park Fundraising Campaign

- Bids exceeded engineer's estimate
 - Park components value engineered out to keep Park within the \$36.7m budget
- Approximately \$6.1 million required to fund remaining park components
- In 2019, Port Commission approved MOU with Parks Alliance to raise private funds and in-kind contributions
- Introduction of Board resolution delayed for creation of the Controller's Public Integrity recommendations
- MOU complies with Controller's guidance

Allowable Uses Under MOU

| | |
|--------------------|------------------|
| Tot Lot | 717,567 |
| Rigger Yard | 80,853 |
| Dog Run | 655,763 |
| Crane Tops | 4,000,000 |
| Project Management | 111,656 |
| Contingency (10%) | 556,584 |
| Total | 6,122,423 |

Proposed MOU Terms

| | |
|----------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------|
| Term | Five years |
| Parks Alliance Role | Fundraise up to \$7 million in cash or in-kind grants for Crane Cove Park project |
| Port Role | Approve use of funds, design project components, deliver park |
| Budget | Up to \$7 million |
| Parks Alliance Fee | 11% of funds raised |
| Ownership | Port will retain ownership of all fixtures funded through the grant and be responsible for all maintenance and operations of Crane Cove Park. |
| Donors | Parks Alliance will post on its website and report to City any donors contributing more than \$100. Funds may not be contributed anonymously. |
| Reporting | Parks Alliance will provide the City monthly fundraising status reports and the organization's audited financial statements. |
| Naming Rights | Port and Parks Alliance may work together to develop donor recognition program, including naming rights, subject to Port Commission approval. |
| Indemnification | Port and Parks Alliance indemnify one another against claims by third parties related to the MOU. |

Crane Cove Park Fundraising Campaign

- MOU is consistent with Controller's Public Integrity Review findings
- MOU provides Controller with audit authority
- Crane Cove Park is great park and the public strongly supports enhancements
- Aligns with Port Strategic Plan
 - To improve public spaces and provide publicly desired amenities and activities

