



Agenda Report

November 20, 2000

To: City Council

From: Rose Bowl Operating Company (RBOC)

Subject: Contract Amendment with American Golf Corporation related to Capital Improvements in the amount of \$900,000 on Brookside Golf Course

RECOMMENDATION:

It is the recommendation of the Rose Bowl Operating Company that the City Council approve a contract amendment with American Golf Corporation (AGC) in the amount of \$900,000 on Brookside Golf Course.

BACKGROUND:

On July 13, 2000 the RBOC approved and recommended to the City Council the allocation of \$900,000 for Brookside Golf Course Improvements. On August 14, 2000 the City Council approved the RBOC's recommendation. On October 5, 2000 the RBOC approved the contract amendment to the AGC relating to capital improvements at the Brookside Golf Course.

In order to memorialize the capital and funding, it is necessary that both the RBOC and City Council approve a contract amendment to the AGC contract.

Staff has met with AGC on several occasions to determine capital improvement project priorities for the golf course. In addition, the Golf Course Advisory Committee was apprised of the plan for the improvements (attached is a description of the projects, time lines and estimated costs).

Funding Sources:

The following sources are attributable to the \$900,000 to be used for capital improvements at the golf course:

\$502,000 was derived from a settlement involving work that AGC was contractually responsible to perform on Brookside Golf Course. The settlement was approved by City Council on March 16, 1998 and went into effect on October 15, 1998. It should be noted that it was agreed that the amount represents \$750,000 in capital improvements for which

Agenda Report: Amendment with AGC related to Golf Course Capital Improvements – Page 2

AGC was responsible, offset by \$248,000 in capital improvements that were deemed having been completed by AGC.

\$50,000 was derived as a result of an increase in green fees that was approved by City Council on January 31, 2000.

\$343,000 was derived from the \$1.00 per round green fees that are dedicated to capital improvements on the golf course. This fee was placed into effect on April 15, 1998.

FISCAL IMPACT:

The total of the proposed capital improvements at the Brookside Golf Course is estimated to be \$900,000.

Prepared by,



Darryl Dunn
Rose Bowl General Manager

Respectfully submitted by,



 Porfirio Frausto
RBOC President