

TRANSPORTATION COMMITTEE REPORT relative to the Transportation Grant Fund request for Fiscal Year 2024-23.

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the Controller to establish new appropriations in the amount of \$70,402,267 within the Transportation Grant (TG) Fund No. 655 for eight projects and the amounts listed in Attachment 1 of the City Administrative Officer report, dated November 14, 2024 (CAO Report).
2. AUTHORIZE a total increase of \$26,847,671 in appropriations within the TG Fund No. 655 for 10 existing projects with the amounts listed in Attachment 2 of the CAO report.
3. AUTHORIZE the Los Angeles Department of Transportation (LADOT) to:
 - a. Receive grant funds to reimburse the TG Fund No. 655 for expenditures made directly from the TG Fund.
 - b. Reimburse the General Fund on an annual basis for its costs associated with Fringe Benefits, Central Services, and Department Administration using proceeds that the Department has collected from grantors.
 - c. Reimburse the Proposition C Anti-Gridlock Transit Fund No. 540 on an annual basis for its cost associated with the City staff salaries, overtime, compensated time off, and any other expenditures directly incurred by the Proposition C Anti-Gridlock Transit Fund No. 540 and associated with grant projects.
 - d. Increase appropriations within the TG Fund No. 655 by up to 25 percent of any project exceed \$100,000, provided that the proposed increase is reimbursable through a grant award and subject to the review and approval of the Office of the City Administrative Officer (CAO).
4. AUTHORIZE the General Manager, LADOT, to execute any necessary funding or contractual documents for the Highway Safety Improvement Program (HSIP) Cycle 11 Grant, subject to the approval of the City Attorney as to form and legality.
5. INSTRUCT the LADOT to submit invoices for expenditures made from the "AHSC Program Construction Front Funding" account to the Bureau of Engineering (BOE) on a quarterly basis and instruct BOE to submit the required documentation, including the TG Fund invoices to the Los Angeles Housing Department (LAHD) for reimbursements from the grantor.

6. INSTRUCT the Los Angeles Housing Department to deposit grant reimbursements for expenditures made from the “AHSC Program Construction Front Funding” account into the TG Fund No. 655, Department 50, Revenue Source Code 5301, and INSTRUCT the LADOT to appropriate therefrom to the “AHSC Program Construction Front Funding” account.
7. DIRECT the LADOT to decrease and/or close out project appropriations for completed projects that have been accepted by the Board of Public Works, projects where the City Council has made a determination to cancel the project, and/or projects wherein the grant funding has lapsed or has been de-obligated.
8. AUTHORIZE the LADOT to make any technical adjustments as necessary and consistent with the Mayor and Council actions on administrative and technical matters, subject to the approval of the CAO, and request the Controller to implement these instructions.

Fiscal Impact Statement: The CAO reports that there is no General Fund impact. The TG Fund is a revolving account established to receive grant reimbursements for transportation grant funded programs. A total of \$101.1 million in new grants was awarded to the City, of which \$70.4 million requires the establishment of new appropriations in the TG Fund. In addition, the Department is requesting to increase existing appropriations by \$26.8 million for existing projects, which is within their Council authorized project budgets.

Financial Policies Statement: The CAO reports that these recommendations are in compliance with the City’s Financial Policies in that one-time revenues (grants) are used for one-time expenditures.

Community Impact Statement: None submitted

Summary:

On November 20, 2024, your Transportation Committee considered a City Administrative Officer report, dated November 14, 2024, relative to the Transportation Grant Fund request for Fiscal Year 2024-23. According to the report, as of October 28, 2024, the cash balance in the TG Fund was \$55.1 million with \$800.8 million in anticipated receivables, for a total of \$855.9 million. With the additional grant revenue anticipated for the new proposed projects in this report, the current cash balance and current and future grant receivables are projected at \$926.3 million. This is sufficient to cover the total of the proposed increased appropriations in the TG Fund. After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the CAO report. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

Transportation Committee

COUNCILMEMBER	VOTE
HUTT:	YES
PARK:	YES
HERNANDEZ:	YES
DE LEON	ABSENT
RAMAN	ABSENT

RM
11/20/24

-NOT OFFICIAL UNTIL COUNCIL ACTS-