

GOVERNMENT OPERATIONS COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION relative to a renewal application of the State of California Department of Transportation (CALTRANS) for a private line telecommunications franchise.

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

PRESENT and ADOPT the accompanying ORDINANCE dated November 13, 2024 renewing a franchise granted to CALTRANS (Ordinance No. 168735) to install and maintain an Information Technology System in the public right-of-way in the area described as follows:

- a. Along Main Street from Second Street to Route 101; along Spring Street from Second Street to Route 101
- b. Along Aliso Street between Los Angeles Street and Spring Street and Vermont Avenue across Rosewood Avenue in the downtown Los Angeles area.

Fiscal Impact Statement: None submitted by the City Attorney. Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

Summary:

On November 22 2024, your Committee considered a November 13, 2024 City Attorney report and Ordinance relative to a renewal application of CALTRANS for a private line telecommunications franchise. According to the City Attorney, the Ordinance, approved as to form and legality renews a franchise granted to CALTRANS to install and maintain an information technology system in the public-right-of-way in the area (Encroachment Area) described as:

- a. Along Main Street from Second Street to Route 101
- b. Along Spring Street from Second Street to Route 101
- c. Along Aliso Street between Los Angeles Street and Spring Street and at Vermont Avenue across Rosewood Avenue, in the downtown Los Angeles area.

Consistent with Council's request, the Ordinance waives the franchise fees for the term of the franchise and waives the requirement for CALTRANS to post a performance bond. Because CALTRANS traditionally charges the City for similar fees incurred, should Council decide to assess the fee, it would generate \$528,000 in annual revenue for the ten-year term of the franchise. After consideration and having provided an opportunity

for public comment, the Committee moved to recommend approval of the Ordinance. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

Government Operations Committee

COUNCILMEMBER VOTE

PADILLA: YES

HERNANDEZ: YES

HUTT: YES

ARL

11/22/24

-NOT OFFICIAL UNTIL COUNCIL ACTS-