



Administrative Report

H.6., File # 25-1093

Meeting Date: 9/16/2025

To: MAYOR AND CITY COUNCIL
From: ELIZABETH HAUSE, COMMUNITY SERVICES DIRECTOR

TITLE

ADOPT BY TITLE ONLY RESOLUTION NO. CC-2509-068 OF THE CITY COUNCIL OF THE CITY OF REDONDO BEACH, CALIFORNIA APPROVING THE FILING OF A CLAIM WITH THE LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY FOR FISCAL YEAR 2025-26

EXECUTIVE SUMMARY

The City of Redondo Beach is eligible to receive Transportation Development Act (TDA) IV funding through the Los Angeles County Metropolitan Transportation Authority (Metro) for transit operating assistance. The revenue is distributed from two funding sources: the Local Transportation Fund (LTF) and the State Transit Assistance Fund (STA).

To receive the funding, the City must submit claim forms to Metro that have been authorized by the City Council. The City's FY 2025-26 TDA IV and STA allocated funding is \$1,090,359: \$762,132 of LTF and \$328,227 of STA funds. All LTF and STA allocated funding is used to pay for Beach Cities Transit (BCT) and WAVE Dial-A-Ride operating costs. Staff recommends that Council adopt the proposed Resolution to advance the process to receive this critical transportation funding.

BACKGROUND

In 1971, the California State Legislature enacted the TDA to improve existing public transportation services and to encourage regional transportation coordination. The TDA established two funding sources: the LTF and the STA.

The LTF is derived from a ¼ cent of the statewide sales tax. Revenues are returned to each county based on sales tax collected, and then apportioned within each county based on population. STA funds are derived from the statewide sales tax on diesel fuel. These revenues are allocated by the State Controller's Office, with 50% distributed based on population and 50% based on prior-year transit operator revenues.

In Los Angeles County, both LTF and STA programs are administered by Metro. Eligible transit operators, including the City of Redondo Beach, file annual claims to receive their allocations. The City has relied on this funding to support Beach Cities Transit (BCT) and WAVE Dial-A-Ride operations for more than 15 years.

In addition to LTF and STA, Metro requires claimants to include information on Senate Bill 1 - State of

Good Repair (SB1-SGR) funds in the annual claim forms. SB1, the Road Repair and Accountability Act of 2017, augmented the STA program and created the SB1-SGR program, funded by a portion of the Transportation Improvement Fee on vehicle registrations. These funds have been accrued for two designated purposes: transit operations facility improvements and the replacement of BCT fleet buses.

All LTF and STA allocated funding is used to pay for Beach Cities Transit (BCT) and WAVE Dial-A-Ride operating costs. Staff recommends adopting the attached Resolution and authorizing the City Manager to sign the claim forms and ancillary documents prior to submission to Metro.

COORDINATION

The Resolution to file a claim with the Metro to receive the funds has been approved as to form by the City Attorney's Office.

FISCAL IMPACT

The City will receive \$762,132 in LTF and \$328,227 in STA funds for FY 2025-26 to be applied toward BCT and WAVE Dial-A-Ride operating costs. The funds are included in the City's FY 2025-26 Adopted Budget.

FY2025-2026 Funding

LTF Allocation	\$762,132
STA Allocation	\$187,274
SB1-STA Allocation	\$140,953
Total	\$1,090,359

FY2025-2026 Expenditures

BCT & WAVE Operations	\$1,090,359
Total	\$1,090,359

APPROVED BY:

Mike Witzansky, City Manager

ATTACHMENTS

- Reso - CC-2509-068 Resolution
- FY 2025-26 TDA Claim Forms