



Administrative Report

H.7., File # 22-4590

Meeting Date: 8/16/2022

To: MAYOR AND CITY COUNCIL
From: CAMERON HARDING, COMMUNITY SERVICES DIRECTOR

TITLE

APPROVE A MEMORANDUM OF UNDERSTANDING AGREEMENT WITH THE LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY FOR PROPOSITION C 40% DISCRETIONARY FUNDS; AND

APPROVE A MEMORANDUM OF UNDERSTANDING AGREEMENT WITH THE LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY FOR PROPOSITION C 5% TRANSIT SECURITY FUNDS

EXECUTIVE SUMMARY

Redondo Beach is a municipal transit operator and annually receives dedicated transit funds under the Formula Allocation Procedures (FAP), which utilize ridership data to allocate transit funding. The Los Angeles County Metropolitan Transportation Authority (MTA) allocates the FAP funds which consist of dedicated transit allocations from Proposition A and C and Measure R and Measure M funds, in addition to other dedicated transit funding.

The Proposition C Sales Tax Measure Ordinance was approved by Los Angeles County voters in November 1990 with revenues generated by a half-cent sales tax to fund county-wide transportation projects and programs. MTA allocates 40% of the Proposition C funds to improve transit services and programs for municipal transit operators in Los Angeles County. The Proposition C 40% Discretionary Funds Memorandum of Understanding (MOU) agreement authorizes the City's FAP allocation for Fiscal Year 2022-23 in the amount of \$39,272, and will be used to support Beach Cities Transit and WAVE Dial-A-Ride operations expenditures. The MOU fund agreement term is July 1, 2022 through June 30, 2032, future allocation amounts will be determined by MTA on an annual basis.

Additionally, the Proposition C Ordinance allocates 5% of Proposition C Funds for rail and bus security. The Proposition C 5% Transit Security Fund Agreement authorizes the City's Fiscal Year 2022-23 allocation of \$35,996, which will be used to support the City's Transit Center security services costs. The MOU fund agreement term is July 1, 2022 through June 30, 2027, future allocations will be determined by MTA on an annual basis.

BACKGROUND

The Proposition C Sales Tax Measure Ordinance was approved by Los Angeles County voters in November 1990 with revenues generated by a half-cent sales tax to fund county-wide transportation projects and programs. Proposition C 40% Discretionary Funds and 5% Transit Security Funds are

dedicated to the municipal transit operator's discretionary programs under the FAP process. The FAP funding allocations require MOU agreements between MTA and the City.

The Proposition C 40% Discretionary Funding for the Municipal Operator Service Improvement Program (MOSIP) purpose is to improve service to transit users within Los Angeles County. Transit FAP Proposition C 40% Discretionary Funds are restricted to transit related operations, eligible for use on rail or bus projects. The City will continue to use its Proposition C 40% Discretionary Funds to support the Beach Cities Transit and WAVE Dial-A-Ride operations expenditures.

COORDINATION

The MOU fund agreements have been approved as to form by the City Attorney's Office.

FISCAL IMPACT

The City will receive \$32,272 in Prop C 40% Discretionary funds and \$35,996 in 5% Transit Security Funds to partially fund the transit operating and security service costs. The funds are included in the FY 2022-23 Transit Fund adopted budget.

<u>FY 2022-23 Transit Fund Revenue</u>
Prop C 40% Discretionary Funding
Prop C 5% Transit Security Funding
TOTAL

<u>FY 2022-23 Expenditures</u>
\$39,272
\$35,996
\$75,268

APPROVED BY:

Mike Witzansky, City Manager

ATTACHMENTS

- MOU Proposition C 40% Discretionary Funds
- MOU Proposition C 5% Transit Security Funds