



**FINANCE, BUDGET AND AUDIT COMMITTEE
JUNE 19, 2013**

SUBJECT: PROPOSITION A AND PROPOSITION C LOCAL RETURN CAPITAL RESERVE NEW ACCOUNTS FOR THE CITY OF EL MONTE, CITY OF LYNWOOD AND CITY OF SOUTH EL MONTE, AND AMEND EXISTING ACCOUNTS FOR THE CITY OF ARCADIA, CITY OF LOMITA, CITY OF MANHATTAN BEACH AND CITY OF SANTA MONICA

ACTION: ESTABLISH NEW AND AMEND EXISTING CAPITAL RESERVE ACCOUNTS FOR CITIES

RECOMMENDATIONS

- A. Establish Proposition C Local Return funded Capital Reserve Accounts for the Cities of El Monte, Lynwood and South El Monte, as described in Attachment A
- B. Approve extensions for existing Local Return Capital Reserve Accounts as prescribed in their Agreements for an additional three years for the Cities of Arcadia, Lomita, Manhattan Beach, and Santa Monica as described in Attachment B
- C. Authorize the Chief Executive Officer to negotiate and execute all necessary agreements between Los Angeles County Metropolitan Transportation Authority (LACMTA) and the City for their Capital Reserve Account as approved.

ISSUE

A local jurisdiction may need additional time to accumulate sufficient funding to implement a project or to avoid lapsing of funds. Board approval is required if there is a need to extend beyond the normal four-year lapsing deadline for Local Return Funds. The local jurisdiction may request that funding be dedicated in a Capital Reserve Account. Once approved, a local jurisdiction may be allowed additional years to accumulate and expend its Local Return funds from the date that the funds are made available.

DISCUSSION

Proposition A and Proposition C Local Return Guidelines require that Local Return funds be expended before a four-year lapsing deadline (the year of allocation plus three years). However, Capital Reserve Accounts are permitted under the Proposition A and Proposition C Guidelines. With approval from the Board of Directors, the accounts may be established so that Los Angeles County local jurisdictions may extend the life of their Local Return revenue to accommodate longer term financial and planning commitments for specific capital projects.

Some of the Proposition A and Proposition C Local Return funds could lapse due to time constraints. According to the Proposition A and Proposition C Guidelines, the lapsed funds then would be returned to LACMTA, so that the Board may redistribute the funds for reallocation to Jurisdictions for discretionary programs of county-wide significance, or redistribute to each Los Angeles County local jurisdiction by formula on a per capita basis.

DETERMINATION OF SAFETY IMPACT

Approval of the projects will allow for improvements to the safety of the streets, and Gold Line Improvements as listed on Attachments A and B.

FINANCIAL IMPACT

With our recommendation, there would be no impact on the LACMTA Budget, or on LACMTA's Financial Statements. The Capital Reserve Account funds originate from the portion of Proposition A and Proposition C funds that are allocated to each Los Angeles County local jurisdiction by formula on a per capita basis.

ALTERNATIVE CONSIDERED

The cities have no other funds, and the projects could not be constructed in a timely manner.

NEXT STEPS

With Board approval of our recommendation, we will negotiate and execute all necessary agreements between LACMTA and the listed cities for their Capital Reserve Accounts as approved. We will monitor the account to ensure that the cities comply with the Proposition A and Proposition C Local Return Guidelines and the terms of the agreement.

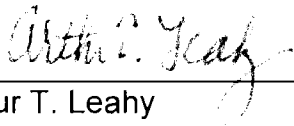
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ATTACHMENTS

- A . Project Summary for Proposed Capital Reserve Accounts (to establish new accounts)
- B . Project Summary for Existing Capital Reserve Accounts (to amend term limits)



Paul C. Taylor
Deputy Chief Executive Officer



Arthur T. Leahy
Chief Executive Officer

**PROPOSITION C LOCAL RETURN FUNDS
PROJECT SUMMARY FOR PROPOSED NEW
CAPITAL RESERVE ACCOUNTS**

| JURISDICTION | PROJECT | AMOUNT | FUND | AGREEMENT TERMIN- ATION/REVIEW DATE |
|--------------------------------------|--|------------|-----------------------------------|--|
| City of El Monte #01-380 (New) | El Monte Santa Anita Bridge Overcrossing <u>Project:</u> Street and Bridge Improvements <u>Justification:</u> The city is in the process of completing the El Monte Transit Village and Bus Station. The Transit Village and Bus Station plans to ease congestion on and along Santa Anita Avenue by diverting inbound and outbound local buses onto Ramona Blvd via grade separated busway | \$400,000 | Proposition C 20% Local Return | 6/30/16 |
| City of El Monte #02-380 (New) | Ramona Blvd at Valley Blvd Intersection Improvement <u>Project:</u> Consists of reconfiguration of existing roadway and addition of dedicated turn lanes <u>Justification:</u> This project will improve existing traffic conditions and allow for non-lapsing of funds | \$771,591 | Proposition C 20% Local Return | 6/30/16 |
| City of El Monte #03-380 (New) | Ramona Blvd/Badillo St/Covina Blvd Improvements <u>Project:</u> Consists of Traffic Signal Synchronization, and Bus Speed Improvements along the Ramona Blvd Badillo Corridor traversing El Monte, Baldwin Park, Covina, Irwindale, and Los Angeles County Unincorporated areas. <u>Justification:</u> The capital reserve will assist in the non-lapsing of funds and provide improvements. | \$141,262 | Proposition C 20% Local Return | 6/30/16 |
| City of Lynwood #57-380 (New) | Long Beach Blvd Improvement Project <u>Project:</u> Will provide for street improvements along Long Beach Blvd (Josephine Street to Tweedy Blvd). <u>Justification:</u> The capital reserve will assist in the non-lapsing of funds and provide improvements to current roadway conditions. This project is also Federally funded. | \$1,747,00 | Proposition C 20% Local Return | 6/30/16 |

| JURISDICTION | PROJECT | AMOUNT | FUND | AGREEMENT TERMIN- ATION/REVIEW DATE |
|---|---|-----------|-----------------------------------|--|
| City of South El Monte #01-380 (New) | Fawcett/Merced-Santa Anita Signal Upgrade <u>Project:</u> Consists of study and left-turn phasing, replace signal heads. <u>Justification:</u> The capital reserve will assist in the non-lapsing of funds. | \$280,868 | Proposition C 20% Local Return | 6/30/16 |

ATTACHMENT B

**PROPOSITION A AND PROPOSITION C LOCAL RETURN FUNDS
PROJECT SUMMARY FOR EXISTING
CAPITAL RESERVE ACCOUNTS TO AMEND**

| JURISDICTION | PROJECT | AMOUNT | FUND | AGREEMENT TERMINATION/REVIEW DATE |
|---|---|--|--|---|
| City of Arcadia #04-380 (Amend) | <p>Pasadena Gold Line – Mass Transit Station Project</p> <p><u>Project:</u> Design, Engineering and Construction of Mass Transit Bus/Rail Bridge and Station in City of Arcadia</p> <p><u>Justification:</u> The ADA compliant multi-modal facility will service bus, rail, bicycle and pedestrian traffic, and will incorporate an information center to provide transportation (route/time) schedules, amps, communication equipment.</p> | <p>\$2,000,000 (Prop A)</p> <p>\$3,000,000 (Prop C)</p> | Proposition A 25% and Proposition C 20% Local Return | <p>6/30/16</p> <p>Extend term</p> |
| City of Lomita #01-380 (Amend) | <p>Crenshaw Blvd – Lomita Blvd Rebuild/ Overlay</p> <p><u>Project:</u> Repaving/rehabilitation road project; from Crenshaw Blvd to Narbonne along Lomita Blvd.</p> <p><u>Justification:</u> This project is still in construction and the City requires an extension</p> | \$1,500,000 | Proposition C 20% Local Return | <p>6/30/16</p> <p>Extend term</p> |
| City of Manhattan Beach #01-380 (Amend) | <p>Sepulveda Boulevard Bridge Widening Project Local Match</p> <p><u>Project:</u> Engineering, design and construction of the Sepulveda Boulevard Bridge Widening</p> <p><u>Justification:</u> Local Match to the 2007 Countywide Call for Projects program</p> | <p>\$3,000,000 (original)</p> <p>\$416,320 (additional)</p> <p>\$3,416,320 (total)</p> | Proposition C 20% Local Return | <p>6/30/16</p> <p>Extend term and increase amount</p> |
| City of Santa Monica #06-380 (Amend) | <p><u>Bus Stop & Shelter Improvement Program</u></p> <p><u>Project:</u> Program will provide customer amenities and transit service information</p> <p><u>Justification:</u> The Capital Reserve supports the local match to federal funds identified for this project.</p> | \$1,500,000 | Proposition A 25% Local Return | <p>6/30/16</p> <p>Extend term</p> |