

# CITY OF LONG BEACH

#### DEPARTMENT OF PUBLIC WORKS

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August 2, 2005

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

#### RECOMMENDATION:

Authorize the City Manager to execute a Three-Year Transportation Funding Agreement between the City of Long Beach and the Long Beach Public Transportation Company for Fiscal Years 2006 through 2008. (Citywide)

## DISCUSSION .

Proposition "A" was approved by the Los Angeles County voters in November 1980, authorizing a sales tax increase of one half cent for public transit purposes. Collection of this tax began in July 1982, and the funds are administered and disbursed by the Los Angeles County Metropolitan Transportation Authority (MTA) to cities based on a per capita basis.

On August 10, 1982, the City Council approved a joint report by the Director of Public Works and the Executive Director and General Manager of the Long Beach Public Transportation Company (LBT) relative to the disbursement of Proposition "A" Local Return funds. In accordance with the report, the City and LBT entered into an agreement outlining fund allocation procedures. This agreement has since been extended by the City Council every three years. The most recent three-year agreement allocates to LBT 70 percent of the Proposition "A" funds received by the City. Both the City and LBT use these funds for various transportation-related capital and operating expenditures.

The most recent three-year agreement expired on June 30, 2005. The terms of the subject agreement continue to provide 70 percent of the City's local return funds to LBT in Fiscal Years 2006, 2007 and 2008.

This matter was reviewed by Senior Deputy City Attorney Donna F. Gwin on July 7, 2005, and Budget Management Officer David Wodynski on July 19, 2005.

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### TIMING CONSIDERATIONS

Council action is requested on August 2, 2005, to authorize the execution of a new threeyear agreement with LBT for various transportation-related capital and operating expenditures.

## FISCAL IMPACT

The estimated annual allocation to Long Beach Transit would be approximately \$4.7 million of the City's Fiscal Year 2006 Proposition "A" Local Return funds and similar funding for Fiscal Years 2007 and 2008. These funds are budgeted in the Transportation Fund (SR 182) and the Department of Financial Management (FM).

#### SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

CHRISTINE F. ANDERSEN

**DIRECTOR OF PUBLIC WORKS** 

-MIKE KILLEBREV

DIRECTOR OF

FINANACIAL MANAGEMENT

APPROVED:

GERALD R. MILLER CITY MANAGER

CFA:SG:vg
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