

DEPARTMENT OF PUBLIC WORKS

BUREAU OF SANITATION  
BOARD REPORT NO. 1  
July 15, 2016

ADOPTED BY THE BOARD  
PUBLIC WORKS OF THE CITY  
of Los Angeles California  
AND REFERRED TO THE CITY COUNCIL  
JUL 15 2016

  
Executive Officer  
Board of Public Works

CD: ALL

AUTHORITY TO ACCEPT **\$400,000** OF GRANT FUNDING FROM THE MOBILE SOURCE AIR POLLUTION REDUCTION REVIEW COMMITTEE'S (MSRC) 2013-2014 EDITION LOCAL GOVERNMENT MATCH PROGRAM IN SUPPORT OF THE BUREAU OF SANITATION CLEAN FUEL PROGRAM FOR SOLID RESOURCES COLLECTION VEHICLES

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RECOMMENDATIONS

1. Approve and forward this report, with its transmittal, to the Mayor and the City Council, with the recommendation that the City Council, subject to concurrence of the Mayor, authorize the Director of the Bureau of Sanitation (LASAN), or designee, to accept \$400,000 in grant funds from the Mobile Source Air Pollution Reduction Review Committee (MSRC), to conduct all negotiations, to provide additional information, and to execute and submit all documents, including, but not limited to agreements and amendments, subject to the approval of the City Attorney as to form and legality, which may be necessary to secure funding with respect to the purchase of 14 new natural gas heavy-duty Solid Resources Collection Vehicles (SRCV). (Execute and submit MSRC Contract No. ML14013).
2. Request the City Council to adopt the Resolution (Transmittal No. 2) approving the acceptance of grant funding in the amount of \$400,000 and appointing the Director of the Bureau of Sanitation, or designee, to conduct all negotiations and to execute and submit all documents necessary to accept and expend grant funding for the purchase of 14 new heavy-duty natural gas powered SRCV.

TRANSMITTALS

1. Copy of adopted Resolution (C.F. 11-0527) by the City Council and Mayor on March 8, 2012, authorizing the Director of the Bureau of Sanitation, or designee, to apply for external grant funding opportunities for the LASAN Clean Fuel Program.
2. Copy of proposed Resolution.
3. Copy of the contract from MSRC, dated February 16, 2016, informing LASAN of a \$400,000 grant award to co-fund the purchase of 14 natural gas heavy-duty vehicles under MSRC contract number ML14013.

## DISCUSSION

The City of Los Angeles, Bureau of Sanitation (LASAN) is committed to air pollution reduction through its Clean Fuel Program for its fleet of Solid Resources Collection Vehicles (SRCV). To offset the incremental cost of new clean fuel vehicles, LASAN staff continues to actively seek external funding opportunities to support the implementation of the Clean Fuel Program.

On March 8, 2012, LASAN received City Council and Mayor approval to apply for external grant funding opportunities for the LASAN Clean Fuel Program (CF11-0527) (Transmittal No. 1).

On September 6, 2013, the Mobile Source Air Pollution Reduction Review Committee (MSRC) released the program announcement for the 2013-2014 Edition of the Local Government Match Program (PA2014-04). In response, LASAN submitted an application to the Match Program with a proposed project to purchase 14 natural gas heavy-duty SRCV with 2010 standard or better compliant engines certified with enhanced NOx emission reduction.

MSRC recently notified LASAN of a grant funding award of \$400,000 to co-fund the purchase of 14 natural gas heavy-duty SRCV. The cost to purchase 14 natural gas heavy-duty SRCV is not to exceed \$4.9 million (\$350,000 per vehicle). By accepting the MSRC match award of \$400,000, this funding assistance will offset the purchase cost by 8.2%.

With this additional successful award, LASAN has successfully been awarded in total about \$28 million from various grant funding sources since the implementation of the LASAN Clean Fuel Program.

## STATUS OF FINANCING

There is no impact to the General Fund. The total funding for this project is not to exceed \$4.9 million for the purchase of 14 new natural gas heavy-duty SRCV. This amount is available in the Solid Waste Resources Revenue Bond, Series 2013-A (Fund 55L, Dept. 50, Appropriation Unit 50J303).

The MSRC will reimburse LASAN up to \$400,000, once contract conditions have been met. The monies will be deposited in Alternative Fuel Program Fund 45T, Dept. 50, Dept. Revenue Source Code 336100.

Respectfully submitted,



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ENRIQUE C. ZALDIVAR, Director  
Bureau of Sanitation