TRANSPORTATION COMMITTEE REPORT relative to the impact of Proposition 6 on the City's transportation programs and projects.

Recommendations for Council action, pursuant to Motion (Krekorian - Bonin - Blumenfield):

- INSTRUCT the Los Angeles Department of Transportation (LADOT) and the City Administrative Officer (CAO) to report to Council immediately relative to the impact on the City's transportation revenue should Proposition 6 pass, and the impact on any current and future transportation capital projects and programs.
- 2. REQUEST that the Los Angeles County Metropolitan Transportation Authority (Metro) report to Council on the impact of Proposition 6 on Metro's current projects and programs in the City of Los Angeles.

<u>Fiscal Impact Statement</u>: Neither the CAO nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted.

(Budget and Finance Committee waived consideration of the above matter.)

SUMMARY

On October 19, 2018, Council considered Motion (Krekorian - Bonin - Blumenfield) relative to the impact of Proposition 6 on the City's transportation programs and projects. Motion states that on November 6, 2018, Californians will vote on Proposition 6. If it passes the measure will repeal Senate Bill 1 and the corresponding state revenues designated for road repairs and public transportation. According the California Secretary of State, passage of Proposition 6 would result in reduced ongoing revenues of \$5.1 billion from state fuel and vehicle taxes that mainly would have paid for highway and road maintenance and repairs, as well as transit programs. Motion movers believe that the adverse impact that this measure will have on the City of Los Angeles and the City's ongoing transportation projects will be significant. Motion recommends that Council instruct LADOT and request Metro to report on local impacts of the ballot measure. Council referred Motion to the Transportation and Budget and Finance Committees for consideration.

At its meeting held October 24, 2018, the Transportation Committee discussed this matter with representatives of the CAO and Metro. The CAO representative stated that the City has delayed projects earmarked to receive \$34.5 million in SB 1 funding. Projects include street and sidewalk repair, Vision Zero pedestrian safety enhancements, and various capital improvements throughout the City. If Proposition 6 passes, the City will need to find alternate funding sources for these projects. Metro's representative stated that the passage of Proposition 6 will jeopardize \$1 billion in funding for local light rail and bus capital projects. The loss of funding will affect projects at the Los Angeles International Airport and the flow of freight out of the Port of Los Angeles. If the State is unable to find alternative sources of funding, the projects and the jobs they create will be eliminated. The Transportation Committee recommended that Council approve Motion's recommendations.

Respectfully Submitted,

TRANSPORTATION COMMITTEE

MEMBER VOTE

BONIN: YES

MARTINEZ: YES

KORETZ: ABSENT

JAW

-NOT OFFICIAL UNTIL COUNCIL ACTS-