TRANSPORTATION COMMITTEE REPORT relative to a proposed a Sixth Amendment to Contract No. C-124676 between the Los Angeles Department of Transportation (LADOT) and Modaxo Traffic Management USA, Inc. (formerly Conduent State and Local Solutions, Inc.), for parking citation processing and collection services.

Recommendations for Council action, as amended:

- APPROVE the proposed Sixth Amendment to Contract C-124676 with Modaxo Traffic Management USA, Inc. (formerly known as Conduent State and Local Solutions) to continue parking citation processing and collection services with a 2.8 percent compensation increase for three months, retroactive from December 26, 2024 to March 25, 2025, with the option to extend month-to-month up to August 15, 2025 until a new contract is executed, subject to the approval of the City Attorney as to form.
- 2. INSTRUCT the Los Angeles Department of Transportation (LADOT) to report on existing protocols that safeguard the privacy of individuals who receive citations, including any data retention policies and regulations that prevent the long-term storage of data and personal information. The report should also indicate how LADOT will implement these privacy measures across any new technology or future contracts with vendors.

<u>Fiscal Impact Statement</u>: The City Administrative Officer (CAO) reports that the cost to provide parking citation and permit processing services under the existing contract is approximately \$1,200,000 per month. The proposed 2.8 percent increase in citation processing costs would result in an estimated \$23,000 of additional costs per month. \$12.7 million from the General Fund is budgeted in LADOT's Contractual Services Account in the 2024-25 Adopted Budget. There may be a General Fund impact should actual costs exceed budgeted funds. Should this amendment not be approved, the City will not collect parking citation revenue until an alternative method of collection is identified.

<u>Financial Policies Statement</u>: The CAO also reports that the recommendation in this report complies with the City Financial Policies in that budgeted funds are available for this purpose.

<u>Community Impact Statement</u>: None submitted.

TIME LIMIT FILE – JUNE 17, 2025

(LAST DAY FOR COUNCIL ACTION – JUNE 17, 2025)

Summary:

On June 11, 2025, your Transportation Committee considered a CAO report, dated April 9, 2025, relative to a proposed a Sixth Amendment to Contract No. C-124676 between

the Los Angeles Department of Transportation (LADOT) and Modaxo Traffic Management USA, Inc. (formerly Conduent State and Local Solutions, Inc.), for parking citation processing and collection services. After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the CAO report, as amended. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

Transportation Committee

COUNCILMEMBER VOTE

HUTT: YES
PARK: ABSENT
HERNANDEZ: YES

RM 6/11/25

-NOT OFFICIAL UNTIL COUNCIL ACTS-