


0220-00210-0290

TRANSMITTAL

TO The City Council	DATE 11/06/2025	COUNCIL FILE NO.
FROM The Mayor	COUNCIL DISTRICT All	

**Department of Transportation
Transportation Grant Fund Report for Fiscal Year 2025-26**

Transmitted for your consideration.
See the City Administrative Officer report attached.


MAYOR
(Jenny Delwood for)

MWS:AMW:06260026t

REPORT FROM

OFFICE OF THE CITY ADMINISTRATIVE OFFICER

Date: October 29, 2025

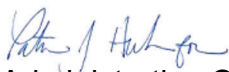
CAO File No. 0220-00210-0290

Council File No. -

Council District: All

To: The Mayor

From: Matthew W. Szabo, City Administrative Officer



Reference: Department of Transportation (LADOT) 2025-26 Transportation Grant Fund Report dated September 11, 2025; referred by Mayor for report on September 18, 2025; revision received from LADOT on October 9, 2025

Subject: **TRANSPORTATION GRANT FUND REPORT FOR FISCAL YEAR 2025-26**

RECOMMENDATIONS

That the City Council, subject to the approval of the Mayor:

1. Authorize the Controller to establish new appropriations in the amount of \$50,376,022 within the Transportation Grant (TG) Fund No. 655 for eight projects with the amounts listed in Attachment 1;
2. Authorize a total increase of \$45,351,601 in appropriations within the TG Fund No. 655 for eight existing projects with the amounts listed in Attachment 2;
3. Authorize the Los Angeles Department of Transportation (LADOT) to:
 - a. Receive grant funds to reimburse the TG Fund No. 655 for expenditures made directly from the TG Fund;
 - b. Reimburse the General Fund on an annual basis for its costs associated with Fringe Benefits, Central Services, and Department Administration using proceeds that the Department has collected from grantors;
 - c. Reimburse the Proposition C Anti-Gridlock Transit Fund No. 540 on an annual basis for its cost associated with the City staff salaries, overtime, compensated time off, and any other expenditures directly incurred by the Proposition C Anti-Gridlock Transit Fund No. 540 and associated with grant projects;
 - d. Increase appropriations within the TG Fund No. 655 by up to 25 percent of any project budget listed in Attachments 1 and 2 of this Report or any other project accounts, not to

exceed \$100,000, provided that the proposed increase is reimbursable through a grant award and subject to the review and approval of the Office of the City Administrative Officer (CAO);

- e. Direct LADOT to decrease and/or close out project appropriations for completed projects accepted by the Board of Public Works, projects where the City Council made a determination to cancel the project, and/or projects wherein the grant funding lapsed or has been de-obligated; and
- f. Authorize the LADOT to make any technical adjustments as necessary and consistent with the Mayor and Council actions on administrative and technical matters, subject to the approval of the CAO, and request the Controller to implement these instructions.

SUMMARY

On September 11, 2025, the Department of Transportation (LADOT) submitted the 2025-26 Transportation Grant (TG) Fund Report to request authority to establish new appropriations totaling \$34,908,549 for seven (7) grant funded projects and to increase existing appropriations by \$45,351,601 for eight (8) grant funded projects. On October 9, 2025, LADOT revised their report to include one (1) additional grant funded project, "MAT C2 - Pico Blvd Safety and Mobility Plan Project", with a new appropriation request for \$15,467,473, increasing the total for new appropriations to \$50,376,022. The total for new and existing appropriations requested in this report is \$95,727,623.

As of October 21, 2025, the cash balance in the TG Fund was \$54,873,884 with \$814,568,452 in anticipated grants receivable, for a total of \$869,442,336. With the additional grant revenue anticipated for the new proposed projects in this report, the current cash balance and current and future grant receivables are projected at \$965,169,959. This is sufficient to cover the total of the proposed increased appropriations in the TG Fund. The TG Fund is a revolving fund and the balance changes daily based on grant reimbursements received and/or expenditures made. It is anticipated that forthcoming grant receivables will reimburse the requested new appropriations. Therefore, this request is compliant with the City's Financial Policies in that appropriations are supported by anticipated grant revenues.

This Office recommends approval of LADOT's requests. According to LADOT, the TG Fund is anticipated to be sufficient to support existing appropriations and the appropriations requested in this Report through the end of the fiscal year. However, given LADOT's current staff resources, billing is behind by nine (9) months and cash flow projections show the TG Fund balance may reach zero (0) reserves by Fall 2026 if action is not taken. LADOT presented possible solutions in its Report and will work with this Office to monitor and provide updates.

New Appropriations

Attachment 1 identifies the new 2025-26 TG Fund projects awarded from various grantors and the \$50.4 million in new appropriations needed for contract procurement for these projects over the next few years. The City's local match for the implementation of these new projects is \$3,308,267 to come from Measure M and AB1290, or from other previously identified funding sources by the respective lead City department as part of the annual budget process. LADOT will seek on-going reimbursements for eligible expenditures from grantors throughout the term of the projects which will be reimbursed to the appropriate special fund. The summary of the new project appropriations in Attachment 1 are as follows:

Summary of New Appropriation Requests for FY 2025-26			
No.	Council District	Project Title	Requested Appropriation
1	Citywide	Low Income E-Bike Voucher Program	\$1,518,124
2	5	Westwood Blvd Safety and Mobility Plan Project	\$8,000,000
3	11	Brentwood Walkability Enhancements (San Vicente Blvd: Bundy to Bringham)	\$800,000
4	9	Metro Active Transport (MAT) Cycle 1 - Avalon/MLK/Gage	\$5,500,425
5	1, 9, 10	MAT Cycle 2 - Pico Blvd Safety and Mobility Plan Project	\$15,467,473
6	10	Ballona Creek Multi-Use Path Extension and Connections	\$5,090,000
7	14	Reconnecting Communities and Neighborhoods - Pico/Flower	\$7,000,000
8	8	Highway Safety Improvement Program Cycle 12 - Avalon Blvd. Complete Streets Phase 1	\$7,000,000
Total - New Appropriations			\$50,376,022

Increases to Existing Appropriations

The LADOT requests authority to increase existing appropriations for eight projects by \$45.4 million. The summary of the increases to existing appropriations in Attachment 2 are as follows:

Summary of Increased Existing Appropriation Requests for FY 2025-26					
No.	C.D.	Project Title	Existing Appr.	Requested Appr.	Total Appr.
1	14	Valley Blvd Multi-Modal Transportation Improvement - LAMIP103	\$ 10,000,000	\$ 19,432,000	\$ 29,432,000
2	14	Huntington Dr Multi-Modal Transportation Improvement - LAMIP104	\$ 6,500,000	\$ 10,500,000	\$ 17,000,000
3	14	Eagle Rock Bl Multi-Modal Transportation Improvement - LAMIP101	\$ 1,500,000	\$ 3,000,000	\$ 4,500,000
4	7	Mission Mile: Sepulveda Visioning for a Safe & Active Community	\$ 39,920,000	\$ 3,750,000	\$ 43,670,000
5	1	Liechty Middle and Neighborhood Elementary Schools Safety Improvement Project - LA0G1655	\$ 23,198,000	\$ 2,200,000	\$ 25,398,000
6	15	Crossing Upgrades and Pedestrian Improvements - South Bay MSP	\$ 2,771,531	\$ 2,842,401	\$ 5,613,932
7	5, 11	Santa Monica to Westwood Stress-Free Bicycle Enhanced Corridor	\$ 569,117	\$ 2,000,000	\$ 2,569,117
8	14	Boyle Heights Chavez Ave Streetscape/Pedestrian Improvements	\$ 10,787,500	\$ 1,627,200	\$ 12,414,700
Total - Existing Appropriations			\$ 95,246,148	\$ 45,351,601	\$ 140,597,749

Authority to Increase Current Appropriations

LADOT requires the ability to increase project appropriations within the TG Fund to accommodate design or construction contracting needs in cases where it has been decided that City staff will no longer perform the work. Currently, these requests are handled on a case by case basis through the City Transportation-Related Construction Project Reports, the annual TG Fund report, or through a Motion. To facilitate these types of requests where there are no budget increases, LADOT requests delegated authority to increase appropriations by up to twenty-five percent of a project's appropriation within the Council authorized budget, not to exceed \$100,000. Increases above \$100,000 or that increase a project budget will continue to be considered by the Mayor and Council.

This Office recommends approval of the LADOT request provided that the proposed increase is fully reimbursable through a grant award. This Office further recommends that these transactions be subject to the review and approval of the CAO, and that all increases be reported to the Mayor and Council in the next annual Transportation Grant Fund report.

Cash Flow Projection

LADOT conducted its annual cash flow study, and projected the TG Fund balance may reach zero (0) reserves by Fall 2026. The key issue is that all billing, regardless of the lead department for the project, is managed by LADOT staff, and limited resources have resulted in a nine month backlog for billing. To remedy this issue, LADOT proposed the following solutions:

- Request departments that use the TG Fund provide supplemental accounting staff to manage regular billing for projects;
- Request departments provide their own front funding sources and manage their own portfolios with existing staff;
- Approve an additional cash infusion into the TG Fund (amount to be determined);
- Expedite hiring for accounting staff vacancies with candidates from the Expedited Transfer Process; and
- Explore retention strategies for accounting staff.

This Office will consider the options, and make a recommendation in a future report to the Mayor and Council if necessary.

FISCAL IMPACT STATEMENT

There is no General Fund impact. The Transportation Grant (TG) Fund is a revolving account established to receive grant reimbursements for transportation grant funded programs. A total of \$59.3 million in new grants was awarded to the City, of which \$50.4 million requires the establishment of new appropriations in the TG Fund. In addition, the Department is requesting to increase existing appropriations by \$45.4 million for existing projects, which is within their Council authorized project budgets.

FINANCIAL POLICIES STATEMENT

These recommendations are in compliance with the City's Financial Policies in that one-time revenues (grants) are used for one-time expenditures.

MWS:AMW:06260026

Attachments

- 1 – 2025-26 Transportation Grant Fund – New Appropriations
- 2 – 2025-26 Transportation Grant Fund – Increase to Existing Appropriations
- 3 – 2025-26 Transportation Grant Fund – Report from the Department of Transportation dated September 11, 2025

ATTACHMENT 1 - NEW APPROPRIATIONS (FY2025-26 TG Fund)

No.	Council District(s)	Lead Dept	Project Title	Council File	Grant Amount	Local Match	Project Budget	Estimated City Staff Labor	Appropriation Request	Purpose of Appropriation
Metro Call for Projects										
1	Citywide	LADOT	Low Income E-Bike Voucher Program	12-1866; 14-1680; FY2025-26 TCPRI	\$ 1,518,124	\$ 398,267	\$ 1,916,391	\$ 398,267	\$ 1,518,124	Contract Procurement
Westside Cities Subregion WCCOG Measure M MSP										
2	5	LADOT	Westwood Blvd Safety and Mobility Plan Project	20-1335	\$ 9,600,000	\$ -	\$ 9,600,000	\$ 1,600,000 (Grant)	\$ 8,000,000	Contract Procurement
3	11	StreetsLA	Brentwood Walkability Enhancements (San Vicente Blvd: Bundy to Bringham)	20-1335	\$ 2,561,297	\$ -	\$ 2,561,297	\$ 1,761,297 (Grant)	\$ 800,000	Materials Procurement
			SUBTOTAL		\$ 12,161,297	\$ -	\$ 12,161,297	\$ 3,361,297	\$ 8,800,000	
Measure M Metro Active Transport (MAT) Program										
4	9	LADOT	MAT C1 - Avalon/MLK/Gage	20-0504	\$ 8,023,724	\$ -	\$ 8,023,724	\$ -	\$ 5,500,425	Contract Procurement
5	1,9,10	LADOT	MAT C2 - Pico Blvd Safety and Mobility Plan Project	25-0416	\$ 15,467,473	\$ -	\$ 15,467,473	\$ -	\$ 15,467,473	Contract Procurement
			SUBTOTAL		\$ 23,491,197	\$ -	\$ 23,491,197	\$ -	\$ 20,967,898	
Active Transportation Program										
6	10	BOE	Ballona Creek Multi-use Path Extension and Connections	14-0499-58	\$ 5,090,000	\$ 2,910,000 (CD 10 AB1290)	\$ 8,000,000	\$ 750,000	\$ 5,090,000	Contract Procurement
Reconnecting Communities and Neighborhoods										
7	14	StreetsLA	RCN - Pico / Flower	Pending	\$ 10,000,000	\$ -	\$ 10,000,000	\$ -	\$ 7,000,000	Contract Procurement
Highway Safety Improvement Program										
8	8	BOE	HSIP 12 - Avalon Bl Complete Streets Phase 1	Pending	\$ 7,000,000	\$ -	\$ 7,000,000	\$ -	\$ 7,000,000	Contract Procurement
			TOTAL		\$ 59,260,618	\$ 3,308,267	\$ 62,568,885	\$ 4,509,564	\$ 50,376,022	


ATTACHMENT 2 - INCREASE TO EXISTING APPROPRIATIONS (FY2025-26 TG Fund)

No.	Council District(s)	Lead Dept	Project Title	Council File	Grant Amount	Secondary Grant	Tertiary Grant	Quaternary Grant	Local Match	Local Match (Other)	Project Budget	Estimated City Staff Labor	Prior Year Appropriation Account No.	Prior Year Appropriation Amount	Appropriation Request Increase	New Appropriation Total	Purpose of Appropriation
1	14	BOE	Valley Blvd Multi-Modal Transportation Improvement-LAMIP103	19-1566	\$ 20,000,000	\$ 10,000,000 (STBG)		\$ -	-	\$ -	\$ 30,000,000	\$ -	94T2G	\$ 10,000,000	\$ 19,432,000	\$ 29,432,000	Contract Procurement
2	14	BOE	Huntington Dr Multi-Modal Transportation Improvement - LAMIP104	19-1566	\$ 17,000,000	\$ -		\$ -	-	\$ -	\$ 17,000,000	\$ -	94T2H	\$ 6,500,000	\$ 10,500,000	\$ 17,000,000	Contract Procurement
3	14	StreetsLA	Eagle Rock Bl Multi-Modal Transportation Improvement - LAMIP101	19-1566	\$ 10,000,000	\$ -		\$ -	-	\$ -	\$ 10,000,000	\$ -	94T2C	\$ 1,500,000	\$ 3,000,000	\$ 4,500,000	Contract Procurement
			SUBTOTAL		\$ 47,000,000	\$ 10,000,000	\$ -	\$ -	-	\$ -	\$ 57,000,000	\$ -		\$ 18,000,000	\$ 32,932,000	\$ 50,932,000	
4	7	StreetsLA	Mission Mile: Sepulveda Visioning for a Safe & Active Community	14-0499-S5	\$ 39,670,000	\$ 4,000,000 (STBG)		\$ -	10,230,000	\$ 518,000 (TBD)	\$ 54,418,000	\$ 1,270,000 (STBG)	94V73C	\$ 39,920,000	\$ 3,750,000	\$ 43,670,000	Contract Procurement
5	1	DOT	Liechty Middle and Neighborhood Elementary Schools Safety Improvement Project - LUG1655	14-0499-S4	\$ 23,198,000	\$ 2,200,000 (STBG)		\$ -	\$ 5,802,000 (MSP; TDA, CRA)	\$ 285,000 (51Q Ped Set-Aside)	\$ 31,485,000	\$ 3,518,000	94ST1K	\$ 23,198,000	\$ 2,200,000	\$ 25,398,000	Contract Procurement
			SUBTOTAL		\$ 62,868,000	\$ 6,200,000	\$ -	\$ -	16,032,000	\$ 803,000	\$ 85,903,000	\$ 4,788,000		\$ 63,118,000	\$ 5,950,000	\$ 69,068,000	
6	15	DOT	Crossing Upgrades and Pedestrian Improvements - South Bay MSP	20-0101	\$ 5,613,932	\$ -		\$ -	-	\$ -	\$ 5,613,932	\$ -	94ST1S	\$ 2,771,531	\$ 2,842,401	\$ 5,613,932	Contract Procurement
7	5, 11	LADOT	Santa Monica to Westwood Stress-Free Bicycle Enhanced Corridor	20-1335	\$ 10,406,584	\$ -		\$ -	-	\$ -	\$ 10,406,584	\$ -	94YT5E	\$ 569,117	\$ 2,000,000	\$ 2,569,117	Contract Procurement
8	14	LADOT	Boyle Heights Chavez Ave Streetscape/Ped Improvs	09-0099	\$ 2,787,500	\$ 8,000,000 (CMAAQ)	\$ 1,900,000 (PC25)	\$ 437,200 (LTF)	2,010,576	1,916,389 (Measure R)	\$ 17,051,665	\$ 1,600,000	94RT0M	\$ 10,787,500	\$ 1,627,200	\$ 12,414,700	Contract Procurement
			TOTAL		\$ 128,676,016	\$ 24,200,000	\$ 1,900,000	\$ 437,200	18,042,576	\$ 2,719,389	\$ 175,975,181	\$ 6,388,000		\$ 95,246,148	\$ 45,351,601	\$ 140,597,749	

CITY OF LOS ANGELES
INTER-DEPARTMENTAL MEMORANDUM

Date: September 11, 2025

To: The Honorable Mayor Karen Bass
Office of the Mayor
Attention: Legislative Coordinator

From: Laura Rubio-Cornejo, General Manager
Department of Transportation 

Subject: **FISCAL YEAR 2025-2026 TRANSPORTATION GRANT FUND REPORT**

SUMMARY

The Los Angeles Department of Transportation (LADOT) submits an annual Transportation Grant Fund Report to establish new appropriations and adjust existing appropriations for awarded transportation grants within the Transportation Grant Fund. This report is for Fiscal Year (FY) 2025-2026.

RECOMMENDATIONS

That the City Council, subject to the approval of the Mayor:

1. Authorize LADOT to:
 - a. Receive grant funds to reimburse the Transportation Grant Fund No. 655 for expenditures made directly from the Transportation Grant Fund;
 - b. Annually reimburse the General Fund for its costs associated with Fringe Benefits, Central Services, and Department Administration using proceeds that the Department has collected from grantors;
 - c. Annually reimburse the Proposition C Anti-Gridlock Transit Fund No. 540 for its costs associated with the City staff salaries, overtime, compensated time off, and any other expenditures directly incurred by the Proposition C Anti-Gridlock Transit Fund No. 540;
 - d. Increase appropriations within the Transportation Grant Fund No. 655 by up to 25 percent of any project budget listed in the attachments or any other project accounts, not to exceed \$100,000, subject to the review and approval of the Office of the City Administrative Officer (CAO);
2. Instruct all Departments and/or Bureaus to closely monitor their projects and schedules to ensure that the expenditures of funds are for the purposes of each of the projects and that the expenditure of funds are correctly recorded and reported;

3. Direct LADOT to decrease and/or close out project appropriations for completed projects accepted by the Board of Public Works, projects where the City Council made a determination to cancel the project, and/or projects wherein the grant funding lapsed or has been de-obligated;
4. Authorize the appropriation request of \$34,908,549 within the Transportation Grant Fund No. 655 for the new projects and the amounts listed in Attachment 1;
5. Authorize an appropriation increase request of \$45,351,601 from \$95,246,148 to \$140,597,749 within the Transportation Grant Fund No. 655, for the on-going projects with the amounts listed in Attachment 2;
6. Authorize LADOT to make any technical adjustments as necessary and consistent with the Mayor and Council actions on administrative and technical matters, subject to the approval of the CAO, and request the Controller to implement these instructions.

BACKGROUND

The Transportation Grant Fund (TGF) provides front-funding for grant awarded transportation projects from various competitive transportation grant funding processes. LADOT prepared this TGF report to request City Council's approval for using TGF's cash balance to establish new appropriations and to adjust existing appropriations.

DISCUSSION

New Appropriations

LADOT staff, in coordination with the Bureaus of Engineering and Street Services, identified seven projects with grant funds awarded by various transportation grant programs that require initial appropriations (Attachment 1). LADOT recommends a total of \$34,908,549 in new appropriations within the TGF to fund these projects. The City's local match for the implementation of these new projects is \$3,308,267 to come from Measure M and AB1290, or from other previously identified funding sources by the respective lead City department as part of the annual budget process.

Increases to the Existing Appropriations

The City Council previously authorized \$95,246,148 in appropriations for the eight projects in Attachment 2. LADOT requests an increase of \$45,351,601 in appropriations as follows:

- **Valley Blvd Multi-Modal Transportation Improvement - LAMIP103:** The City Council through CF#19-1566 approved the pursuit of grant funding from the Metro SR-710 Mobility Improvement Program for this project, which has received a grant award of \$34,100,000, but was subsequently reduced to \$20,000,000 due to the SCAG corrective action. Metro/SCAG then awarded an additional \$10,000,000 in STBG funds to the project with the stipulation that the funds must be obligated by September 2025. BOE fulfilled the obligation of the STBG funds on May 29, 2025. This project does not require a local match as it utilizes California's toll credits to replace its non-federal share of the budget. The City Council previously authorized a total of \$10,000,000 in appropriation as per TGF report Council File 23-1201. BOE hired a consultant to carry out the tasks of the pre-design phase. This project involves significant coordination with Union Pacific Railroad, Metro, Metrolink, LA County+USC campus, and multiple communities along the project limits. BOE has determined that the project appropriation needs an increase of \$19,432,000

from \$10,000,000 to \$29,432,000 to complete the design phase, complete the environmental documentation, continue community engagement, and various other coordinating activities to move this project forward. The additional appropriation is within the preliminary engineering (PE) project budget. Work on the design phase will continue to use consultant services with an anticipated completion in the summer of 2027.

- **Huntington Dr. Multi-Modal Transportation Improvement - LAMIP104:** The City Council through CF#19-1566 approved the pursuit of grant funding from the Metro SR-710 Mobility Improvement Program for this project, which has received a grant award of \$17,000,000. This project does not require a local match as it utilizes California's toll credits to replace its non-federal share of the budget. The City Council previously authorized a total of \$6,500,000 in TGF appropriation as per TGF report Council File 24-1419 for this project. The community engagement feedback indicated the need to extend the project limits to include the Mission Rd. corridor between Huntington Dr. and Valley Blvd. BOE has determined that the project appropriation needs an increase of \$10,500,000 from \$6,500,000 to \$17,000,000 to complete the design phase, complete pre-environmental documentation, continue community engagement, and various other coordinating activities for the Huntington Dr. corridor, but also to provide conceptual design and data collection for the Mission Dr. corridor to inform final design alternatives. The additional appropriation is within the preliminary engineering (PE) project budget. Work on the design phase will continue to use consultant services with anticipated completion in the summer of 2027. The bureau will pursue additional grants and available funding opportunities for multi-modal improvement projects to fund the construction phase.
- **Eagle Rock BI Multi-Modal Transportation Improvement-LAMIP101:** The City Council through CF#19-1566 approved the pursuit of grant funding from the Metro SR-710 Mobility Improvement Program for this project, which has received a grant award of \$16,362,000, but was subsequently reduced to \$10,000,000 due to the SCAG corrective action. This project does not require a local match as it utilizes California's toll credits to replace its non-federal share of the budget. The City Council previously authorized \$1,500,000 in TGF appropriation as per TGF report Council File 21-0271. StreetsLA has determined that the project appropriation needs an increase of \$3,000,000 from \$1,500,000 to \$4,500,000 to complete the design phase, complete pre-environmental documentation, continue community engagement, and various other coordinating activities. The additional appropriation is within the preliminary engineering (PE) project budget. Work on the design phase will continue to use consultant services with anticipated completion in the fall of 2026.
- **ATP-5 Mission Mile: Sepulveda Visioning for a Safe & Active Community:** The City Council through CF#14-0499-S5 approved the pursuit of grant funding from the Active Transportation Program Cycle 5 for this project which has received a grant award of \$39,670,000. This project received an additional funding allocation of \$4,000,000 in STBG funds with a required local match of \$518,000 as part of the SCAG CMAQ program for the design phase. The City Council previously authorized prior appropriation totaling \$39,920,000 in the Transportation Grant Fund. StreetsLA has determined that the project appropriation needs an increase of \$3,750,000 from \$39,920,000 to \$43,670,000 to move the project into the construction phase. The additional appropriation is within the total approved project budget. The ATP funding requires a City match of \$10,230,000, which the City has obligated through Prop C funds designated for salaries only. Of the \$5.1 million in ATP funds available for the PS&E phase, the required \$1.1 million local match will be provided by the City through a portion of the \$4 million STBG grant. The balance of the STBG funds will be allocated to cover review costs associated with LADOT, BSL, DWP, and other departments.

- ATP-4 Liechty Middle and Neighborhood Elementary Schools Safety Improvement Project - LA0G1655:** The City Council through CF#14-0499-S4 approved the pursuit of grant funding from the Active Transportation Program Cycle 4 for this project which has received a grant award of \$23,198,000. This project received additional funding allocation of \$2,200,000 in STBG funds as part of the SCAG CMAQ program. Various funding sources from Measure M MSP, TDA, CRA, and Ped Set-Asides will fund the local match commitment. The City Council previously authorized prior appropriation totaling \$23,198,000 in the Transportation Grant Fund. LADOT has determined that the project appropriation needs an increase of \$2,200,000 from \$23,198,000 to \$25,398,000 to move the project into the construction phase. The additional appropriation is within the total approved project budget.
- Westside Cities Subregion MSP: Santa Monica to Westwood Stress-Free Bicycle Enhanced Corridor:** Per Metro Board Report 2024-0818, Metro revised the grant award from \$8,406,584 to \$10,406,584. The City Council previously authorized \$569,117 in TGF appropriation. LADOT has determined that the project appropriation needs an increase of \$2,000,000 from \$569,117 to \$2,569,117. The appropriation increase is necessary to install a two-way protected cycle track along Ohio Avenue between Westgate Avenue and Westwood Boulevard. This funding will also fulfill needed traffic calming elements along Westgate Avenue, Rochester Avenue, Saltair Avenue, and Texas Avenue and wayfinding signage connecting to existing facilities on Arizona Avenue in the City of Santa Monica. The project upgrades the discontinuous Class II bicycle lane on Ohio to a continuous cycle track facility for 1.3 miles.
- Boyle Heights Chavez Ave Streetscape/Ped Improvements:** The City Council previously authorized \$10,787,500 in TGF appropriation as per Council File 23-0842-S3 for this project with grants awarded through the 2011 Metro Call for Projects and prior grant repurposing. This project will receive an additional \$1,190,000 in PROP C 25% grant funds due to the repurposing of funds from the canceled Burbank Blvd. Widening project (LA0C8046) and \$437,200 in Local Transportation Funds from the canceled LADOT Streets for People - Parklets and Plazas project (LAF7814) with local match commitment of \$1,178,276 and \$109,300 respectively. The total local match commitment for all of the various grants for this project to date is 3,926,965. LADOT has determined that the project appropriation needs an increase of \$1,627,200 from \$10,787,500 to \$12,414,700 due to recent escalations in material & labor costs.

TGF Cash Flow Health Check

LADOT conducts an annual cash flow study of the TGF and assesses the sustainability of the fund as the front funding source for the City's transportation grant projects. The Bureau of Engineering, StreetsLA, and LADOT curate a list of active projects with its schedule of anticipated contract expenditures. LADOT accounting staff serves as the primary conduit for bill processing to the grantor(s) for reimbursement, which then replenishes the TGF. Given the current staff resources, LADOT can only expect to issue bills at a nine-month cycle. With roughly \$882 million in commitments to the current portfolio of grant projects, the cash flow projections show the TGF balance may reach zero reserves by Fall of 2026 without additional infusion of funds.

As reflected in the LADOT Sustainability of the Transportation Grant Fund Report presented to the Streets and Transportation Project Oversight Committee (STPOC) on September 4, 2025, below are a few alternatives to consider to support the sustainability of the TGF::

- Departments that use the TGF provide supplemental staff for billing support to manage regular billings for projects;
- Require partnering departments to provide their own front funding sources and manage their own programs/projects;
- Additional cash infusion into the TGF (exact amount to be determined);
- Backfill Accounting vacancies with candidates through the Expedited Transfer Process (ETP); and,
- Explore retention strategies for Accounting staff who oversee and work on TGF-related projects/programs.

FINANCIAL IMPACT

There is no impact on the General Fund at this time. For all other grant-funded projects in this report, LADOT and the bureaus under the Department of Public Works have already identified the City staff costs and the required staff resources through the annual budget process. The TGF currently has approximately \$882 million in remaining unspent commitments, and a cash balance of approximately \$55 million. The cash balance has historically fluctuated from \$50 million to \$70 million over the past few years. With the increased volume and value of recent transportation grant requests and grant awards, LADOT anticipates the TGF cash balance is sustainable until the Fall of 2026. LADOT will work with the CAO to monitor the TGF cash flow on a regular basis and will collaborate to identify additional strategies and possible front funding alternatives to ensure the TGF maintains sufficient reserves.

LRC:DM:cr

Attachments

c: Matthew W. Szabo, City Administrative Officer

ATTACHMENT 1 - NEW APPROPRIATIONS (FY2025-26 TGF)

No.	Council District(s)	Lead Dept	Project Title	Council File	Grant Amount	Local Match	Project Budget	Estimated City Staff Labor	Appropriation Request	Purpose of Appropriation
Metro Call for Projects										
1	Citywide	DOT	Low Income E-Bike Voucher Program	12-1866; 14-1680; FY2025-26 TCPRI	\$ 1,518,124	\$ 398,267	\$ 1,916,391	\$ 398,267	\$ 1,518,124	Contract Procurement
Westside Cities Subregion WCCOG Measure M MSP										
2	5	LADOT	Westwood Blvd Safety and Mobility Plan Project	20-1335	\$ 9,600,000	\$ -	\$ 9,600,000	\$ 1,600,000 (Grant)	\$ 8,000,000	Contract Procurement
3	11	StreetsLA	Brentwood Walkability Enhancements (San Vicente Blvd: Bundy to Bringham)	20-1335	\$ 2,561,297	\$ -	\$ 2,561,297	\$ 1,761,297 (Grant)	\$ 800,000	Materials Procurement
			SUBTOTAL		\$ 12,161,297	\$ -	\$ 12,161,297	\$ 3,361,297	\$ 8,800,000	
Measure M Metro Active Transport (MAT) Program										
4	9	LADOT	MAT C1 - Avalon/MLK/Gage	20-0504	\$ 8,023,724	\$ -	\$ 8,023,724	\$ -	\$ 5,500,425	Contract Procurement
Active Transportation Program										
5	10	BOE	Ballona Creek Multi-use Path Extension and Connections	14-0499-S8	\$ 5,090,000	\$ 2,910,000 (CD 10 AB1290)	\$ 8,000,000	\$ 750,000	\$ 5,090,000	Contract Procurement
Reconnecting Communities and Neighborhoods										
6	14	StreetsLA	RCN - Pico / Flower	Pending	\$ 10,000,000	\$ -	\$ 10,000,000	\$ -	\$ 7,000,000	Contract Procurement
Highway Safety Improvement Program										
7	8	BOE	HSIP 12 - Avalon Bl Complete Streets Phase 1	Pending	\$ 7,000,000	\$ -	\$ 7,000,000	\$ -	\$ 7,000,000	Contract Procurement
			TOTAL		\$ 43,793,145	\$ 3,308,267	\$ 47,101,412	\$ 4,509,564	\$ 34,908,549	

ATTACHMENT 2 - INCREASE TO EXISTING APPROPRIATION (FY2025-26 TGF)

No.	Council District(s)	Lead Dept	Project Title	Council File	Grant Amount	Secondary Grant	Tertiary Grant	Quaternary Grant	Local Match	Local Match (Other)	Project Budget	Estimated City Staff Labor	Prior Year Appropriation Account No.	Prior Year Appropriation Amount	Appropriation Request Increase	New Appropriation Total	Purpose of Appropriation
SR-710 North Corridor Mobility Improvement Projects																	
1	14	BOE	Valley Blvd Multi-Modal Transportation Improvement-LAMIP103	19-1566	\$ 20,000,000	\$ 10,000,000 (STBG)		\$ -	\$ -	\$ -	\$ 30,000,000	\$ -	94TT2G	\$ 10,000,000	\$ 19,432,000	\$ 29,432,000	Contract Procurement
2	14	BOE	Huntington Dr Multi-Modal Transportation Improvement - LAMIP104	19-1566	\$ 17,000,000	\$ -		\$ -	\$ -	\$ -	\$ 17,000,000	\$ -	94TT2H	\$ 6,500,000	\$ 10,500,000	\$ 17,000,000	Contract Procurement
3	14	StreetsLA	Eagle Rock Rl Multi-Modal Transportation Improvement - LAMIP101	19-1566	\$ 10,000,000	\$ -		\$ -	\$ -	\$ -	\$ 10,000,000	\$ -	94TT2C	\$ 1,500,000	\$ 3,000,000	\$ 4,500,000	Contract Procurement
			SUBTOTAL		\$ 47,000,000	\$ 10,000,000	\$ -	\$ -	\$ -	\$ -	\$ 57,000,000	\$ -		\$ 18,000,000	\$ 32,932,000	\$ 50,932,000	
Active Transportation Program																	
4	7	StreetsLA	Mission Mlie: Sepulveda Visioning for a Safe & Active Community	14-0499-55	\$ 39,670,000	\$ 4,000,000 (STBG)		\$ -	\$ 10,230,000	\$ 518,000 (TBD)	\$ 54,418,000	\$ 1,270,000 (STBG)	94V73C	\$ 39,920,000	\$ 3,750,000	\$ 43,670,000	Contract Procurement
5	1	DOT	Liechty Middle and Neighborhood Elementary Schools Safety Improvement Project - LAOG1655	14-0499-54	\$ 23,198,000	\$ 2,200,000 (STBG)		\$ -	\$ 5,802,000 (MSP; TDA; CHA)	\$ 285,000 (STQ Ped Ser-Aside)	\$ 31,485,000	\$ 3,518,000	94ST1K	\$ 23,198,000	\$ 2,200,000	\$ 25,398,000	Contract Procurement
			SUBTOTAL		\$ 62,868,000	\$ 6,200,000	\$ -	\$ -	\$ 16,032,000	\$ 803,000	\$ 85,903,000	\$ 4,788,000		\$ 63,118,000	\$ 5,950,000	\$ 69,068,000	
South Bay Cities COG MSP Measure M																	
6	15	DOT	Crossing Upgrades and Pedestrian Improvements - South Bay MSP	20-0101	\$ 5,613,932	\$ -		\$ -	\$ -	\$ -	\$ 5,613,932	\$ -	94ST1S	\$ 2,771,531	\$ 2,842,401	\$ 5,613,932	Contract Procurement
Westside Cities Subregion Measure M MSP																	
7	5, 11	LADOT	Santa Monica to Westwood Stress-Free Bicycle Enhanced Corridor	20-1335	\$ 10,406,584	\$ -		\$ -	\$ -	\$ -	\$ 10,406,584	\$ -	94YT5E	\$ 569,117	\$ 2,000,000	\$ 2,569,117	Contract Procurement
Metro Call for Projects																	
8	14	LADOT	Boyle Heights Chavez Ave Streetscape/Ped Improvs	09-0099	\$ 2,787,500	\$ 8,000,000 (CMAQ)	\$ 1,900,000 (PC25)	\$ 437,200 (LTF)	\$ 2,010,576	\$ 1,916,389 (Measure R)	\$ 17,051,665	\$ 1,600,000	94RT0M	\$ 10,787,500	\$ 1,627,200	\$ 12,414,700	Contract Procurement
			TOTAL		\$ 128,676,016	\$ 24,200,000	\$ 1,900,000	\$ 437,200	\$ 18,042,576	\$ 2,719,389	\$ 175,975,181	\$ 6,388,000		\$ 95,246,148	\$ 45,351,601	\$ 140,597,749	