

BUDGET AND FINANCE COMMITTEE REPORT relative to the Fiscal Year (FY) 2025-26 Selective Traffic Enforcement Program (STEP) grant award from the State of California, Office of Traffic Safety (OTS).

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. AUTHORIZE the Chief of Police, Los Angeles Police Department (LAPD), or designee, to:
 - a. Retroactively apply for and accept the grant award for the FY 2025-26 STEP from the State of California, OTS in the amount of \$6,405,000 for the period of October 1, 2025, through September 30, 2026.
 - b. Execute the 2025-26 STEP Grant Agreement on behalf of the City and submit the necessary agreements and documents relative to the grant award, subject to the approval of the City Attorney as to form.
 - c. Execute a Professional Services Agreement with one selected vendor, for a term of 12 months within the applicable grant performance period, for a sum not to exceed \$70,000, for the provision of phlebotomist services, subject to the approval of the City Attorney as to form.

2. AUTHORIZE the LAPD to:
 - a. Spend up to the grant amount of \$6,405,000 in accordance with the grant award agreement.
 - b. Submit grant reimbursement requests to the grantor and deposit grant receipts in the LAPD Grant Trust Fund No. 339/70.
 - c. Prepare Controller instructions for any technical adjustments as necessary to implement Mayor and Council intentions, subject to the approval of the City Administrative Officer (CAO); and, authorize the Controller to implement the instructions.

3. AUTHORIZE the Controller to:
 - a. Establish a grant receivable and appropriate \$6,405,000 to appropriation account, account number to be determined, within Fund No. 339/70, for the disbursement of the FY 2025-26 STEP grant funds.
 - b. Increase appropriations and transfer, as necessary, the FY 2025-26 STEP grant funds from Fund No. 339/70, account number to be determined, to Fund No. 100/70, account numbers and amounts as follows:
 - i. Account No. 001092, Overtime Sworn; Amount: \$3,628,773.28
 - ii. Account No. 001090, Overtime General; Amount: \$224,791.27
 - iii. Account No. To Be Determined, Related Costs; Amount: \$346,435.45

4. AUTHORIZE the City Clerk to place the following actions relative to the FY 2025-26 STEP Grant on the City Council Agenda on July 1, 2026, or on the first meeting day thereafter:

Authorize the Controller to increase appropriations and transfer, as necessary, the FY 2025-26 STEP grant funds from Fund No. 339/70, account number to be determined, to Fund No. 100/70, account numbers and amounts as follows:

- a. Account No. 001092, Overtime Sworn; Amount: \$1,746,703.37
- b. Account No. 001090, Overtime General; Amount: \$111,936.87
- c. Account No. To Be Determined, Related Costs; Amount: \$167,091.76

Fiscal Impact Statement: The CAO reports that approval of the recommendations within this report will allow for the expenditure of the FY 2025-26 STEP grant award totaling \$6,405,000 from the State of California OTS. There is no impact to the General Fund as a result of these recommendations. No matching funds are required for this grant.

Financial Policies Statement: The CAO reports that the recommendations provided in the report are in compliance with the City's Financial Policies in that one-time grant funding will be utilized for one-time program expenditures.

Community Impact Statement: None submitted

SUMMARY

At its meeting held on January 14, 2026, the Public Safety Committee considered the Board of Police Commissioners (Board) report, dated November 21, 2025, and the CAO report, dated December 18, 2025, relative to authorizing the LAPD to retroactively apply for and accept the grant award in the amount of \$6,405,000 from the FY 2025-26 STEP for the period of October 1, 2025 through September 30, 2026; to execute the STEP Grant Agreement between the City and the State of California, OTS; and, to execute a Professional Services Agreement with one selected vendor, for a one-year term and the sum not to exceed \$70,000, for the provision of phlebotomist services. The grant funds will provide support for the implementation of the STEP to address traffic safety issues. The Public Safety submits the report to Council without recommendation due to the lack of a majority vote.

Subsequently, on February 3, 2026, the Budget and Finance Committee also considered this matter. After an opportunity for public comment was held, the Committee recommended approval of the recommendations contained in said CAO report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

BUDGET AND FINANCE COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
YAROSLAVSKY:	YES
BLUMENFIELD:	YES
HUTT:	YES
McOSKER:	YES
HERNANDEZ:	NO

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-NOT OFFICIAL UNTIL COUNCIL ACTS-