

**DATE: MAY 7, 2025**

**FROM: ENGINEERING**

**SUBJECT: RESOLUTION NO. \_\_\_\_\_ - APPROVAL OF MEASURE M FUNDING AGREEMENT BETWEEN THE CITY OF LOS ANGELES HARBOR DEPARTMENT AND LOS ANGELES COUNTY METROPOLITAN TRANSPORTATION AUTHORITY FOR THE AVALON PROMENADE AND GATEWAY PROJECT**

**SUMMARY:**

Staff requests approval of Funding Agreement No. 9200000000M460103 (Funding Agreement) with the Los Angeles County Metropolitan Transportation Authority (LACMTA) for \$10,207,400 of Measure M funds for the Avalon Promenade and Gateway Project (Project). This project is also referred to as Wilmington Waterfront Avalon Pedestrian Bridge and Promenade Gateway.

To receive Measure M funds, the City of Los Angeles Harbor Department (Harbor Department) must enter into the proposed Funding Agreement with LACMTA. The Harbor Department is financially responsible for the net funding costs to complete the Project.

**RECOMMENDATION:**

It is recommended that the Board of Harbor Commissioners (Board):

1. Find that the Director of Environmental Management has determined that the proposed action has been previously evaluated pursuant to the requirements of the California Environmental Quality Act (CEQA) under Article II Section 2(i) of the Los Angeles City CEQA Guidelines;
2. Approve Measure M Funding Agreement No. 9200000000M460103 for the Avalon Promenade and Gateway Project with LACMTA;

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- 3. Authorize the Executive Director to execute and the Board Secretary to attest to said Funding Agreement for and on behalf of the Board;
- 4. Authorize the Executive Director to execute future Grant Agreement Amendments to account for revised project schedules, and/or revised project costs, for and on behalf of the Board, subject to the approval of the City Attorney as to form and legality; and
- 5. Adopt Resolution No. \_\_\_\_\_.

**DISCUSSION:**

Background – On September 26, 2019, the LACMTA Board programmed \$8,050,000 in Measure M funds for the Project and on the September 22, 2022, programmed an additional \$2,157,400 in Measure M funds. In total LACMTA programmed \$10,207,400 in Measure M funding for the Project.

Once approved by the Board, the Harbor Department will transmit the Funding Agreement (Transmittal 1) to LACMTA for final execution. The Funding Agreement sets forth the project scope, schedule, costs and funding plan. If there are future changes in the Project’s schedule and/or costs, the Funding Agreement will need to be amended. Therefore, staff seeks approval from the Board to authorize the Executive Director to execute subsequent amendments to this Funding Agreement to account for changes in schedule and/or project costs subject to City Attorney approval. Any other material change will require Board approval.

The project currently has three grant funding sources: LACMTA under Measure M funding; California State Transportation Agency (CalSTA) under the Port and Freight Infrastructure Program (PFIP); and United States Department of Transportation (USDOT) under the Fiscal Year 2023 Reconnecting Communities and Neighborhoods (RCN) program. The total project cost is \$76,600,000 and the following table summarizes the project funding sources.

<b>Local (Measure M)</b>	<b>State (PFIP)</b>	<b>USDOT (RCN)</b>	<b>Port Revenue Funds</b>	<b>Total Project Cost</b>
\$10,207,400	\$42,080,000	\$5,000,000	\$19,312,600	\$76,600,000

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**ENVIRONMENTAL ASSESSMENT:**

The proposed action is approval of a Funding Agreement with LACMTA for \$10,207,400 of Measure M funds for the construction of the Project, which is an activity for which the underlying project has been previously assessed in the Wilmington Waterfront Development Project Final Environmental Impact Project (SCH# 2008031065), which was certified by the Board on June 18, 2009 and the Addendum to the Wilmington Waterfront Development Project EIR (SCH# 2008031065), which was considered by the Board on October 3, 2024. Therefore, the Director of Environmental Management has determined that the proposed action has been previously evaluated pursuant to the requirements of CEQA under Article II Section 2(i) of the Los Angeles City CEQA Guidelines.

**FINANCIAL IMPACT:**

Approval of the proposed Funding Agreement will enable the Harbor Department to receive LACMTA Measure M funding in the amount of \$10,207,400 to complete the Project. The Measure M funds are paid on a regular reimbursement basis which requires the Harbor Department to fund project costs first, then seek reimbursement. The Harbor Department will be responsible for ongoing maintenance and operation costs for the Project.

<b>Fiscal Year</b>	<b>Amounts</b>
Previous Years	\$5,974,429
2024/2025	\$2,038,580
2025/2026	\$2,836,463
2026/2027	\$23,496,264
2027/2028	\$38,033,165
2028/2029	\$3,984,423
2029/2030	\$236,676
<b>Total</b>	<b>\$76,600,000</b>

Fiscal Year (FY) 2024/2025 funding in the amount of \$2,038,580 is available within Account 161305 (Construction in Progress), Division 00000 (Global Harbor), Project No. 2537700 (Wilmington Waterfront - Avalon Pedestrian Bridge and Promenade Gateway). Future fiscal year funding will be requested as part of the annual budget adoption process, subject to Board approval.

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**CITY ATTORNEY:**

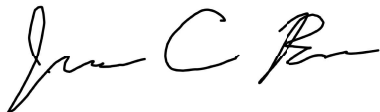
The Office of the City Attorney has reviewed and approved the Funding Agreement as to form and legality.

**TRANSMITTALS:**

1. Measure M Funding Agreement No. 9200000000M460103 for the Avalon Promenade and Gateway Project

FIS Approval: JS

CA Approval: SO



JAMES C. BROWN, P.E.  
Chief Harbor Engineer



DINA ARYAN-ZAHLAN, P.E.  
Deputy Executive Director, Development

APPROVED:

*Erica M. Calhoun* for

EUGENE D. SEROKA  
Executive Director

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