

BOARD MEETING DATE: August 5, 2022

AGENDA NO. 7

PROPOSAL: Approve Appropriation of Funds to Re-Open Contract and Approve Fund Transfer for Miscellaneous and Direct Expenditures Costs in FY 2022-23 as Approved by MSRC

SYNOPSIS: The MSRC approved a reallocation of costs between tasks and authorized an appropriation of funds to re-open a contract under the Major Event Center Transportation Program as part of the FYs 2018-21 Work Program. Additionally, every year the MSRC adopts an Administrative Budget which includes transfer of funds to the South Coast AQMD Budget to cover administrative expenses. At this time, the MSRC seeks Board approval of the fund transfer as part of the FYs 2021-24 Work Program.

COMMITTEE: Mobile Source Air Pollution Reduction Review, June 16, 2022, Recommended for Approval

RECOMMENDED ACTIONS:

1. Appropriate \$328,088 to re-open Contract #MS21001 with Los Angeles County Metropolitan Transportation Authority to reimburse an additional portion of the service operations costs on the contract as part of approval of the FYs 2018-21 Work Program, as described in this letter; and
2. Recognize \$56,000 in revenue in the General Fund from the AB 2766 Discretionary Fund, Special Fund 23, and appropriate \$56,000 to the FY 2022-23 Science and Technology Advancement Budget, Services and Supplies Major Object, to facilitate the payment of MSRC Miscellaneous Direct and Travel Costs, as provided in Table 1 of this letter.

Larry McCallon
Chair, MSRC

Background

In September 1990, Assembly Bill 2766 was signed into law (Health & Safety Code Sections 44220-44247) authorizing an annual \$4 motor vehicle registration fee to fund the implementation of programs exclusively to reduce air pollution from motor vehicles. AB 2766 provides that 30 percent of the annual \$4 vehicle registration fee subvended to South Coast AQMD be placed into an account to be allocated pursuant to a work program developed and adopted by the MSRC and approved by the Board.

Proposals

At its June 16, 2022 meeting, the MSRC considered recommendations from its MSRC-TAC and approved the following:

FYs 2018-21 Major Event Center Transportation Program

In April 2019, the MSRC approved an award to Los Angeles County Metropolitan Transportation Authority (Metro) to implement special transit service to Dodger Stadium for 2019. Contract #MS21001 was executed in the amount of \$1,148,742 to effectuate the award. A total of \$285,665 was reimbursed, and the contract was closed after receiving confirmation from Metro that no further invoices would be submitted. Metro subsequently requested that the contract be re-opened. Metro requested to modify the types of expenses to be considered as co-funding, so that portions of the service operation costs could be included as co-funding. With this co-funding, an appropriation of \$328,088 would be needed to re-open the contract. The MSRC considered and approved the recommended appropriation, contingent on this being considered a one-time accommodation.

At this time, the MSRC requests the South Coast AQMD Board approve the contract appropriation as part of approval of the FYs 2018-21 AB 2766 Discretionary Fund Work Program as outlined above. The MSRC also requests that the Board authorize the South Coast AQMD Board Chair or designee to execute all agreements described in this letter.

FY 2022-23 Administrative Budget

Every year the MSRC adopts an Administrative Budget for the upcoming fiscal year to ensure costs remain within the limitation, currently 6.25 percent. For FY 2022-23, the MSRC adopted an Administrative Budget in the amount of \$832,103, which is \$186,647 below the 6.25 percent cap. Administrative expenditures are not directly drawn from the MSRC fund account, but instead from South Coast AQMD's budget. To cover these expenses, the MSRC approved a fund transfer to South Coast AQMD (see Table 1 for further details).

Table 1. Estimated FY 2022-23 MSRC Miscellaneous and Direct Expenditures
Proposed to be Allocated to South Coast AQMD Science and Technology Advancement
FY 2022-23 Budget

	Work Program Code	Account	Amount
Professional & Special Services	44003	67450	\$9,000
Public Notice	44003	67500	\$8,000
Communications	44003	67900	\$5,000
Postage	44003	68060	\$7,500
Office Expense/Supplies	44003	68100	\$12,000
Miscellaneous Expense	44003	69700	\$7,000
Conference-Related Expense	44003	69700	\$5,000
Travel Costs	44003	67800	\$2,500
Total			\$56,000

Resource Impacts

South Coast AQMD acts as fiscal administrator for the AB 2766 Discretionary Fund Program (Health & Safety Code Section 44243). Money received for this program is recorded in a special revenue fund (Fund 23) and the contract specified herein will be drawn from this fund.