LOS ANGELES COUNTY ECONOMIC DEVELOPMENT CORPORATION

June 2025

RE: Topline Economic Impact Analysis of the Rephased ITC Program (Phase 1 Development)

This brief summary presents high-level estimates of the one-time economic and fiscal impact associated with the construction of Phase 1 of the rephased ITC project in the City of Inglewood and Los Angeles County.

Introduction

The rephased ITC project represents a strategic shift from the original plan for an elevated and fully automated transit system to a more incremental and phased approach centered on multimodal mobility enhancements. This updated program focuses on enhancing transit accessibility, decreasing reliance on private vehicles, and setting the stage for future infrastructure upgrades, including a potential high-capacity automated people mover.

Phase 1 of the rephased ITC initiative introduces key elements designed to strengthen the city's transit network. This phase includes the development of a network of Mobility Hubs and dedicated event-day bus-only lanes on La Brea Avenue and Hawthorne Boulevard. These hubs will connect key city locations with Metro's C and K lines, providing critical first/last mile transit solutions. Moreover, the Mobility Hubs will offer a variety of passenger amenities such as parking structures, self-service kiosks, real-time transit information, bike share and repair stations, and bike racks and lockers, making it easier for residents and visitors to access local venues and transit services. In addition, dedicated bus-only lanes will operate during major events. These lanes, supported by an enhanced Intelligent Transportation System (ITS), will streamline traffic flows and enhance transit efficiency.

In this brief report, the LAEDC Institute for Applied Economics conducts a preliminary economic impact analysis to estimate the economic activity (i.e., the economic and fiscal impact) that will be associated with the development of the ITC Phase 1 project in the City of Inglewood and Los Angeles County.

One-Time Economic and Fiscal Impacts of ITC Phase 1 Project

The construction associated with the ITC Phase 1 project will generate considerable economic activity in the City of Inglewood and Los Angeles County as expenditures are made for goods and services to develop the mobility hubs and dedicated bus lanes.

The approach in this analysis utilizes the ROM cost estimate for the ITC Phase 1 project, estimated at $900.3 million, as the direct expenditure inputs. The total ROM cost is allocated between hard costs (primarily construction expenses) and soft costs (such as architectural, engineering, and permitting costs) based on the ratio found in the original ITC project cost estimates. Indirect and induced impacts are estimated using input-output models developed with software and data from the IMPLAN Group, LLC. The primary

economic impact of the construction phase on the city and county economies stems from the expenditure of substantial funds on goods and services supplied by local and regional vendors, as well as the wages and benefits received by local and regional workers engaged in the project.

Based on the ROM cost estimate provided to LAEDC, the total economic and fiscal impact of the capital expenditures for the ITC Phase 1 project in the City of Inglewood and Los Angeles County is presented in Exhibit 1. Construction impacts are one-time impacts.

The estimated construction expenditure of $900.3 million will result in a total economic output in Los Angeles County of around $1.5 billion. The construction project is estimated to support about 7,260 jobs over the entire construction phases and will generate labor income in the county totaling about $0.62 billion.

Exhibit 1
Economic and Fiscal Impact of ITC Phase 1's Construction

Total Economic Impact:	Los Angeles County	City of Inglewood
Output ($ mil):	**$1,496**	**$913**
Direct	*$900*	*$900*
Indirect and Induced	*$595*	*$13*
Value Added ($ mil):	**$957**	**$594**
Direct	*$583*	*$583*
Indirect and Induced	*$374*	*$11*
Employment (Jobs)	**7,260**	**4,500**
Direct	*4,490*	*4,490*
Indirect and Induced	*2,770*	*10*
Labor Income ($ mil):	**$619**	**$414**
Direct	*$414*	*$414*
Indirect and Induced	*$206*	*$0.4*
Total Fiscal Impact ($ mil):	**$210**	**$150**
State and Local Taxes:	$68	$26
Federal Taxes:	$142	$124

Source: Estimates by LAEDC

ITC Phase 1 Construction in the City of Inglewood will:

- Generate $0.91 billion in total economic output.
- Create 4,490 direct jobs along with an additional 10 jobs through indirect and induced effects in the City of Inglewood, for a combined total of 4,500 jobs.
- Generate $0.41 billion in labor income.
- Generate $0.15 billion in federal, state, and local taxes.

ITC Phase 1 Construction in Los Angeles County will:

- Generate $1.5 billion in total economic output.
- Create 4,490 direct jobs along with an additional 2,770 jobs through indirect and induced effects in Los Angeles County, for a combined total of 7,260 jobs.
- Generate $0.62 billion in labor income.
- Generate $0.21 billion in federal, state, and local taxes.

About Los Angeles County Economic Development Corporation (LAEDC) www.laedc.org

LAEDC drives action in support of a reimagined Los Angeles regional economy that is growing, equitable, sustainable and resilient, and provides a healthy and high standard of living for all. A public-benefit nonprofit celebrating its 44th year of working collaboratively to improve the lives of people through economic inclusion, LAEDC is a trusted leader working on behalf of the Los Angeles County region.