



Minutes

LOS ANGELES COUNTY TRANSPORTATION COMMISSION

Wednesday, November 27, 1991

The regular Commission meeting was called to order by Chairman Grabinski at 1:46 p.m., in the Board of Supervisors' Hearing Room at the Hall of Administration.

The Executive Director received letters from Mayor Bradley appointing Linda Wade as his alternate, also from Supervisors Edelman and Hahn appointing Philip Hess and Burke Roache respectively, as their alternates for today's meeting.

Members present were:

Councilman Ray Grabinski
Supervisor Edelman
Mayor Pro-Tem Jacki Bacharach
Councilmember Judy Hathaway-Francis
Councilman Richard Alatorre
Jim Tolbert
Mas Fukai, alternate for Supervisor Hahn
Marv Holen, alternate for Supervisor Edelman
Don Knabe, alternate for Supervisor Dana
Nick Patsouras, alternate for Supervisor Antonovich
Linda Wade, alternate for Mayor Bradley
Philip J. Hess, alternate for Supervisor Edelman
Burke Roache, alternate for Supervisor Hahn
Jerry Baxter, Ex-Officio, State of California

Staff Members present:

Neil Peterson, Executive Director
David Kelsey, Assistant County Counsel
Kathy Torigoe, Executive Secretary



1:00 p.m. - CALL TO ORDER

CLOSED SESSION

At 1:10 p.m., the Commission recessed into closed session pursuant to Government Code Sections 54956.8/54956.9, to discuss real estate matters and pending litigation.

At 1:33 p.m. the meeting reconvened.

Mr. Kelsey reported that in closed session, the Commission authorized just compensation as follows:

a. Real Estate Matters (Govt. Code #54956.8):

PARCEL NO.	OWNER	JUST COMPENSATION
B2-113	Wan Jae Hwang	\$ 5,850.00
B2-189	Phillip and Samson Lor	\$ 366,000.00
B2-190 located at the northwest corner of Beverly Blvd. and Vermont Ave.	Esther Dana	\$1,190,000.00
B2-171 contiguous to B2-173 and located at 323 to 341 S. Vermont Ave.	Franchise Realty Interstate Corp., an Illinois Corp.	\$ 73,000.00
B2-173 contiguous to B2-171 and located at 323 to 341 South Vermont Ave.	Franchise Realty Interstate Corp., an Illinois Corp.	\$ 38,000.00
B2-121	Sixth & Vermont Corp.	\$6,150,000.00

1:35 p.m. - PRESENTATION OF AWARDS

- a. The October Metro Award to Santa Monica Municipal Bus Lines was presented to Jack Hutchison, Director of Transportation, for their outstanding transit operations performance.
- b. The November Metro Award to Caltrans was presented to Jerry Baxter, Director of Caltrans, District 7, for their successful management of a \$1.5 billion highway construction and highway improvement program in 1991.

PUBLIC HEARING re: Necessity for the Acquisition of Real Property Interests for the following:

- a. Parcel #R81-R21-B2-117, Owner: Bank of America, NT&SA
Location: 3181-3191 Wilshire Boulevard (northeasterly corner of Wilshire Boulevard and Vermont Avenue) and 627 Shatto Place, City of Los Angeles.
- b. Parcel #R81-B2-147, Owner: American Trading Real Estate Company, Inc. and Parcel #R81-B2-148, Owner: American Trading Real Estate Properties, Inc.
Location: Northeast corner of Kenmore Avenue and Wilshire Blvd. and Northwest corner of Catalina Street and Wilshire Blvd., City of Los Angeles
- c. Parcel #R81-B2-159, Owner: Melvin Davidson and Judy Davidson, Trustees of the Davidson 1986 Trusts
Location: Northeast corner of 5th Street and New Hampshire Avenue, City of Los Angeles

The first hearing regarding Parcel No. R81-R21-B2-117, was originally noticed for hearing on October 23, 1991. The matter was continued at that time for hearing on November 27, 1991. This matter concerns the determination of the Public Necessity to acquire property described as the fee interest in use and real property located at 3181 to 3191 Wilshire Blvd. and 627 Shatto Place in the City of Los Angeles, as further described in the staff report.

Mr. Kelsey indicated that after evidence has been received, the Commission will be asked to approve the Resolution of Necessity for the above property. This resolution will require eight votes.

Jeffrey Springer, Special Counsel of the law firm of Demetriou, Del Gursio & Lovejoy, represented the Commission on this matter.

Two witnesses were called by the Commission to testify on behalf of the proposed Resolution, Mr. James D. Wiley and Mr. Hannon Kivett. Mr. Wiley stated the the statutory offer was made, the proposed project is necessary and in the public interest, the project is planned and located in a manner consistent with the greatest public good and the least private injury, and that the fee interest in the property is necessary for the public project.

Mr. Kivett stated that the proposed public entrance and transit mall on the corner of Wilshire and Vermont would enhance public acceptance and ridership through greater visibility, accessibility, and public safety. He also stated that the alternative entrance location mid-way between Vermont and Shatto would discourage public acceptance and ridership as a result of inferior visibility, accessibility and public safety.

The staff report and staff Exhibits (1 through 5) in Support of Resolution of Necessity were made a part of the record.

Additional comments were received from the public. Mr. Roger M. Sullivan, representing Bank of America, stated that the required offer was not made, the project was not located in a manner consistent with the greatest public good and the least private injury, and that a fee interest in the property was not necessary for the public project. Mr. Sullivan's letter dated November 25, 1991, was made a part of the record.

Mssrs. Roy McNeill and Arnold Graham, representing McNeill-Howard Partnership, stated that the project was not located in a manner consistent with the greatest public good and the least private injury and that fee interest in the property was not necessary for the project. Mr. Graham's letter, dated November 25, 1991, was made a part of the record.

Further Public Comment:

Mr. Howard Watts
Mr. Abraham Falick, Coalition for Rapid Transit
Mr. Jim Handy

Mr. Knabe moved to have the public hearing closed, seconded by Ms. Bacharach. Mr. Tolbert opposed. Mr. Alatorre moved staff approval, seconded by Mr. Patsaouras.

Roll call vote:

Yes: Roache, Edelman, Knabe, Patsaouras, Wade, Alatorre,
Bacharach, Grabinski

No: (None)

Abstain: Tolbert

Motion was carried.

The second item is Resolution of Necessity for the hearing for the determination of the Public Necessity to acquire property described as a permanent subsurface easement on the property located at the northeast corner of Kenmore Avenue and Wilshire and the northwest corner of Catalina Street and Wilshire in the City of Los Angeles, as further described in the staff report. After the evidence is received, the Commission will be asked to approve the Resolution of Necessity for property. The resolution requires eight votes.

(Mr. Wiley gave testimony regarding the staff report.)

Mr. Kelsey requested that the staff report be received into evidence. Without objection, it was received.

Seeing no additional witnesses who wished to testify, Mr. Kelsey indicated that it would be appropriate to approve the staff recommendation and adopt the Resolution of Necessity.

Roll call vote:

Yes: Wade, Alatorre, Knabe, Roach, Bacharach, Patsaouras,
Edelman, Tolbert

No: (None)

Motion was made by Mr. Alatorre, seconded by Mr. Knabe. Without objection, motion was carried.

The final Resolution of Necessity is a hearing for the determination of the Public Necessity to acquire property described as permanent subsurface easement in real property located at the northeast corner of 5th Street and New Hampshire in the City of Los Angeles, as further described in the staff report.

Mr. Wiley gave testimony on the staff report.

Public Comment:

Judy Davidson
Howard Watts

Mr. Alatorre moved to approve the staff recommendation, seconded by Mr. Knabe.

Roll call vote:

Yes: Wade, Alatorre, Knabe, Roache, Bacharach, Patsaouras,
Hess, Grabinski, Tolbert

No: (None)

Without objection, motion carried.

DISPOSITION OF PROTEST AND FINAL AWARD OF CONTRACT #H1200 -Staff's request for authorization to make the final award to Mass Electric Construction Company and concur with denial of a protest filed by L. K. Comstock & Co., Inc.

Mr. Alatorre moved to hear the protest, seconded by Mr. Tolbert. Without objection, motion carried.

Public Comment was made by Sherman Wong, Counsel for L.K. Comstock

Mr. Alatorre moved approval of staff recommendation, seconded by Ms. Bacharach. Without objection, motion carried.

APPROVAL OF MINUTES - October 9 and 23, 1991 Meeting - Ms. Bacharach moved approval of minutes, with one correction: Mr. Patsaouras should be shown as abstaining on item #33 of the October 23 minutes. Seconded by Mr. Tolbert. Without objection, minutes were approved as amended.

CHAIRMAN'S REPORT (None)

- o New Transportation for A New Century - Video (None)

Mr. Peterson read the following:

Parties of interest who made a contribution of \$250.00 or more in the past twelve months to any members of the Commission are asked to come forward and state for the record the Commissioners to whom such contribution was made and to identify the item involved. (None)

CONSENT CALENDAR (Discussion at Commissioner or Public Request)
(Items 1 - 38)

The following items were held over for further discussion: Item #10, Van Nuys Commuter Rail Station Designation, was pulled by Ms. Bacharach because the recommendation was incorrect. Item #20 was held over one month. Item #39 (LACTC/SCRDT Reorganization Plan) was heard prior to the Consent Calendar items. Mr. Alatorre abstained on the following Items #4, #11 and #12.

Joint Development Ad Hoc Committee

1. **Vermont/Sunset Metro Red Line Station: Joint Development Opportunity** - Approved recommendations numbers A through D and added recommendations E and F:
 - a. Receive consultants' report;
 - b. Authorize Executive Director to enter into an exclusive negotiation agreement with the Children's Hospital of Los Angeles;
 - c. Authorize the Executive Director to enter into a purchase agreement with the Children's Hospital of Los Angeles under which the purchase price would be determined at a later date;
 - d. Commit to plaza portal entry from Vermont Avenue in conjunction with station box relocation and portal design by RCC and MRTC;
 - e. Request the RCC Board to waive its policy regarding number of elevators at stations, to ensure that there will be two elevators provided at the Vermont/Sunset station; and

- f. Negotiate with Kaiser Permanente Hospital the possibility of a knock-out panel connection northwest of the intersection of Sunset and Vermont.

Additionally, the Committee requested the following:

1. Staff clarify the potential incremental costs and identify potential income to the Commission from the joint development opportunity and report back to the Committee for its deliberation and future recommendation to Commission and/or RCC; and
2. Take additional steps as appropriate to advance the bus layover analysis as shown in the consultant's report.

The RCC Board concurred with the Joint Development Ad Hoc Committee's Recommendations Items A,B,C and F and approved Items D and E.

Mr. Alatorre abstained on this item.

Legislative and Intergovernmental Services Committee

2. **Request for Contracting Authority - Computer Hardware Purchase (New Bidder) - Recommended:**
 - a. Authorize the Executive Director to negotiate with the second low bidder, YIT Computer/CAD Consulting for the purchase of standard computer hardware in an amount not to exceed \$710,439. If the second low bidder cannot or is unable to enter into a contract, authorize the Executive Director to negotiate with the next low bidder, First Computer, in the amount of \$737,000. The Committee also directed staff to negotiate with First Computer to meet the original low bid.
 - b. Authorize the Executive Director to pursue available legal remedies for breach of contract with ACMC.
3. **Renewal of L.A. Interior's Furniture Reconfiguration Services Contract - Recommended increasing the amount of the contract with L.A. Interior Systems by \$47,000 to a maximum of \$96,000, to install and construct Systems Furniture reconfiguration as needed for the Commission.**

Staff was cautioned to make every attempt to stay under the new approved not-to-exceed amount of \$96,000.

Finance and Programming Committee

4. Contract Award of Consulting Services for Financial and Performance Audits - Approved:

- a. Authorize the Executive Director to award FA-211, Procurement of Consulting Services for Financial and Performance Audits for a sum not-to-exceed \$500,000 until 6-30-92.
- b. Prequalify the listed firms to perform financial and performance audits for the LACTC Office of Internal Audit on an as needed basis between 12-1-91 to 6-30-92 with the two one-year options to extend until 6-30-94. Total contract amounts for FY 92/93 and FY 93/94 are subject to change, depending upon the amounts authorized in the budget.

LIST OF FIRMS
PREQUALIFIED FOR
RFP NO. FA-211 PROCUREMENT OF CONSULTING SERVICES FOR
FINANCIAL AND PERFORMANCE AUDITS

CERTIFIED PUBLIC ACCOUNTING FIRMS

Miranda Strabala (DBE)
Simpson and Simpson (DBE)
Vargus, Cruz & Patel (DBE)
Quezada, Godsey & Co. (DBE)
Gilbert Vasquez
KMPG Peat Marwick
Deloitte Touche (DBE SUB)
Ernst & Young (DBE SUB)
Coopers & Lybrand
Grant Thornton (DBE SUB)

Mr. Alatorre abstained on this item.

5. Resolution Regarding Sales Tax Refunds - Approved the Resolution regarding Sales Tax Refunds. Upon the Committee's recommendation, the Office of Internal Audit along with other transportation agencies within the State of California will visit the State Board of Equalization (SBE) to examine confidential sales and use tax record refunds. If successful, this initiative would assure that only valid reimbursement claims are approved and refunded by the SBE,

thereby moderating the adverse impact of this rebate on the Commission's sales tax revenue collection in FY '92 and FY '93. This is in keeping with the Commission's goal of providing the greatest service at least cost possible.

Subsequent to Committee action, staff has learned that the Commission should make reference to recently enacted legislation (AB 866), regarding audits of the State Board of Equalization. That reference has been added to the resolution and its effective date is January 1, 1992.

6. **Amendment to Los Angeles County FY 92 Transit Transportation Improvement Program (TIP) for Santa Monica Municipal Bus Lines (Land Acquisition)** - Approved amendment of the FY 92 Los Angeles County TIP to include the Santa Monica Municipal Bus Lines land acquisition project at a cost of \$3,991,000, funded locally from SMMBL's current (FY '92) apportionment of Transportation Development Act (TDA) funds.
7. **SCRTD Request for Payment of Metro Blue Line Security Personnel** - Recommended approval of \$3,057,615 which represents salaries, fringe benefits, and general and administrative (G&A) for those individuals previously hired or transferred for Metro Blue Line security through March 28, 1990, when both the SCRTD Board of Directors and LACTC approved the Los Angeles County Sheriff's Department to handle daily Metro Blue Line security responsibilities.

Planning and Mobility Improvement Committee

8. **Policy for Private Sector Involvement** - Approved the following recommendations:
 - a. Add the words "Service Notification" to the sentence in the third paragraph, I. Consultation Process, 1.1. Early Notification.
 - b. Include a definition of "New and/or Significant Construction - Major Capital Facility", added to Appendix A.

Also, the Committee concurred with the LACTC staff, have inclusion of a more thorough definition of responsive protests, which clarifies Type-A and Type-B Protests, contained in Appendix C.

9. **Installation of Southern California Gas Company Fuel Cell at Central Control Facility** - Authorized staff to enter into an agreement with the Southern California Gas Company to install a 200-kilowatt fuel cell at the Central Control facility to demonstrate the feasibility of using fuel cells as an alternate source of energy.
11. **Northeast San Fernando Valley Study Contract Award (SFV-019) - BRW, Inc.** - Approved staff recommendation to award a contract to the prime consultant BRW, Inc. and subconsultant, Myra Frank & Associates, at a cost not-to-exceed \$110,000.

Mr. Alatorre abstained on this item.

12. **Approval of Consultant to Develop a Union Station Bus/Rail Interface Plan** - Approved the staff recommendation to award a contract to the prime consultant Korve Engineering, Inc. and subconsultant, Patti Post and Associates, at a cost not-to-exceed \$55,000.

Mr. Alatorre abstained on this item.

13. **Private Sector Proposal for Los Angeles County - Amendment to Consultant and SCAG Contracts for Patronage Forecasting Work** - Approved the staff recommendations to:

Approve amendments to two existing Commission contracts:

- a. With SCAG, amend Contract #R04-S11-D4002 increasing its current value of \$385,600 by \$30,000 to a new not-to-exceed value of \$415,600; and,
- b. With Schimpler-Corradino, amend Contract #ST-025 increasing its current value of \$49,540 by \$80,460 to a new not-to-exceed value of \$130,000.

Also the committee directed staff to issue an addendum to the East/West San Fernando Valley Line Private Sector Initiative Request for Proposals (RFP #Strat 0009). The addendum is to advise prospective proposers that, at their option, they may prepare their proposals on the premise that: (1) a full turnkey contract will be awarded; or (2) that the contract will be as described in the current version of this RFP (i.e., a "limited" turnkey contract with civil construction contracts being competitively bid and awarded).

14. **Appointment of Additional Members to Specialized Transportation Advisory Committee (CTSA)** - Approved staff recommendation to appoint nominees to Specialized Transportation Advisory Committee to fill vacancies, as follows:

<u>NAME</u>	<u>ORGANIZATION AND/OR DISABILITY</u>
Beverlyn Gonzalez	Easter Seal Society
Michael Landsman	AIDS Project Los Angeles
Edward Santillanes	California Paralyzed Veterans Association
Barbara Wallace	Los Angeles County Department of Mental Health

15. **Paratransit Network - Proposed Service Standards and Countywide Phase-In Plan** - Rather than taking action on the paratransit service standards outlined in the staff report, the Committee recommended that the staff defer action on service standards pending two more months of operating experience with the pilot program in the Pomona Valley. It was recommended that the staff review this operating experience with fixed route and paratransit operators countywide prior to developing recommended standards. It was further recommended that a matrix be prepared including the following information:

- o ADA Requirements
- o Previous Operating Standards
- o Impact on Cost
- o Other Service Implications

The staff was also asked to check on the accuracy of information being conveyed to cities.

In response to comments made by Gary Spivak of the SCRTD, the staff was also requested to ensure broad public participation; inclusion of fixed route operators on the advisory board; and, to confer with the impacted fixed route operators on all aspects of the program including the development of cost data, fare requirements and service for areas which there are voids in paratransit service.

Rail Construction Construction

19. Establishment of RCC Subcommittee - Resolution

The Resolution was developed by Legal Counsel at the request of the RCC Board. The Commission approved the establishment to this subcommittee.

21. **Metro Rail Transit: Contract #R01-S12-MQ01, Amendments 12 and 13 - Deloitte Kellogg Joint Venture - Project Management Assistance** - Authorized the Executive Director to execute Amendment Numbers 12 and 13 with DKJV in the amount of \$570,800, and to extend the contract duration to June 30, 1992.

The \$570,800 is budgeted as follows:

Blue Line	\$204,300
Red Line Segment 1	\$196,500
Red Line Segment 2	\$100,000
Secunding of Personnel	\$ 70,000
TOTAL:	\$570,800

These amendments bring the total contract value to \$10,682,828.

22. **Metro Blue Line: Contract #R01-T07-H832 - Cable Transmission System - Contract Acceptance - PacTel Meridian Systems - Recommended:**

- a. Approve the acceptance of the Metro Blue Line portion of the subject contract as complete as of June 6, 1991 and authorize the recording of the Notice of Completion; and
- b. Authorize the release of the retainage presently held in the amount of \$567,107.08, adjusted for any insurance backcharges, thirty (30) days after the filing of the Notice of Completion.

23. **Metro Blue Line: Contract #R01-T07-H840 - Fare Collection Equipment - Contract Acceptance - General Farebox, Inc. (GFI) - Recommended:**

- a. Approve the acceptance of the Metro Blue Line portion of the subject contract which was substantially complete as of May 11, 1990.

- b. Authorize the recording of the Notice of Completion.
 - c. Authorize the release of retention monies in the amount of \$291,682.40, subject to the successful completion of outstanding punch list items.
24. **Metro Red Line, Segment 1: Contract #A165, Change Order 130.1 and Increase in AFE - Granite Construction Company -** Approved Change Order No. A165-CO-130.1 in the amount of \$519,405.59. This Change Order represents the close-out Force Account costs associated with acceleration of work to complete street and sidewalk restorations prior to Thanksgiving 1990 and increases the costs from \$24,999.00 by \$519,405.59, for a total contract increase of \$544,404.59. Also approved an increase to the Authorization for Expenditure (AFE) by \$519,406.00.
25. **Metro Red Line, Segment 1: Contract #A167, Change Order 108 and Increase in AFE - Tutor-Saliba Corporation -** Approved Change Order A167-CO-108 in the amount of \$1,669,595.00. This amount represents the sum of the audited and agreed to Force Account costs of \$1,444,764.00 and the approved lump sum costs of \$208,086.00 as stated on the Change Order. Previously, Change Notice A167-CN-266, 266 Rev. 1 and Rev. 2 were approved for \$1,500,000.00. An increase to the current Authorization for Expenditure (AFE) for the amount of \$1,669,595.00 is required to fund this Change Order.
26. **Metro Red Line, Segment 1: Contract #A167, Change Order 219 and Increase in AFE - Tutor Saliba Corporation -** Approved the extension of the contract completion date by 206 calendar days from July 3, 1991 to January 24, 1992, and authorized payment for costs incurred as a result of the 206 day extension in the amount of \$1,169,838 for overhead, profit and all other costs incurred. The Commission also approved an increase to the current Authorization for Expenditure (AFE) for the amount of \$1,169,838. This will increase the current contract amount to \$28,961,665.

27. **Metro Red Line, Segment 1: Contract #A136, Change Order 31 - Handicapped Accessibility Revisions to the Union Station Passenger Tunnel and Trainyard Restoration - Authorized the Executive Director to:**
 - a. Approve Change Order No. A136-CO-31 in the amount of \$1,619 million for electrical relocation work which is necessary as part of the initial construction sequencing to allow the construction of the new handicapped accessibility additions to the A136 Contract, Tutor-Saliba, Inc., and
 - b. Increase the Authorization for Expenditure (AFE) level for Contract A136 by \$1,619 million.
28. **Metro Red Line, Segment 1: Contract #A136, Change Order 39- Trainway Duct Support System - Tutor-Saliba Corporation - Approved Change Order No. A136-CO-39 in the amount of \$380,837. This represents the increased installation cost of providing a unique structural steel Duct Support System for 425 LF of fresh air ventilation ducts at four separate locations in the trainway beneath the mezzanine.**
29. **Metro Red Line, Segment 1: Contract #A147, Change Order 45 - Civic Center - Morrison-Knudsen Company - Approved Change Order No. A147-CO-045 in the amount of \$290,353. This amount represents the costs associated with the Northeast entrance plaza design revisions, details to resolve conflict with existing stairs, grades and other existing structures. Cost Plus Change Notice No. (CPCN) A147-CN-304.1 was originally issued for \$200,000. by staff for the procurement of long lead materials and to mitigate any schedule impact. Change Order No. 045 incorporates this CPCN.**
30. **Metro Red Line, Segment 1: Contract #A640, Change Order 16.2 - Communications - Bechtel Civil - Approved Change order A640-CO-016.2 in the amount of \$664,115, increasing the total contract value to \$47,483,508. Approval will enable staff to process this change to the contract. This change order is within the contract forecast.**
31. **Metro Red Line, Segment 1: Contract #A640, Change Order 26.2 - Bechtel Civil Communications - Approved Change Order No. A640-CO-026.2 in the amount of \$325,762 to authorize payment for detailed Emergency Back-up System Transfer Procedures, increasing the total contract value to \$46,819,393. This change order is within the contract forecast.**

32. **Metro Red Line, Segment 1: Contract #A650, Change Order 39.01 - Passenger Vehicle Funding - Berthing Verification Redesign - Approved Change Order A650-CO-039.01**, in the amount of \$581,000 increasing the total contract value to \$54,032,770.89. This change order is within the contract forecast.
33. **Metro Red Line, Segment 1: Contract #A616, Change Order - Rail Fasteners - Lord Corporation - Authorized negotiations and approved a change order in a not-to-exceed amount of \$1.8 million to procure 24,500 additional rail fasteners and 11,400 additional epoxy coated inserts for fixation of the Metro Green Line continuous track rail.** The total contract value will increase to approximately \$12,632,124. This increase will allow staff to process a change order to this contract.

Funding for this change is within the Green Line budget and will involve a transfer of funds to this Red Line contract.

34. **Metro Green Line: Award Contract #C600 - Trackwork - Morrison-Knudsen Corporation - Awarded this contract be awarded to the lowest priced responsive and responsible bidder, Morrison-Knudsen Corporation, for Contract No. C0600, Century Trackwork Installation in the amount of \$19,419,000, plus a reserve fund of 10%. Award is contingent on receipt of required bonds, insurance certificates and resolution of any protest which is filed in a timely manner.**

Estimated Base Contract	\$15,514,000
* Contingency for Demob, Remob & Standby	3,285,000
Option for Stray Current Collector Bar System	500,000
Allowance for Dispute Review Board	120,00
Total Contract Award	\$19,419,000
10% (of Base) Contract Reserve Fund	1,551,400
Total Commitment Request (AFE)	\$20,970,400

* Due to interfaces with other contracts, schedule indicates the probability that the C0600 contractor will complete all work, with exception of the westernmost segment, in advance of the west segment's being ready to receive track. Obtaining a contingency price at bid time enhances Commission's ability to manage cost if the contractor must demobilize, experience standby costs, and remobilize to complete the scope of work.

35. **Metro Green Line: Contract #E0002 - Contract Amendment 3 - Hazardous Waste Study and Disposal of Hazardous Materials - Tetra Tech Inc.** - Authorized the Executive Director to execute Amendment No. 3 with Tetra Tech Inc. in the amount of \$525,925.
36. **Metro Red Line, Segment 2: Mined Station Alternatives - Authorization to Proceed with Parallel Design** - Authorized continuation of design development work on mined station configurations for those stations from Vermont/Sunset to Hollywood/Highland to develop the required information to permit an informed decision on station construction alternatives. Authorized continuation of the current schedule for design of cut and cover stations along Vermont and Hollywood.
37. **Metro Red Line, Segment 2: Contract #H840, Change Order 25 and Increase in AFE - Fare Collection Equipment -GFI-Genfare** - Authorized the Executive Director to approve Change Order No. 025 in the amount of \$4,321,580. The new AFE amount will be \$4,753,650, which includes a 10 percent contingency for unanticipated changes.
38. **Metro Red Line, Segment 1: Contract #A135 and A136 - Site Restoration Agreement** - Authorized the Executive Director to approve a cash settlement of \$727,000 to the Los Angeles Union Station Passenger Terminal (LAUAPT) owner, Catellus Development Corporation (CDC), as compensation for work deleted from scope previously approved in 1987, which is now impacted by the redesign for planned Commuter Rail and LRT service.

Ms. Bacharach moved approval of the Consent Calendar items, which was seconded. Without objection, motion was carried.

FURTHER DISCUSSION OF CONSENT CALENDAR ITEMS

10. **Van Nuys Commuter Rail Station Designation** - The PMIC Committee amended the first staff recommendation, and authorized the Executive Director to:
 - a. Designate the Van Nuys AMTRAK/Metrolink station site as a Tier 1 station, contingent upon providing the minimum number of parking spaces offsite; ideally, spaces which do not require a bus/rail transfer; and

- b. Ensure that staff work closely with the SCRTD and the City of Los Angeles to assess the feasibility of utilizing the Location 24 site and the General Motors facility as station parking expansion sites.

Motion for approval as amended was made by Ms. Bacharach and seconded. Without objection, motion was carried.

20. **Renewal of Metro Transit Insurance Administrators (MTIA) Contract for Owner-Controlled Insurance Program** - Recommended authorizing the Executive Director to take the necessary administrative steps to extend the contract with MTIA for administration of the OCIP services for a fixed lump sum of \$920,000 for the period July 1, 1991 through June 30, 1992.

Brief background report on this item was made by Abdoul Sesay, Manager of Risk Management.

Mr. Alatorre moved that this item be held over for a month, with a concurrence on Ms. Bacharach's recommendation to pay them through December 1991, seconded by Mr. Tolbert. Without objection, motion was carried.

39. **LACTC/SCRTD Reorganization Plan**

The Ad Hoc Committees on Reorganization of LACTC/SCRTD recommended the following:

- a. Approve the principle of a single policy board as outlined below.
- b. Approve other principles of the reorganization legislation as outlines on pages 3 through 5 of this report.
- c. Approve the attached draft legislation for submittal to the December 4 Joint LACTC/SCRTD meeting for approval (Attachment I).
- d. Continue to refine the roles, responsibilities and structure of the subsidiaries, boards and/or committees of a single policy board.

Mr. Peterson presented the briefing on the LACTC/SCRTD Reorganization Plan and summarized the recommendations.

Mr. Alatorre made a motion to have the LACTC go on record in support of a single policy board: approving all the principles of reorganization legislation; directing that the chief executive officer would be appointed by the policy board, and additional officers would be subject to the approval of the policy board; the remaining issues would be worked out for the December 4th meeting for presentation to the joint board. Mr. Tolbert seconded the motion.

Mr. Grabinski calls for the question.

Roll call on the motion:

Yes: Fukai, Holen, Knabe, Patsaouras, Wade, Alatorre,
Hathaway-Francis, Tolbert, and Grabinski

No: (None)

Abstain: Bacharach

Mr. Alatorre moved approval, seconded by Mr. Tolbert. Motion was carried.

Ms. Bacharach made a motion to adopt Legislative Principles 1 through 12 without 10 and 11. Mr. Tolbert seconded the motion.

Ms. Hathaway-Francis amended Ms. Bacharach's motion to include a grace period that would be at a minimum of one year in which present employees have the opportunity to vie for jobs in the new organization, they would be given assistance in doing this, there would be no layoffs during that year and that they allow for attrition as well.

Ms. Bacharach amended her motion to add a direction to the staff to work with the Commissioners and the Ad Hoc Committee to come up with language that embodies the protection of the employees.

Ms. Bacharach moved approval, seconded by Mr. Tolbert. Motion was carried.

EXECUTIVE DIRECTOR'S REPORT

40. **Update on Surface Transportation Assistance Act - Mr. Peterson** reported that both the House of Representatives and the Senate passed the Surface Transportation Assistance Act at the federal level. The largest single construction project in the country that was approved in that bill was the extension of the Red Line, MOS-3, for 695 million dollars in federal funds.
41. **Economic Recession Impacts Update - Mr. Peterson** reported on actions taken to date in the implementation of the Economic Recovery Program, highlighting the following:

Proposition A Local Return

More cities are willing to loan Prop. A dollars than desire to borrow Prop. A dollars. The cities have requested more time, approximately one month, to review their anticipated expenses and quantify the amounts they intend to borrow or lend.

Rail

The refunding of \$280 million in sales tax revenue bonds earned \$14 million in cost savings. Another refunding in the Spring is anticipated to capture approximately \$8 million in additional savings.

Transit

With the exception of SCRTD, operators reported that they expect to be able to manage their resources successfully at least through the end of FY 1992. They will report back to the meeting of the General Managers regarding their plans for handling the impacts of the recession.

Administration

The LACTC operating budget will be reduced by the 19% across-the-board decrease in Prop A funds. The reductions will be achieved through cutbacks and deferrals in staffing and in consultant and contractual costs, as well as cutbacks in travel.

Future Actions

Staff will continue working closely with operators and jurisdictions and will bring specific actions and resolutions to the Commission in January once the operators and jurisdictions have had time to review their budgets.

42. Issues Update (None)
43. **Citizens Advisory Committee Nominations** - Commissioner Judy Hathaway-Francis nominated Michael E. Dickerson and Jerry A. King to the Citizens Advisory Committee. Ms. Bacharach moved approval, but she also requested a report on the Citizens Advisory Committee, regarding their purpose and status. Motion was seconded and carried.
44. **Monthly Executive Director's Report** (sent under separate cover) - Ms. Bacharach asked about the Transit Systems Planning Unit. Mr. Peterson clarified that Jim McLaughlin, Director, was in charge of this unit.
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45. Notice of Meetings was received and filed.

INFORMATION ITEMS

46. 1992 LACTC Legislative Program
47. FY 1991-92 Quarterly Financial Report (1st Quarter)
48. Congestion Management Program Status Report
49. LAX/Green Line Update
50. Conflict of Interest - Contract with California Highway Patrol (CHP) for Call Box Answering Services
51. Monthly Treasurer's Report on Cash Flow and Investments
52. Monthly Capital Projects Status Report
53. Glendale Freeway Corridor Study
54. Update on Market Management Pilot Program
55. Blue Line Monthly Operations Report

- 56. Inspection of Bay Area Debit Card
- 57. Freeway Service Patrol Monthly Report
- 58. Update on Commuter Rail Loan Program

PUBLIC COMMENT

Tim Roberts
John Walsh

ADJOURNMENT

Meeting adjourned at 4:32 p.m.



KATHY TORIGOE
Executive Secretary

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