

MINUTES



LOS ANGELES COUNTY TRANSPORTATION COMMISSION 403 West 8th St., Suite 500, Los Angeles, CA 90014 (213) 626-0370

June 11, 1986

The regular Commission meeting was called to order by Chairman Dana at 1:45 p.m. in the Board Room of the Department of Water and Power.

Members in attendance were:

Supervisor Deane Dana
Mayor Christine E. Reed
Councilwoman Jacki Bacharach
Councilwoman Pat Russell
Marcia Mednick
Walter King, alternate to Supervisor Hahn
Jim Gilson, alternate to Supervisor Edelman
Roy Donley, alternate to Supervisor Antonovich
Ray Remy, alternate to Mayor Bradley
Don Watson, Ex-Officio for State of California

Mr. Richmond acknowledge receipt of a letter from Supervisor Edelman designating Jim Gilson as his alternate for the June 11 and 25 Commission meetings.

Staff members present:

Rick Richmond, Executive Director
David Kelsey, Senior Deputy County Counsel
Kathy Torigoe, Executive Secretary
Elyse Kusunoki, Senior Secretary

APPROVAL OF MINUTES

The minutes of May 28, 1986 were unanimously approved as submitted.

CHAIRMAN'S REMARKS

Mr. Dana reminded the Commissioners that there will be a joint LACTC and Los Angeles County Regional Planning Commission meeting on June 25, 1986.

PUBLIC HEARING ON PROPOSED LACTC FY 1986-87 OPERATING BUDGET

Chairman Dana opened the public hearing on the proposed budget at 1:45 p.m. Receiving no comments from the public, Mrs. Reed moved to close the public hearing which was seconded by Mrs. Bacharach. Hearing no objection, motion was carried.

COMMITTEE REPORTSFINANCE REVIEW COMMITTEE

Mrs. Reed reported on the FRC meeting of June 7, 1986. The committee's recommendations for Commission approval were as follows:

Applicability of Proposition A Non-Competition Requirement to Capital Projects (This item was carried over from the previous meeting.)

- o Maintain the existing Commission position that the non-competition guidelines apply only to operating projects.
- o Direct staff to clarify the non-competition guidelines to exclude capital improvements, to avoid misinterpretation in the future.

Mrs. Reed moved for approval, seconded by Mrs. Bacharach.

Mr. Jerry Ellner, Attorney representing the Coast United Corp., spoke in opposition to the FRC recommendation.

Much discussion followed.

Mr. Remy made an amendment to the motion that staff return to the Finance Review Committee with some guidelines relative to a notice requirement where such a program is instituted.

Mrs. Reed indicated that the amendment will be incorporated into the motion that the guidelines be maintained and that the option #2 requirement with regard to notice be incorporated into the guidelines.

Amended motion was seconded by Mrs. Bacharach.

A roll call vote was taken.

Yes: King, Remy, Russell, Reed, Bacharach, Mednick, Dana

No: Gilson, Donley

Motion passed 7-2.

Fiscal Year 1986-87 TDA Article 8 Unmet Transit Needs: Findings and Recommendations of the Hearing Board

- o Approve the recommendations as listed in the Hearing Board's report for the Santa Clarita Valley, Antelope Valley, and Santa Catalina Island;
- o Direct staff to seek an alternate time next year at which to set the hearings.

Mrs. Reed moved for approval which was seconded by Mrs. Bacharach. Hearing no objection, motion was carried.

Proposition A Local Return Fiscal Year 1984-85 Financial and Compliance Audit Summary

- o Approve the recommendation that a letter of advisement be sent to the mayors of local jurisdictions, notifying them that further unauthorized expenditures of funds will warrant reimbursement of the Proposition A account from local resources;
- o Approve a guidelines workshop for Proposition A Recipients;
- o Approve utilization of Transit TIP newsletter to remind the jurisdictions to seek LACTC approval before expending funds.

Mrs. Reed moved for approval, seconded by Mrs. Bacharach. Hearing no objection, motion was carried.

Recommendation to Select Senior Managing Underwriter for LACTC's Bond Sale

- o Approve the recommendation to select the Salomon Brothers Inc. as the Managing Underwriter for the Commission's proposed bond issue.

Mrs. Reed explained how the selection process was done. Five firms were interviewed on June 7 by four FRC members, staff, and Mr. Sam Katz, financial advisor. Also discussed at the June 7 FRC meeting was the method of selecting the co-managers and the committee will be recommending at least two co-managers. The committee recommended that the criteria to select co-managers include the following items, among others, at the next meeting:

1. Disadvantaged/Women Business Enterprise participation
2. Regional investment banking firm participation
3. Experience in sales tax, public transit or multi-year construction programs

Mrs. Reed moved to approve the selection of Salomon Brothers Inc. and also to concur in the committee's recommendation about selecting the co-managers. Motion was seconded by Mrs. Bacharach.

Much discussion followed.

Loretta Thompson-Glickman appeared before the Commission, on behalf of Grigsby-Brandford Co., and addressed the issue of minority involvement in the bond issue and what her firm believes as unfair in the process.

Further discussion followed.

Mr. Richmond clarified the criteria for the selection of co-managers and added two items to be considered in the selection process:

1. Capabilities to distribute bonds in California;
2. Experience in limited tax obligation bonds.

Mr. Remy indicated that the Commission should do everything possible to achieve the same disadvantaged/women business enterprise participation goal in the co-manager relationship at the overall rail program, i.e., 23%. He said that the Commission should go on record to say that it is a very strong goal in terms of the direction the Finance Review Committee should take as the Commission review the candidates for the co-manager spot. He moved that disadvantaged/women business enterprise participation be one of the very strong guidelines in consideration of the FRC to select the co-managers.

Mrs. Reed indicated that she would incorporate Mr. Remy's suggestion into the main motion.

Mr. King moved that the Commission proceed as recommended here 100% with one addition that it not be used to finance further major projects. There being no second, his motion died.

Mrs. Russell said that she would second Mr. Remy's motion.

Further discussion followed.

A roll call vote was taken on the motion to select Salomon Brothers Inc. and also to concur in the committee's recommendation about selecting the co-managers. Twenty-three percent participation by disadvantaged/women business enterprise should be one of the strong guidelines to select the co-managers.

Yes: Gilson, Donley, Remy, Russell, Bacharach, Mednick,
Dana

No: None

Abstain: King

Motion passed 8-0.

Subsequently, Mr. King has asked that the minutes reflect that his abstention was intended to be a vote against the use of bond proceeds for Metro Rail, not against the selection of the Senior Managing Underwriter.

STREETS AND HIGHWAYS COMMITTEE

The next meeting is scheduled for June 23, 1986.

INTERGOVERNMENTAL RELATIONS COMMITTEE

The next meeting is scheduled for June 25, 1986.

RAIL CONSTRUCTION COMMITTEE

Mrs. Bacharach reported on the RCC meeting of June 6, 1986. The committee's recommendation was as follows:

Update of Rail Transit Development Program Plan

The committee reviewed the revised Program Plan and recommended the following:

1. Approve the recommended budget and schedule revisions for the Long Beach-Los Angeles rail transit project, including associated Century rail transit project and systemwide program elements (Project R01) (these revisions include adding a light rail flyover of Del Amo Blvd.).
2. Approve the recommended budget and schedule for the Century rail transit project and incorporate the Century rail transit project (Project R02) into an overall Rail Transit Development Program Plan.

Mrs. Bacharach moved for approval which was seconded by Mrs. Reed.

Mr. Bryan Allen (private citizen) appeared before the Commission and commented on the Program Plan.

Much discussion followed on the delays in the turn-around time for the projects.

Hearing no objection to the above motion, the committee's recommendation was approved.

RAPID TRANSIT COMMITTEE

Mrs. Bacharach reported on an information item which was discussed at the RTC meeting on June 6, 1986.

Century-EI Segundo Draft EIR

At its May 23 meeting, the committee received a draft Environmental Impact Report (DEIR) on the Century-EI Segundo Extension for review and

comments. The committee approved the draft EIR with the following schedule:

Print DEIR	June 16 - July 17
Mail DEIR	July 8
Public review period	July 10 - August 25
Public hearing	August 11 - 15 (tentatively August 12)
Respond to comments	September
Print and mail final EIR	October - November

EXECUTIVE DIRECTOR'S REPORT

A. Bond Issue

A handout on the bond issue was distributed to the Commissioners and Mr. Richmond briefly highlighted it: LACTC revenue pledge--75% of Prop. A, coverage issues, and staff's recommended approach and why. The Commission will be making a decision of these issues at their next meeting.

NEW BUSINESS

None

PUBLIC COMMENT

Mr. Bryan Allen commented on the environmental impact report process for the El Segundo extension and Route 105. He suggested that the Commission ask staff to actively seek the input of employees in the El Segundo employment area and to hold two public hearings.

NOTICE OF MEETINGS

The joint meeting of the LACTC and Los Angeles County Regional Planning Commission will begin at 1:30 p.m. on June 25, 1986 at the Department of Water and Power.

Notice of Meetings was received and filed.

ADJOURNMENT

Meeting was adjourned at 3:25 p.m.


 RICK RICHMOND
 Executive Director

RR:kyt