



Minutes

SPECIAL LACTC MEETING

Monday, March 16, 1992

following the Joint LACTC/SCRTD meeting

The meeting was called to order by Chairman Antonovich at 3:00 p.m. in the Board of Supervisor's Hearing Room at the Hall of Administration.

Mr. Peterson was in receipt of a letter from Supervisor Holen appointing Burke Roche as his alternate for today's meeting.

Members present were:

Supervisor Mike Antonovich
Mayor Tom Bradley
Supervisor Ed Edelman
Supervisor Deane Dana
Councilwoman Jacki Bacharach
Councilman Richard Alatorre
Councilwoman Judy Hathaway-Francis
Councilman Ray Grabinski
James Tolbert
Gerry Hertzberg, Alternate for Supervisor Molina
Ray Remy, Alternate for Mayor Bradley
Burke Roche, Alternate for Supervisor Hahn
Don Knabe, Alternate for Supervisor Dana
Jerry Baxter, Ex-Officio for State of California

Staff members present:

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



LACTC FINANCIAL PRACTICES

- o Supervisor Antonovich's Motion for County Audit and Establishment of Inspector General (referred to Legislative Committee to develop a plan of action for the agenda for next month).
- o Mayor Bradley's Motion for Independent Audit:

Mayor Bradley referred to the text of the motion (see attached) and therefore moved as follows:

1. The Commissioners of the LACTC hereby reconfirm by this motion the management philosophy of the Commission to be one of prudence and frugality, with emphasis upon strict controls and maximum return of value to the taxpayers for each Commission dollar spent.
2. Within one week, the City's Administrative Officer for Los Angeles, Mr. Keith Comrie, and the County's Auditor-Controller, Dan Ikemoto, shall select three members of the private sector with management audit backgrounds, and all five shall (together) constitute the LACTC audit oversight panel.
3. The oversight panel shall prepare a proposed procedure timetable and a scope of work for obtaining an independent audit and corrective recommendations regarding the management practices of the LACTC, consistent with the preamble of this Motion. The oversight panel shall also develop procedures to ensure that all allegations of fiscal mis-management, including those contained in recent press reports, are fully investigated and addressed.
4. The oversight panel shall deliver its proposals to the Commissioners on April 20, 1992 and shall present them at our meeting of April 22, 1992. If it is the considered judgment of the oversight panel, its proposals may take the form of a draft Request For Proposal for the LACTC FY 1992 Triennial Performance Audit. In this event, it shall be understood that:
 - a. The draft RFP must also contain a scope of work adequate to cover all issues required by law to be covered in such an audit; and
 - b. All aspects of the RFP process, including but not limited to its preparation, the review of proposals, the selection of a bidder, the

monitoring of the successful bidder's work and the preliminary and final receipt of all audit reports, shall be handled by the oversight panel and by the Commissioners and its committees, and shall not be handled by Commission staff.

5. Commission resources, records and staff shall be made available to the oversight panel, on an immediate as requested basis, so that panel members can timely and knowledgeably complete their assignment. To ensure their input and also adequate time for panel consideration, Commissioners shall provide any advance recommendations they wish to make to the panel, in writing, no later than April 1, 1992.
6. At the LACTC meeting of April 22, 1992, the Commissioners shall accept or modify the proposals of the oversight panel, and shall take immediate action to obtain an independent audit and corrective recommendations regarding the management practices of the LACTC. At all times both before and after, staff shall fully implement and abide by the management philosophy established by this Commission.

Much discussion followed.

Public Comment was made by John Walsh

Supervisor Antonovich called for the question.

Roll call vote:

Yes: Hertzberg, Roche, Edelman, Knabe, Bradley,
Alatorre, Grabinski, Bacharach, Hathaway-Francis,
Tolbert, Antonovich

No: None

Abstain: None

Motion was carried.

Supervisor Antonovich directed that the Legislative and Administrative Services Committee make a report to this full

Commission for the next meeting relative to the issue of credit cards, who has them, and putting controls on limiting travel, conferences, and expenses of Commission members and employees of the LACTC.

Ms. Bacharach stated she hadn't heard anything regarding the list of contractors that were lobbying in Sacramento with regard to AB 152 and would like to know what happened to her motion at the last meeting.

Mr. Peterson stated a memo was sent out to all Commissioners identifying the clarification of the previous memo, he also indicated it had been sent out to all the Commissioners and Alternates and would make sure she received a copy.

Mr. Holen seconded her motion with amendment to include any such list of contractors or vendors who were being used for any kind of lobbying activities be it local, state or federal.

Mr. Peterson stated they should receive the report by Wednesday afternoon.

Mr. Antonovich stated that the LISC committee should come back with recommendations to implement a tighter policy of expenditures so that the Board can take action at the next meeting.

3. Metro Red Line, Segment 1 - Contract No. R80-E0017, Amendment No. 5 - High Point Schaer, Inc (Continued from 3/4/92 meeting)

Staff recommended that the Commission authorize the Executive Director to execute:

1. Amendment No. 5 to increase the Contract ceiling price by \$1,013,632 and;
2. Approve the necessary AFE increase of \$1,013,632.

Charles Stark, Project Manager, LACTC, gave an explanation of the contract.

Mr. Alatorre moved not to exercise any more options for this contract, which was seconded.

Roll Call Vote:

Yes: Hertzberg, Roche, Knabe, Remy, Alatorre,
Grabinski, Bacharach, Tolbert

No: Hathaway-Francis, Antonovich

Abstain: Holen

Motion was carried.

4. Metro Red Line, Segment 1 - Contract No. A136, Change Order No. 60 - Union Station Passenger Tunnel and Train yard Restoration - Handicapped Accessibility Revision -

Staff recommended that the Commission authorize the Executive Director to:

- a. Approve Change Order No. A136-CO-60 in the amount of \$8,207,500 to cover the reconstruction of the pedestrian passenger tunnel, ramps and platforms to allow handicapped accessibility for the planned Commuter Rail Service additions to the A136 Contract, Tutor-Saliba, Inc. and
- b. Increase the Authorization for Expenditure (AFE) level for Contract A136 by \$8,207,500.

Mr. Alatorre moved for approval, seconded by Mr. Grabinski.

Roll Call Vote:

Yes: Hertzberg, Roche, Holen, Knabe, Remy,
Alatorre, Grabinski, Bacharach, Tolbert

No: Hathaway-Francis

Abstain: Antonovich

Motion was carried.

Mr. Antonovich asked for a motion for reconsideration so we can have another vote as he is unable to chair this proceeding according to Counsel. Motion was made by Mr. Grabinski, seconded by Mr. Tolbert to reconsider. Motion was carried with Mr. Antonovich abstaining.


PUBLIC COMMENT

(None)

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ADJOURNMENT

Meeting was adjourned at 3:50 p.m.


KATHY TORIGOE
Executive Secretary
for the Commission

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