

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

Minutes of Special Meeting of
the Board of Directors of the District

October 4, 1977

Upon notice duly given, the Board of Directors of the Southern California Rapid Transit District met at a Special Meeting in the District Board Room, 425 South Main Street, Los Angeles, California, at 1:07 p. m. at which time President Marvin L. Holen called the meeting to order.

Directors present:

George W. Brewster
Byron E. Cook
Marvin L. Holen
Thomas G. Neusom

Ruth E. Richter
Charles H. Storing
George Takei

Directors absent:

Donald Gibbs
Gerald B. Leonard

Mike Lewis
Jay B. Price

Staff present:

Jack R. Gilstrap, General Manager
George W. Heinle, Manager of Operations
Richard T. Powers, General Counsel
George L. McDonald, Manager of Planning & Marketing
Joe B. Scatchard, Controller-Treasurer-Auditor
Robert Williams, Manager of Customer Relations
Byron Lewis, Director of Personnel
Jack Stubbs, Assistant General Manager for Administration
Helen M. Bolen, Assistant Secretary

Resolution
No. Assigned

Agenda Item No. 1 - Approval of Contract with County of
Los Angeles Re: Experimental Granada Hills Line
Utilizing Minibus Equipment

General Manager Gilstrap informed the Board that the County of Los Angeles had acted earlier in the day to approve the proposed contract covering experimental service in Granada Hills utilizing minibus equipment.

Director Richter stated that she was opposed to this service. Director Storing commented that it was difficult to rationalize the actions of the County when they would approve this service and refuse to subsidize the downtown minibus program. Director Takei asked if this request for service and routing was generated through the citizens of the area. President Holen replied that it was his understanding that it was the case.

On motion of Director Neusom, seconded and carried as noted below, the following resolution was adopted:

R-77-374

RESOLVED, that the General Manager is authorized to execute a contract with the County of Los Angeles covering an experimental Granada Hills line utilizing minibus equipment for a six-month period, with the County subsidizing this experiment up to a total amount of \$32,000; subject to approval of the Consulting Engineer, with form of contract subject to approval of the General Counsel.

Ayes: Brewster, Cook, Holen, Neusom, Storing, Takei
Noes: Richter
Abstain: None
Absent: Gibbs, Leonard, Lewis, Price

Resolution
No. Assigned

Agenda Item No. 2 - Approval of Requisition and Authorization
to Issue RFPs covering Non-Contract Medical Coverage

President Holen stated that he had a conflict of interest in that he is a consumer member of the Board of Directors of California Blue Shield, which is a competitor of Blue Cross of Southern California, and that he would abstain from discussion and voting on this matter.

Byron Lewis, Director of Personnel, explained that Blue Cross, the District's current coverage, submitted a proposed 30.75% increase in cost for the next year. Mr. John Edwards of Milliman & Robertson, Inc., assisted the District in preparing the Request for Proposal, and upon inquiry, commented that there is a possibility that a lower proposal will not be submitted, however, currently the District is included in a group pool with Blue Cross and that may or may not be the case with another carrier. The cost for medical coverage for this year is about \$900,000 and the projected cost for next year is \$1,000,000.

After discussion, on motion of Director Takei, seconded and carried as noted below, the following resolution was adopted:

R-77-375

WHEREAS, in accordance with Section 8.3(b)(4) of the Rules and Regulations, the Special Purchasing

Resolution
No. Assigned

R-77-375
(Cont'd.)

Committee met and recommended approval of Requisition No. 7-6200-767 in excess of \$500,000 covering medical coverage for non-contract employees for a one-year period;

NOW, THEREFORE, BE IT RESOLVED, that Requisition No. 7-6200-767 is approved and the Purchasing Agent is authorized to issue Requests for Proposals covering medical coverage for non-contract employees for a one-year period, with option for a year-to-year extension; form of RFP subject to approval of the General Counsel.

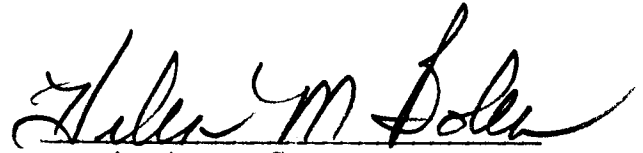
Ayes: Brewster, Cook, Neusom, Richter,
Storing, Takei

Noes: None

Abstain: Holen

Absent: Gibbs, Leonard, Lewis, Price

The meeting adjourned at 1:29 p.m.


Assistant Secretary