

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

Minutes of Adjourned Regular Meeting of
the Board of Directors of the District

August 27, 1968

Upon notice duly given, the Directors of the Southern California Rapid Transit District met at an adjourned regular meeting in the District Board Room, 1060 South Broadway, Los Angeles, California, at 11:00 a.m. on August 27, 1968, at which time President Don C. McMillan called the meeting to order.

Directors Kermit M. Bill, Charles E. Compton, A. J. Eyraud, Jr., Leonard S. Gleckman, David K. Hayward, Herbert H. Krauch, Michael E. Macke, Don C. McMillan and Douglas A. Newcomb were present. Directors Gordon R. Hahn and Norman Topping were absent.

Also present were Acting General Manager & General Counsel Milton McKay; Assistant General Manager in charge of Rapid Transit Development Jack R. Gilstrap; Manager of Operations R. W. Gareau; Treasurer & Auditor H. L. Black; Chief Engineer Richard Gallagher; Director of Rapid Transit Planning John Curtis; Director of Public Information Richard L. Manning; Secretary Virginia L. Rees; and the public.

President McMillan announced that the first item on the Agenda was to "Consider adoption of Ordinance No. 0-68-1,

introduced at the August 20, 1968 Regular Meeting subject to the five day rule under Section 30273 of the District Law, entitled:

"An Ordinance of the Southern California Rapid Transit District, California, Declaring and Calling and Giving Notice of an Election to be held in said District on November 5, 1968, for the Purpose of Submitting to the Qualified Voters of said District a Proposition of Incurring Indebtedness by the Issuance of Bonds by said District for Certain Improvements and Other Purposes and Consolidating said Election with the Statewide General Election to be held on said Date,"

and called upon Director Bill, Vice-Chairman of the Rapid Transit Planning & Finance Committee, to report.

Director Bill reported that since the short form ballot proposition had been deleted from the election resolution adopted at the Board's Special Meeting held today at 9:15 a.m., it would be necessary to introduce a new Ordinance calling the election which would not include the short form ballot proposition, and he thereupon moved that Ordinance No. 0-68-1 introduced on August 20, 1968 be withdrawn and no further action taken on it, which motion was seconded and unanimously carried.

Director Bill then introduced new Ordinance No. 0-68-2, entitled:

"An Ordinance of the Southern California Rapid Transit District, California, Declaring and Calling and Giving Notice of an Election to be held in said District on November 5, 1968, for the Purpose of Submitting to the Qualified Voters of said District a Proposition of Incurring Indebtedness by the Issuance of Bonds by said District for Certain

"Improvements and other Purposes and Consolidating said Election with the Statewide General Election to be held on said Date,"

and moved that further reading of Ordinance No. O-68-2 be waived and that it lay on the table for five days in accordance with Section 30273 of the District Law, which motion was seconded and unanimously carried.

A copy of said Ordinance No. O-68-2 introduced at this meeting is attached to these Minutes as Exhibit 1.

Citation Honoring Mr. Jerry R. Warmsley, a Private Security Guard

President McMillan announced that it was the pleasure of the Board to honor a citizen of the community who was not afraid to become involved, and called upon Manager of Operations Gareau to explain the circumstances.

Thereupon Mr. Gareau reported that Mr. Jerry R. Warmsley, a private security guard, on July 21, 1968 chased and apprehended one of two men who had robbed a bus operator at one of the District's terminal points.

Director Bill read into the record the following resolution honoring Mr. Jerry R. Warmsley:

RESOLUTION NO. R-68-17

WHEREAS, the impulse to become "involved" is a rarity in these times; and

WHEREAS, MR. JERRY R. WARMSLEY rose to the occasion when he observed suspicious goings-on at a terminal point of the Southern California Rapid Transit District; and

WHEREAS, Mr. Warmsley, a private security guard, remained at the scene and witnessed a bus robbery, chased the two suspects -- knowingly endangering his own life -- apprehending one of them and holding him for police;

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Southern California Rapid Transit District hereby commends MR. JERRY R. WARMSLEY for demonstrating -- by deed -- his concern for law and order; and for single-handedly apprehending one of two suspects in a robbery of a Southern California Rapid Transit District bus.

The above resolution was thereupon unanimously moved, seconded and adopted, and an appropriately signed copy thereof was presented to Mr. Warmsley as an expression of the Board's deep appreciation.

Upon motion of Director Hayward, seconded and unanimously carried, it was directed that a copy of the resolution honoring Mr. Warmsley with an appropriate letter outlining the Board's action be transmitted to the Pinkerton Detective Agency.

Report by Director Krauch, Chairman of the Legislative & Public Information Program

Director Krauch reported that the firm of Rogers & Cowan was doing an excellent job on the publicity program for the design car, and that the District has had stories during the past week in the Hollywood Citizen News, the Hollywood Valley Times, the News-Advertiser in Inglewood, also in Westchester, Altadena, Van Nuys, with pictures, and also in the Inglewood Daily News.

Report by Director Eyraud on Governor's Blue Ribbon
Committee on Transportation

Director Eyraud announced that the Report of the Governor's Blue Ribbon Committee on Transportation would probably be released on September 16th and that he felt that it would generally be satisfactory to the mass transit people

There being no further business, the meeting adjourned.

William L. Rees
Secretary

ORDINANCE NO. 0-68-2

AN ORDINANCE OF THE SOUTHERN CALIFORNIA
RAPID TRANSIT DISTRICT, CALIFORNIA,
DECLARING AND CALLING AND GIVING NOTICE
OF AN ELECTION TO BE HELD IN SAID
DISTRICT ON NOVEMBER 5, 1968, FOR THE
PURPOSE OF SUBMITTING TO THE QUALIFIED
VOTERS OF SAID DISTRICT A PROPOSITION
OF INCURRING INDEBTEDNESS BY THE ISSU-
ANCE OF BONDS BY SAID DISTRICT FOR CERTAIN
IMPROVEMENTS AND OTHER PURPOSES AND
CONSOLIDATING SAID ELECTION WITH THE STATE-
WIDE GENERAL ELECTION TO BE HELD ON SAID DATE

WHEREAS, the Board of Directors pursuant to Article
1 of Chapter 7 of the District Act (commencing at Section
30900 of the Public Utilities Code) deems it necessary for
the district to incur a bonded indebtedness for the acquisition
and construction of any or all improvements, works, property
or facilities, necessary or convenient for carrying out the
powers of the district and for other purposes authorized by
the District Act, including without limitation, the refunding
referred to in Chapter 8 (commencing with Section 31000) of
the District Act, by declaring and calling an election to be
held in the district for the purpose of submitting to the
qualified electors thereof a proposition of incurring indebted-
ness by the issuance of bonds of said district.

BE IT ORDAINED by the Board of Directors of the
Southern California Rapid Transit District:

Section 1. That the purposes for which the proposed

smog-free rapid transit system and expanded local transportation network by the acquisition and construction of any or all improvements, works, property or facilities including stations, parking areas and other facilities necessary or convenient therefor and the refunding of bonds constituting a district liability, together with incidental costs.

Such purposes shall include all costs and estimated costs incidental to or connected with the accomplishment of such purposes, including, without limitation, engineering, inspection, legal, fiscal agents', financial consultant and other fees, bond and other reserve funds, working capital, bond interest estimated to accrue during the construction period and for a period not to exceed three years thereafter, and expenses of all proceedings for the authorization, issuance and sale of the bonds.

Section 2. That an election be held and the same is hereby called to be held in said district on November 5, 1968, for the purpose of submitting to the qualified electors of said district the proposition hereinafter set forth.

Section 3. (a) The estimated cost of accomplishing said purposes is \$2,515,000,000; (b) the amount of principal of the indebtedness is \$2,515,000,000; (c) the maximum term the bonds to be issued shall run before maturity shall not

permitted by law, to wit: 6% per annum, the actual rate or rates of interest on said bonds to be determined at or prior to the time of the sale or sales thereof. Said interest shall be payable semiannually except that the first interest payable on the bonds or any series thereof may be for any period not exceeding one year as determined by the Board.

Section 4. That the proposition to be submitted to the voters which shall include the purposes hereinbefore set forth in Section 1 hereof shall be substantially as follows:

RAPID TRANSIT: To reduce traffic congestion and improve public transportation by establishing a modern smog-free rapid transit system and expanded local transportation network by the acquisition and construction of any or all improvements, works, property or facilities including stations, parking areas and other facilities necessary or convenient therefor and the refunding of bonds constituting a district liability, together with incidental costs, shall the Southern California Rapid Transit District incur a bonded indebtedness in the principal amount of Two Billion Five Hundred Fifteen Million Dollars and shall a special sales and use tax be levied within the district at a maximum tax rate of up to one-half of 1 percent to be used as the primary source of funds to pay principal

Section 5. That the manner of holding said election shall be the manner provided in the County of Los Angeles by or pursuant to law for the holding of the statewide general election to be held in said county on November 5, 1968, and the procedure for voting for or against said proposition shall be the procedure provided by or pursuant to law in said county for voting upon measures at said statewide general election.

Section 6. Pursuant to Section 30822 of the District Law, the special tax mentioned in Article 2 (commencing with Section 30820) of Chapter 6 of the District Law and in Article 2 of Part 17 of the Revenue and Taxation Code, a transactions and use tax, shall be levied and used to pay principal of and interest on the bonds, provide for any sinking fund payments and to create or maintain any reserve fund required therefor at the maximum tax rate permitted of up to one-half of 1 percent (one-half cent). Such transactions and use tax shall continue until the bonds and the interest thereon are paid or until a sum sufficient for the payment thereof or for the redemption thereof prior to maturity, with any premiums required therefor, has been created and set aside for that purpose.

Section 7. That the polls for said election shall be open at seven o'clock A.M. of the day of said election and shall remain open continuously from said time until eight o'clock P.M. of the same day, when said polls shall be closed,

submitted receives the requisite number of approving votes, to wit: 60 percent of the electors voting on said proposition, bonds of the district pursuant to Article 1 of Chapter 7 of the District Act, and not exceeding the principal amount stated in such proposition, may be issued and sold for the objects and purposes set forth in said proposition.

Section 9. If the bonds are authorized to be issued pursuant to Article 1 of Chapter 7 of the District Act as hereinbefore provided, and if the initiative amendment to add Section 30 of Article XIII of the California Constitution is adopted at the general election on November 5, 1968, then until said Section 30 is judicially interpreted to permit such bonds so authorized to be issued as bonds under Article 1 of Chapter 7 of the District Act (commencing at Section 30900), the District may issue any part of the bonds so authorized as limited tax bonds under Article 1.5 of Chapter 7 of the District Act (commencing at Section 30920) payable solely from a transactions and use tax of not to exceed 1/2 of 1% as provided in Section 6 of this ordinance.

Section 10. That the election hereby called for the date hereinbefore specified shall be and is hereby ordered consolidated with the statewide general election to be held on said date, and within said district the precincts, polling places and officers of election for the district election hereby called shall be the same as those provided for said statewide general election as fixed by the Board

of Supervisors is hereby authorized to canvass the returns of said district election, and said elections shall be held in all respects as if there were only one election, and only one form of ballot, namely, the ballots used at said general election, shall be used. Said Board of Supervisors shall certify the results of the canvass of the returns of said district elections to the Board of Directors of said district which shall thereafter declare the results thereof. The proposition submitted by this ordinance shall be designated on the ballot as provided by law.

Section 11. That the Secretary shall cause this ordinance to be published pursuant to Section 6066 of the Government Code once a week for two successive weeks (the first publication being within 15 days after adoption) in the Los Angeles Daily Journal, a newspaper of general circulation published in the district. No other notice of such election need be given.

Section 12. This is an ordinance calling an election and relating to a bond issue and shall become effective immediately upon the adoption thereof.

PASSED AND ADOPTED this _____ day of _____,

1968.

President of the Southern
California Rapid Transit
District, California

ATTEST:

