

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

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

December 16, 1964

Upon notice duly given, the Directors of the Southern California Rapid Transit District met at a regular meeting in the Board of Supervisors' Hearing Room, 500 West Temple Street, Los Angeles, California, at 10:30 a.m. on December 16, 1964, at which time President Harry A. Faull called the meeting to order.

Directors Howard P. Allen, Mark Boyar, Kermit M. Bill, Robert F. Brandon, Harry A. Faull, Gordon R. Hahn, Leonard Horwin, Don C. McMillan, Douglas A. Newcomb, Martin Pollard and Norman Topping were present.

Also present were General Manager C. M. Gilliss; Manager of Operations Cone T. Bass; Treasurer and Auditor H. L. Black; Fiscal Consultant Walter J. Braunschweiger; Director of Public Relations Jack R. Gilstrap; Chief Engineer Ernest R. Gerlach; Thomas J. Reilly of Musick, Peeler & Garrett; Secretary Virginia L. Rees; and the public.

The Minutes of the Budget Hearing and of the Regular Meeting, both held December 2, 1964, were approved.

Certificate of Merit

Director Hahn presented the District's Certificate of Merit to William D. Moorehead, Operator-of-the-Month for December, 1964, in recognition of the outstanding courtesy displayed by Mr. Moorehead toward his passengers and the public.

Approval of Requisition Nos. PR-1, PR-2, PR-6, PR-22, PR-24, PR-25, PR-27 and PR-29

After discussion, upon motion duly made, seconded and unanimously carried, the following resolutions were adopted:

RESOLVED, that Requisition No. PR-1, covering off-set printing of placards, bus cards, counter cards, posters and all promotional material for quarter ending March 31, 1965, at a cost not to exceed \$2,800.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PR-2, covering photo finishing for the year 1965, at a cost not to exceed \$2,900.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PR-6, covering newspaper advertising placed direct by the District for the year 1965, at a cost not to exceed \$30,000.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PR-22, covering letter press and silk screen printing of promotional bus cards and three issues (1500 copies each issue) of "Operator-of-the-Month" cards for quarter ending March 31, 1965, at a cost not to exceed \$2,000.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PR-24, covering type composition service in connection with promotional advertising, informational publications and copy for advertisements for quarter ending March 31, 1965, at a cost not to exceed \$1,700.00, be and the same is hereby approved;

Disposal of Surplus Used Automotive Parts

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Purchasing Agent be and he hereby is authorized to dispose of certain miscellaneous surplus used automotive parts for Types 6200 and 6300 G.M.C. Model TDH Coaches, as described in App'n For Authority to Sell or Trade-In Surplus Property No. 64-17, at a total minimum price of \$2,080.00, pursuant to Article IX of the Rules and Regulations and subject to the prior approval of the Consulting Engineer.

Temporary Route Diversions

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the temporary route diversions affecting Lines 37, 66 and 127, as described in report dated December 8, 1964 filed with the Secretary, be and the same are hereby ratified and approved.

Changes of Bus Stop Zones

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the report dated December 8, 1964 relating to bus stop zones, filed with the Secretary, be and the same is hereby ratified and approved.

Report of Purchasing Committee

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Report of the Purchasing Committee for the period of December 2, 1964 through December 15, 1964, as discussed at this meeting and attached to these minutes as Exhibit 1, be and the same is hereby ratified and approved, and the appropriate payments are hereby authorized.

Approval of Requisition No. CE 38-64 - Miscellaneous Engineering Services

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that Requisition No. CE 38-64, covering miscellaneous engineering services to augment the work of the District's staff during the year 1965, at a cost not to exceed \$40,000.00, be and the same is hereby approved.

Changes of Special School Route Description - Line No. 101

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Manager of Operations be and he hereby is authorized to make those changes in Special School Route on Line No. 101, as discussed at this meeting and as described in report dated December 10, 1964 filed with the Secretary, effective as of January 4, 1965; subject to the prior approval of the Consulting Engineer;

RESOLVED FURTHER, that the Manager of Operations be and he hereby is authorized to make appropriate revisions in the Official Route Authorizations of the District as adopted November 5, 1964 to reflect the above changes in route description.

Changes of Race Tracks' Route Description - Line No. 57 - Santa Ana-Santa Anita Branch

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Manager of Operations be and he hereby is authorized to make those changes in Race Tracks' route on Line No. 57 - Santa Ana-Santa Anita Branch, as discussed at this meeting and as described in report dated December 10, 1964 filed with the Secretary, effective as of December 26, 1964; subject to the prior approval of the Consulting Engineer;

RESOLVED FURTHER, that the Manager of Operations be and he hereby is authorized to make appropriate revisions in the Official Route Authorizations of the District as adopted November 5, 1964 to reflect the above changes in route description.

Changes of Route Description - Line Nos. 91 and 94

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Manager of Operations be and he hereby is authorized to make those changes in route on Line Nos. 91 and 94, as discussed at this meeting and as described in report dated December 10, 1964 filed with the Secretary, effective as of December 27, 1964; subject to the prior approval of the Consulting Engineer;

RESOLVED FURTHER, that the Manager of Operations be and he hereby is authorized to make appropriate revisions in the Official Route Authorizations of the District as adopted November 5, 1964 to reflect the above changes in route description.

Metromedia, Inc. - Extension of payment of 3% of Advertising Revenues to ATA-TAA Advertising Promotion Committee

After discussion, upon motion duly made, seconded and unanimously carried, the following resolution was adopted:

WHEREAS, on February 18, 1964 and on July 7, 1964, the Authority (predecessor to Southern California Rapid Transit District) authorized successive six-month extensions from January 1, 1964 and July 1, 1964 to and including December 31, 1964 of agreement dated March 1, 1963 assigned by California Transit Advertising to Metromedia, Inc. providing for the

payment to the ATA-TAA Advertising Promotion Committee of 3% of the gross transit advertising revenues; and

WHEREAS, Metromedia, Inc. has advised that the promotional program of the Committee is proceeding on a sound basis, and has therefore requested that the said agreement be extended for an additional six months through June 30, 1965, and the General Manager recommends in favor of such extension;

NOW, THEREFORE, BE IT RESOLVED, that the General Manager be and he is hereby authorized to execute on behalf of the District a further six-month extension from January 1, 1965 of said agreement dated March 1, 1963 with Metromedia, Inc. providing for the payment to the ATA-TAA Advertising Promotion Committee of 3% of the gross transit advertising revenues.

Services of Lybrand, Ross Bros. & Montgomery - Transit Casualty Company's Loss Reserves and Paid Losses

After discussion, upon motion duly made, seconded and unanimously carried, the following resolution was adopted:

WHEREAS, on May 5, 1964 the Authority (predecessor of the Southern California Rapid Transit District) authorized the firm of Lybrand, Ross Bros. & Montgomery to continue to review Transit Casualty's loss reserves and to supervise special audit procedures for Transit Casualty Company's paid losses for the period from September 1, 1963 to and including December 31, 1964, pursuant to the provisions of paragraph 4 of agreement dated May 15, 1962 between the Authority and Lybrand, Ross Bros. & Montgomery; and

WHEREAS, the District desires that Lybrand, Ross Bros. & Montgomery continue to review such loss reserves and to supervise the special audit procedures for Transit Casualty Company's paid losses for the period from January 1, 1965 to and including December 31, 1965;

NOW, THEREFORE, BE IT RESOLVED, that Lybrand, Ross Bros. & Montgomery be and hereby is authorized and requested to continue to review Transit Casualty Company's loss reserves and to supervise special

audit procedures for Transit Casualty Company's paid losses for the period from January 1, 1965 to and including December 31, 1965, pursuant to the provisions of paragraph 4 of agreement dated November 11, 1964 between the District and Lybrand, Ross Bros. & Montgomery.

Operating Report

Mr. Black presented the Operating Report for November, 1964, a copy of which is on file with the Secretary.

Allocation of Operating Revenues Received in 1964

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that H. L. Black, as Treasurer, be and he hereby is, authorized at the close of business in December, 1964, to direct the Trustee of the Trust Indenture dated as of January 1, 1958 to allocate the revenues received by the District during the calendar year 1964, into the funds specified in the Trust Indenture as follows:

1. Into the Operation Fund Commercial Account for the year 1964, the amount of the actual disbursements of the Operation Fund during the year 1964, plus the amount by which the Revenue Fund is over, or minus the amount by which the Revenue Fund is under, the sum of the said actual disbursements plus the amounts required by paragraphs 2 and 3 below to be allocated into the Interest, Bond Retirement, Bond Reserve, Depreciation Reserve Fund, and General Fund.

2. Into the Interest, Bond Retirement, Bond Reserve, and Depreciation Reserve funds the amounts contracted by sub-paragraphs 2nd, 3rd, 5th and 6th, respectively, of Section 502 of the said Trust Indenture.

3. Into the General Fund the balance in the Revenue Fund, if any, over the sum of the amount of the actual disbursements of the Operation Fund during the year 1964 plus the amounts hereinabove required to be allocated into the Interest, Bond Retirement, Bond Reserve, and Depreciation Reserve

Funds, provided, however, that the amount so allocated into the General Fund shall not exceed \$350,000.

4. The amount allocated into the Operation Fund Commercial Account for the year 1964 shall in no event exceed \$38,406,500.00. If the aforesaid allocations would result in an amount allocated to the Operation Fund Commercial Account in excess of \$38,406,500.00, the amount of such excess shall be allocated to the General Fund, instead of to the Operation Fund Commercial Account, notwithstanding the limitations set forth in paragraph 3 above.

RESOLVED FURTHER, that the actual amount so allocated shall be subject to ratification by the Board of Directors.

Disposal of Surplus Equipment - Trucks, Automobiles and Miscellaneous Equipment

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the Purchasing Agent be and he is hereby authorized to dispose of the following equipment, pursuant to Article IX of the Rules and Regulations and subject to the prior approval of the Consulting Engineer, at the minimum prices set forth below:

UNIT NO.	YEAR	MAKE & TYPE	ACCUMULATED MILEAGE	MINIMUM BID PRICE
10	1952	MARVEL SCRUB SWEEPER	-	\$ 50.00
14	1954	MARVEL SCRUB SWEEPER	-	50.00
161	1943	WHITE TOW TRUCK	82,846	300.00
173	1962	FALCON RANCHERO PICK-UP	94,151	600.00
174	1962	FALCON RANCHERO PICK-UP	94,453	600.00
241	1958	FORD "8" 2-DOOR SEDAN	87,842	300.00
285	1960	LARK "6" 2-DOOR SEDAN	65,987	200.00
359	1960	FORD "6" BUSINESS COUPE	85,921	275.00
360	1960	FORD "6" BUSINESS COUPE	99,235	275.00
372	1960	FORD "6" BUSINESS COUPE	108,744	275.00
385	1961	FORD "6" BUSINESS COUPE	99,734	400.00
386	1961	FORD "6" BUSINESS COUPE	104,429	400.00
390	1961	FORD "6" BUSINESS COUPE	100,852	400.00
391	1962	FORD "6" BUSINESS COUPE	92,413	675.00
392	1962	FORD "6" BUSINESS COUPE	103,984	675.00
393	1962	FORD "6" BUSINESS COUPE	100,206	675.00
394	1962	FORD "6" BUSINESS COUPE	99,151	675.00
395	1962	FORD "6" BUSINESS COUPE	96,392	675.00
396	1962	FORD "6" BUSINESS COUPE	100,000	675.00

Approval of 1965 Annual Budget

After discussion, upon motion duly made, seconded and unanimously carried, the following resolution was adopted:

WHEREAS, the District held a Budget Hearing on December 2, 1964 at which the District's 1965 Annual Budget was presented and discussed; and

WHEREAS, the District now desires to adopt its 1965 Annual Budget;

NOW, THEREFORE, BE IT RESOLVED, that the Annual Budget of the District for the calendar year 1965, attached to these Minutes as Exhibit 2, be and the same is hereby adopted.

Memberships in Various Organizations

Director McMillan, Chairman of the Policy Committee, presented the Committee's recommendation for District participation in organization memberships. After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the report of Director Don C. McMillan, Chairman of the Policy Committee, relating to District participation in organization memberships, as presented to this meeting and attached to these Minutes as Exhibit 3, be and hereby is adopted;

RESOLVED FURTHER, that District memberships be and hereby are limited to Chambers of Commerce and professional societies active in the District's service area, and to allied industry organizations; i.e., American Transit Association and California Association of Publicly Owned Transit Systems;

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to approve memberships and dues payments in Chambers of Commerce and professional societies if benefits can be shown to justify the cost; a certification of the benefits to the District on each membership to be kept on file in the General Manager's office for annual review by the Policy Committee;

RESOLVED FURTHER, that memberships in allied industry organizations be and hereby are to be considered by this Board of Directors on an individual basis.

Report of Public Information Department

Mr. Gilstrap, Director of Public Relations Department, presented the report of the Public Information Department, a copy of which is on file with the Secretary.

Report of Employee Retirement and Insurance Committee

Director Hahn, Chairman of the Employee Retirement and Insurance Committee, reported that the Committee had reviewed the employee retirement and insurance programs, including the health plan and current group life insurance program, the workmen's compensation program, and requested the staff to provide the Committee with information on the State Employees Retirement Program for later review by the Committee. A copy of the Committee report is filed with the Secretary.

Robert J. Swan, 600 Long Beach Boulevard, Long Beach

President Faull recognized Mr. Robert J. Swan, Public Transit Catalyst, who addressed the meeting with reference to "Rapid Transit for Los Angeles Centropolis." A copy of Mr. Swan's remarks is filed with the Secretary.

Approval of Continued Participation in
Los Angeles Regional Transportation Study

Upon approval of the eleven Directors present, the matter of considering approval of continued participation by the

District in the Los Angeles Regional Transportation Study was added to the agenda. After discussion, upon motion duly made, seconded and unanimously carried, the following resolutions were adopted:

WHEREAS, the Los Angeles Regional Transportation Study since 1960 has been functioning as an informal pooling of the efforts and resources of the governmental agencies in the five counties of Los Angeles, Orange, Riverside, San Bernardino and Ventura, the California Highway Transportation Agency, the Southern California Rapid Transit District and its predecessor, Los Angeles Metropolitan Transit Authority; and

WHEREAS, the public agencies, which have been participating in the Los Angeles Regional Transportation Study, propose to continue the Study as the "continuing, comprehensive transportation planning process" required under Federal law as a condition of continued Federal financial participation in highway and transit development programs in the area; and

WHEREAS, the purpose of the District to develop effective transit services as a part of the comprehensive transportation system in its area of operations will be furthered by continued participation in the Los Angeles Regional Transportation Study;

NOW, THEREFORE, BE IT RESOLVED, that this Board of Directors deems it to be in the best interest of the District to continue its participation in the Los Angeles Regional Transportation Study;

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to execute on behalf of the District the agreement, as discussed at this meeting and a copy of which is filed with the Secretary, between the counties of Los Angeles, Orange, Riverside, San Bernardino and Ventura, the California Highway Transportation Agency and the Southern California Rapid Transit District providing for the organizational and working arrangements for the continuing Study.

Approval of Revised Authorization For Expenditure No. 121

Upon approval of the eleven Directors present, the matter of considering approval of Revised Authorization For Expenditure No. 121 was added to the agenda. After discussion, upon motion duly made, seconded and unanimously carried, the following resolutions were adopted:

WHEREAS, on December 17, 1963 the Authority (predecessor to District) approved Authorization For Expenditure No. 121, covering purchase of necessary materials, and reconditioning of seats, upholstery, sash, bumpers, air ride bellows, and painting of interior and exterior of 125 Model TDH 4801 G.M.C. Diesel Coaches, at a cost not to exceed \$396,250.00; and

WHEREAS, due to increased labor costs effective as of June 1, 1964, the total cost under said project exceeded the original estimated cost of \$396,250.00 by \$19,750.00, or a total cost of \$416,000.00;

NOW, THEREFORE, BE IT RESOLVED, that Revised Authorization For Expenditure No. 121, covering purchase of necessary materials and reconditioning of seats, upholstery, sash, bumpers, air ride bellows, and painting of interior and exterior of 125 Model TDH 4801 G.M.C. Diesel Coaches, at a cost not to exceed \$416,000.00, be and the same is hereby approved.

Next Regular Meeting

After discussion, upon motion duly made, seconded and unanimously carried, it was

RESOLVED, that the next regular meeting of the District be held at the Board of Supervisors' Hearing Room, 500 West Temple Street, Los Angeles, at 10:30 a.m. on January 6, 1965.

There being no further business, the meeting adjourned.

Virginia K. Ross
Secretary

REPORT OF PURCHASING COMMITTEE
 FOR PERIOD OF
 DECEMBER 2, 1964 THROUGH DECEMBER 15, 1964
 TO DIRECTORS OF
 SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

APPROVED THE FOLLOWING:

A. REQUISITIONS OVER \$100, BUT LESS THAN \$1,000:

NO.	VENDOR	COVERING	AMOUNT	A.F.E. NO.
PD-1000	GRIMES-STASSFORTH	1 - 12-DRAWER BROWN SHAW-WALKER TABU- LATING CARD FILE	\$ 442.00	181A
PM-552	FABCO	23 - VENETIAN BLINDS (43-3/4"X84-3/4")	299.00	
PM-556	SUNSET CITY PLYWOOD	8 - DOORS (6'8"X3' 1-3/8") WITH CLEAR GLASS (DS "B" 24"X28") 6" FROM SIDES AND TOP	143.52	
PM-560	EVANS HARBOR PLYWOOD	40 SHTS. - PLYWOOD (4'X8'X3/8")	128.88	
PM-563	FLEMING & HIGHTOWER	1000' - 1"X12" KNOTTY PINE LUMBER	170.56	
PR-3	FRANK KNAUS	FINE ART, RETOUCHING OF PHOTOS, ETC., FOR YEAR 1965, NOT TO EXCEED	420.00	
PR-7	PERMA PLAQUE CORP.	12 - PERMA PLAQUES (11X13) FOR OPERATOR- OF-MONTH CERTIFICATES, NOT TO EXCEED	175.00	
SA-47	CARL ENTENMANN & SON	18 - SCRTD POLICE BADGES WITH PINS) 1 - SCRTD POLICE BADGE (FLAT)) 1 - SCRTD CHIEF BADGE (FLAT)) 18 - SCRTD CAP PIECES)	407.39	
3399-307	CALIF. WHOLESALE ELECTRIC	11 - WESTERN LIGHTING CO. FLUORESCENT) FIXTURES) 16 - 12" STEM JOINERS, ENDS & CANOPIES)	326.42	

B. VARIOUS REQUISITIONS FOR EQUIPMENT, MATERIALS, SERVICES, ETC., THE APPROPRIATIONS FOR WHICH HAVE PREVIOUSLY BEEN APPROVED.

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT
 PROPOSED BUDGET FOR CALENDAR YEAR 1965

	Total	January	February	March	April	May	June
	28,121,000	2,289,000	2,134,000	2,424,500	2,289,000	2,292,500	2,371,500
	2,067,000	171,500	167,000	176,000	172,000	172,000	173,000
	2,564,000	212,500	200,500	222,500	213,000	212,500	216,000
	3,331,000	327,500	327,000	326,000	325,500	320,000	301,000
	2,837,000	235,000	223,500	245,000	236,000	235,500	238,500
	(1,146,500)	(93,000)	(93,000)	(93,000)	(96,500)	(96,500)	(96,000)
ses	37,773,500	3,142,500	2,959,000	3,301,000	3,139,000	3,136,000	3,204,000
ense reserve	<u>4,699,500</u>						
ion Fund (unt)	42,473,000						
FUNDS:							
ATION RESERVE FUND	2,006,500	171,500	171,500	166,500	166,500	166,500	166,000
	1,141,500	91,500	91,500	96,000	96,000	96,000	95,500
	<u>3,558,500</u>	<u>296,000</u>	<u>280,000</u>	<u>310,000</u>	<u>295,500</u>	<u>295,500</u>	<u>301,500</u>
	49,179,500						
NS FUND RESERVE	<u>4,699,500</u>						
TIRED	<u><u>44,480,000</u></u>						

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT
 PROPOSED BUDGET FOR CALENDAR YEAR 1965

	July	August	September	October	November	December
IS:						
	2,402,000	2,348,000	2,381,500	2,313,000	2,401,500	2,474,500
	173,000	173,000	171,500	172,500	171,000	174,500
	215,500	215,000	211,500	215,000	210,500	219,500
	278,500	255,000	213,000	204,500	199,000	254,000
Finance	238,000	238,000	234,000	238,000	233,500	242,000
	(96,500)	(96,500)	(96,500)	(96,500)	(96,500)	(96,000)
Expenses	3,210,500	3,132,500	3,115,000	3,046,500	3,119,000	3,268,500
Expense reserve						
Retirement Fund						
(Account)						
ICE FUNDS:						
	166,500	166,500	166,000	166,500	166,500	166,000
	96,000	96,000	95,500	96,000	96,000	95,500
RECIATION RESERVE FUND	302,000	295,500	293,500	288,000	294,000	307,000

November 24, 1964

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

CASH BUDGET

CALENDAR YEAR 1965

<u>Fund</u>	Estimated Balance 12-31-64	Estimated Additions During 1965	Estimated Withdrawals During 1965	Estimated Balance 12-31-65
Revenue Fund		\$44,480,000	\$44,480,000	
Distribution of Revenue Fund:				
Operation Fund	\$ 4,699,500	\$37,773,500	\$37,773,500	\$ 4,699,500
Interest Fund	685,500	2,006,500	2,027,000	665,000
Bond Retirement Fund	916,500	1,141,500	1,100,000	958,000
Bond Reserve Fund	3,187,500	-	-	3,187,500
Depreciation Reserve Fund	7,530,000	3,558,500	8,958,500	2,130,000
General Fund	1,247,000	-	350,000	897,000
	<u>\$18,266,000</u>	<u>\$44,480,000</u>	<u>\$50,209,000</u>	<u>\$12,537,000</u>

Note: Estimated balance December 31, 1964 includes holdings of U. S. Government securities.

November 24, 1964

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT
BUDGET OF EXPENDITURES FROM DEPRECIATION RESERVE FUND
CALENDAR YEAR 1965

	<u>Amount</u>
Buildings, facilities and equipment, by location:	
Division 6	\$ 22,000
Division 8	19,000
Division 12	400,000
Location 17	396,500
South Park Shops	45,000
Main Office Building	90,000
Coaches	5,194,500
Equipment Trust Obligations	1,900,500
Automobiles and trucks	100,500
Installation of 190 axle housings	85,000
Installation of 100 air compressors	15,000
Installation of 35 radiators, fans & fuel tanks	25,000
Installation of cast iron brake shoes on 240 coaches	36,000
Rebuild 125 coaches	490,000
Miscellaneous	69,500
Contingencies	<u>70,000</u>
	<u>\$8,958,500</u>

November 24, 1964

Report of Don C. McMillan, Policy Committee Chairman, to the Board of Directors, Southern California Rapid Transit District, on December 16, 1964

A meeting of the Policy Committee, with all members present, was held on Thursday, December 10, 1964, at 9:30 a.m.

One of the items on the Agenda was organization memberships by the District. After careful review and consideration of the subject, the following recommendation for Southern California Rapid Transit District participation in organization memberships was developed and is submitted for your approval:

1. Policy be that the District memberships be limited to Chambers of Commerce and professional societies active in the District's service area and to allied industry organizations, such as American Transit Association and California Association of Publicly Owned Transit Systems.
2. Procedure be that the General Manager be authorized to approve memberships and dues payment in Chambers of Commerce and professional societies if benefits can be shown that will justify the cost. Allied industry organization memberships will be considered by the Board of Directors on an individual basis. A certification covering benefits to the District on each membership will be kept on file in the General Manager's office for annual review by the District's Policy Committee.

As Chairman of the Policy Committee, I move adoption of this report.

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