

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

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

June 18, 1975

Upon notice duly given, the Directors of the Southern California Rapid Transit District met at a regular meeting in the District Board Room, 1060 South Broadway, Los Angeles, California, at 1:15 p. m. on June 18, 1975, at which time President Byron E. Cook called the meeting to order.

Directors George W. Brewster, Byron E. Cook, A. J. Eyraud, Jr., Donald H. Gibbs, Adelina Gregory, Jay B. Price, and George Takei responded to Roll Call. Directors Victor M. Carter, Thomas G. Neusom, Pete Schabarum and Baxter Ward were absent.

Also present were General Manager Jack R. Gilstrap; Manager of Operations George W. Heinle; Assistant General Manager for Administration Jack Stubbs; General Counsel Richard T. Powers; Treasurer-Auditor-Controller Joe Scatchard; Manager of Rapid Transit Richard Gallagher; Manager of Employee Relations John S. Wilkens; Equal Employment Opportunities Administrator Mike Olivas; Manager of Customer Relations Robert G. Williams; Secretary Richard K. Kissick, and the public.

Certificates of Merit

Director Adelina Gregory presented the District's Certificate of Merit to Emmett R. Bell, Operator-of-the-Month for May, 1975, and to Anita Mason, Information Operator-of-the-Month for May, 1975, for outstanding service in the performance of their duties.

Consideration of Item Nos. 2 through 5 on the Consent Calendar

On motion of Director Takei, seconded and unanimously carried, the following resolutions were adopted and/or actions taken:

The Minutes of the Regular Meeting held on June 4, 1975 were approved.

RESOLUTION NO. R-75-227

RESOLVED, that the temporary route diversions caused by construction work affecting Line Nos. 47, 51, 55, 59, 76, 106, 176, 305 and 755, as described in report dated June 9, 1975 filed with the Secretary, be and the same are hereby ratified and approved.

RESOLUTION NO. R-75-228

RESOLVED, that the report dated June 9, 1975 relating to bus stop changes, a copy of which is filed with the Secretary, be and the same is hereby ratified and approved.

The following Purchasing Agent's Statements, copies of which are filed with the Secretary, were ordered "Received and Filed":

- a. Report of Sales Orders & Sales of Surplus, Obsolete or Used Material, Supplies or Equipment, January 1, 1975 through March 31, 1975;

- b. Statement of Purchases over \$1,000, for month of April, 1975;
- c. Statement of Materials & Supplies Account, for month of April, 1975.

Appearance of Mr. John Thousand and Mr. Frank Goessens

Manager of Operations George Heinle introduced Mr. John Thousand, representing Raad International, and Mr. Frank L. Goessens, representing the Van Hool and Zonen Puba, Brussels, Belgium.

Mr. Thousand reported on the efforts of Raad International to furnish U. S. transit properties with articulated buses utilizing American technology and American labor on a free enterprise basis.

Mr. Goessens reported on Van Hool's experience in building buses in the European market, and stated he felt they could build the articulated buses according to specifications as developed by the District.

Carried Over - Motion Regarding Rapid Transit Starter Line

On motion of Director Price, seconded and unanimously carried, the matter of discussion of a rapid transit starter line was added to the agenda.

Director Price reported on the UMTA deadline on the rapid transit starter line and the fact that the Los Angeles County Board of Supervisors and the City of Long Beach have already adopted a starter line commencing in Canoga Park in the San Fernando Valley, thence through the Los Angeles Central Business District and south to Long Beach and the harbor area.

Mr. Price moved adoption of that rapid transit starter line by the RTD Board of Directors, which motion was seconded by Director Eyraud.

Director Brewster requested a staff report which was listed on the agenda under Information Item "F".

General Manager Gilstrap reported on the activities of the Rapid Transit Advisory Committee the membership of which is composed of technical and other representatives from the City and County of Los Angeles, CalTrans, League of California Cities, and others, to make a recommendation on a starter line, and that the committee has been working very hard.

The basic funding should be from Proposition 5, and if the City, County and the State contributed under that we could anticipate \$150-million local matching money. The Federal money would pick up the 80-percent balance of the project, and that is the way we would proceed.

The second major objective was to look at the corridor plan and find a starter line and, thirdly, the committee establish important criteria such as cost, ridership, rapidity in which it could be built and other factors, with the UMTA requirement that it be an effective system which could stand on its own. The committee reduced about sixty corridors down to eleven from which to select a starter line, and there are differences in costs, ridership potential, et cetera, in all eleven corridors.

Mr. Brewster pointed out that the committee is working very hard to make a recommendation, while other agencies are jumping the gun, and inquired if the Board was ready at this point for a recommendation.

Mr. Gilstrap reported that the committee is still meeting, with a sub-committee meeting today and the full committee scheduled to meet next Friday, and that the staff had intended to be to the Board with a recommendation at the first meeting in July.

Mr. Gallagher stated that everyone on the committee is working together and outlined the composition of the committee. Two sub-committees have been requested to study the eleven corridors and come back to the full committee with a recommendation. Further, that at last Friday's meeting the representatives had been requested to go back to their agencies to determine their respective recommendations. He also reported on the committee work in reviewing engineering and passenger potential of each corridor.

Mr. Brewster felt the Board should have the committee's recommendation before taking any action and not act as the result of the actions of the County and the City of Long Beach.

Mr. Gallagher reported that the Ward-Bradley proposal for a starter line would not be entirely grade-separated but the committee is looking at all proposals.

Mr. Gilstrap stated that the Board could instruct the staff to make a recommendation at the first meeting in July.

Mr. Price felt that RTD Board should make a conceptual recommendation today.

Mr. Eyraud felt that if the City and County and the City of Long Beach want this starter line, we should act now.

President Cook felt the idea was good and the Board should act.

Mr. Takei felt the Board should get all the input before acting since especially the City of Los Angeles has not yet taken a stand, and the Board may also hear from other cities.

Mr. Gibbs stated it takes a lot of political consensus to get started and a lot of momentum has been generated.

Mr. Brewster still felt the Board should hear from the advisory committee before making a decision.

Mr. Gilstrap stated the RTD is in a different role because the funding to build the system will not come from the RTD, but from a partnership of cities, county and the state, and felt that another week or two would not be a detriment to the program.

At this point Director Eyraud withdrew his second to Director Price's motion which was on the floor.

Director Gibbs moved that the Board carry Director Price's motion over to the next meeting of the Board, which motion was seconded by Director Price and unanimously carried.

Director Gibbs left the meeting at 1:50 p. m.

Report of Surface Operations Committee and Adoption of Resolutions
and/or Actions Taken Regarding Agenda Item Nos. 6 through 15

On motion of Director Eyraud, Chairman of the Surface Operations Committee, seconded and unanimously carried, the following resolutions were adopted and/or actions taken:

RESOLUTION NO. R-75-229

RESOLVED, that the report dated June 11, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and Requisition No. 3099-33 be and the same is hereby approved together with authorization of the Purchasing Agent to call for bids covering the purchase of office furniture for Division 9 at an estimated cost of \$22,000, with this project funded in part under UMTA Capital Grant Project No. CA-03-0034; form of bid requirements and specifications subject to approval of the General Counsel.

RESOLUTION NO. R-75-230

RESOLVED, that the report dated June 9, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and Requisition No. 9500-827 be and the same is hereby approved together with authorization of the Purchasing Agent to call for bids covering the purchase and installation of steel frame canopys at Divisions 6 and 15 at an estimated cost of \$21,000; form of bid requirements and specifications subject to approval of the General Counsel.

RESOLUTION NO. R-75-231

RESOLVED, that the report dated June 11, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and Requisition No. 3399-971 be and the

same is hereby approved together with authorization of the Purchasing Agent to call for bids covering the conversion of 6,300 diesel fuel injectors at an estimated cost of \$233,730, with this project funded in part under UMTA Capital Grant Project No. CA-03-0049; subject to the concurrence of the Urban Mass Transportation Administration; form of bid requirements and specifications subject to approval of the General Counsel.

RESOLUTION NO. R-75-232

RESOLVED, that the report dated June 11, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and Requisition No. 3399-972 be and the same is hereby approved together with authorization of the Purchasing Agent to call for bids covering the purchase of miscellaneous trucks at an estimated cost of \$433,000, with this project funded in part under UMTA Capital Grant Project No. CA-03-0049; subject to the concurrence of the Urban Mass Transportation Administration; form of bid requirements and specifications subject to approval of the General Counsel.

RESOLUTION NO. R-75-233

RESOLVED, that the report dated June 12, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and the General Manager be and he hereby is authorized to execute on behalf of the District a contract with Easterday Supply Company, 901 East 61st Street, Los Angeles, the lowest responsible bidder under Bid No. 6-7511, as indicated on the Abstract of Bid attached to these Minutes as Exhibit 1, covering the purchase of three automatic Scrubber-Vacs at a quoted price of \$10,426.17, including sales tax, which purchase is funded in part by UMTA Capital Grant Project No. CA-03-0034; form of contract subject to approval of the General Counsel.

RESOLUTION NO. R-75-234

RESOLVED, that the report dated June 12, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and the General Manager be and he hereby is authorized to enter into the standard form of "Monthly-Pass Seller Agreement", a copy of which is attached to the aforementioned report, with various firms and agencies covering the sale of monthly passes, providing the commission to be paid for such sales amounts to three percent (3%), or less; form of agreements subject to approval of the General Counsel.

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to establish one additional position of Assistant Passenger Agent at Range 5 under the Non-Contract Classification and Salary Plan, effective July 1, 1975.

RESOLUTION NO. R-75-235

RESOLVED, that the report dated June 12, 1975, a copy of which is filed with the Secretary, recommending approval of minor route modifications to the Hollywood Bowl Park/Ride Service, be and the same is hereby adopted, and the General Manager be and he hereby is authorized to make appropriate revision of the Official Route Descriptions adopted November 4, 1964, as amended, to include First Revised Pages 552, 554, 556, 557, 561, 566 and Revised Original Page 567, with modifications to local tariffs as necessary; subject to the approval of the Consulting Engineer.

RESOLUTION NO. R-75-235

WHEREAS, on June 18, 1975 this Board of Directors considered and concurred in the report dated June 13, 1975, a copy of which is filed with the Secretary, recommending approval of Requisition No. 3099-14 together with authorization of the Purchasing Agent to call for bids covering the purchase of 1,578 bus mobile radios and related equipment at an estimated cost of \$5,000,000, together with rescission of Resolution No. R-74-281 adopted July 16, 1974; and

WHEREAS, the aforementioned report also recommends authorization of the General Manager to apply to the Urban Mass Transportation Administration for certain budget adjustments within UMTA Capital Grant Project Nos. CA-03-0034, CA-03-0046, CA-03-0049 and CA-03-0090 in order to expedite the above-mentioned radio procurement which is so important to current District operations, including a transfer of funds in the amount of \$2,685,000 from the Macy Yard project, which project will be the subject of further study regarding future transit needs; and

WHEREAS, Requisition No. 3099-14 was reviewed and approved by a Special Purchasing Committee in accordance with the provisions of Section 8.3 (B) (4) of the Rules and Regulations;

NOW, THEREFORE, BE IT RESOLVED, that the report dated June 13, 1975 be and same is hereby adopted and Requisition No. 3099-14 be and the same is hereby approved together with authorization of the Purchasing Agent to call for bids covering the purchase of 1,578 bus mobile radios and related equipment at an estimated cost of \$5,000,000; subject to the concurrence of the Urban Mass Transportation Administration; form of bid requirements and specifications subject to approval of the General Counsel;

RESOLVED FURTHER, that Resolution No. R-74-281 adopted July 16, 1974 be and the same is hereby rescinded in its entirety;

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to apply to the Urban Mass Transportation Administration for certain budget adjustments within UMTA Capital Grant Project Nos. CA-03-0034, CA-03-0046, CA-03-0049 and CA-03-0090, in order to expedite the procurement of radios, including a transfer of funds in the amount of \$2,685,000 from the Macy Yard project included as a part of Project No. CA-03-0090;

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to execute all documents necessary in connection with the above actions; form of documents subject to approval of the General Counsel.

On motion duly made, seconded and unanimously carried, the staff was directed to bring back to the Board for review a report regarding the short-term and long-term plans for use of the Macy Yard property.

Approval of Revised Specifications Covering the Purchase of Thirty Articulated Buses for Test Purposes - Setting Date of Public Hearing

After discussion, on motion of Director Eyraud, Chairman of the Surface Operations Committee, seconded and unanimously carried, the following resolutions were adopted:

RESOLUTION NO. R-75-237

WHEREAS, under Resolution Nos. R-74-291 and R-74-428, adopted July 16, 1974 and November 5, 1974, respectively, the General Manager was authorized to call for bids covering the purchase of thirty articulated buses at an estimated cost of \$3,600,000, together with authorization to file an application with the U. S. Department of Transportation amending Capital Grant Project No. CA-03-0090 to aid in financing the purchase of said buses; and

WHEREAS, at a public hearing held on December 17, 1974 it was stated that said buses would have special provisions for lifting handicapped patrons or those in wheelchairs into said buses and, further, it has now been determined that manufacturers of articulated buses are not prepared at this time to provide a bus equipped with facilities to handle the elderly and the handicapped; and

WHEREAS, since said buses are being purchased for test purposes only it has been recommended that specifications be revised to exclude provisions regarding facilities to handle the elderly and the handicapped;

NOW, THEREFORE, BE IT RESOLVED, that the General Manager be and he hereby is authorized to revise the specifications regarding the purchase of thirty articulated

buses to exclude special provisions for the handling of the elderly and the handicapped; subject to concurrence of the Urban Mass Transportation Administration; form of bid requirements and specifications subject to approval of the General Counsel.

RESOLUTION NO. R-75-238

RESOLVED, that a public hearing in connection with the purchase of thirty articulated buses is hereby called to be held in the District's Board Room at the Transit District Building, 1060 South Broadway, Los Angeles, California, at 1:00 p.m. on August 6, 1975, to permit parties having a significant economic, social or environmental interest in said program to appear and be heard;

RESOLVED FURTHER, that the Secretary be and he hereby is authorized to publish a Notice of Intent to hold such public hearing and to notify interested federal, state or local agencies of said hearing.

Carried Over - Report on Bus Benches

On motion duly made, seconded and unanimously carried, Item No. 15 on the Agenda, reading as follows, was carried over the next meeting of the Board:

"Consider report on bus benches."

Report of the Advance Planning & Marketing Committee and Adoption of Resolutions and/or actions taken regarding Agenda Item Nos. 16 through 20

Director Brewster, Chairman of the Advance Planning & Marketing Committee, moved approval of Agenda Item Nos. 16, 17 and 20, which motion was seconded and unanimously carried. After further discussion,

on motion duly made, seconded and unanimously carried, the decision was made to consider each of the three items separately.

Agenda Item No. 16 - Acceptance of the San Gabriel Valley Transit Improvement Plan Report

After discussion, on motion of Director Brewster, seconded and unanimously carried, the following resolution was adopted:

RESOLUTION NO. R-75-239

RESOLVED, that the Transit Technical Studies report dated June, 1975 prepared by Wilbur Smith & Associates and entitled "San Gabriel Valley Transit Improvement Plan", a copy of which is filed with the Secretary, be and the same is hereby accepted, and the General Manager be and he hereby is authorized to transmit copies of said report to affected jurisdictions for a 30-day final review period.

Agenda Item No. 17 - District's Visual Communications and Graphics Program

Director Price stated that in view of the absence of Director Gibbs, he would move that Agenda Item No. 17 be carried over to the next meeting of the Board, which motion was seconded but failed to carry by a vote of 5-1, with Director Eyraud voting "No."

Director Brewster thereupon moved approval of Item No. 17, which motion was seconded but failed to carry by a vote of 3-3, with Directors Eyraud, Gregory and Takei voting "No."

Director Takei then moved that the staff design review committee handle the matter of visual communications and graphics design program, which motion was seconded by Director Gregory.

Mr. Gilstrap briefly reviewed the graphics program which has been presented to the Board several weeks ago and that the contemplated action at today's meeting indicates the Board prefers that the staff proceed without a design consultant. He stated that we could go forward on the programs and if further outside help is required the staff would come back to the Board for assistance.

The question was called for on Director Takei's motion, unanimously carried and the following resolution adopted:

RESOLUTION NO. R-75-240

RESOLVED, that the in-house Staff Design Review Committee is directed to proceed with the visual communications and graphics program and, if the retention of a graphics consultant is deemed necessary in connection with said program, the General Manager is to then submit a recommendation to this Board of Directors for review and consideration.

Agenda Item No. 20 - Approval of Cooperative Agreement with Orange County Transit District

It was reported that at the Joint Committee meeting earlier in the day the committee had considered Director Schabarum's request that the agreement with Orange County Transit District be carried over to the next meeting of the Board. However, due to the urgency to finalize the agreement prior to the next Board meeting, the committee had recommended its approval.

On motion of Director Brewster, seconded and unanimously carried, the following resolution was adopted:

RESOLUTION NO. R-75-241

RESOLVED, that the report dated June 13, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and the General Manager be and he hereby is authorized to execute a cooperative agreement with the Orange County Transit District for a one-year period commencing July 1, 1975, with said agreement to contain provisions as outlined in the aforementioned report, including the support by Orange County Transit District of the SCRTD's claim against the Orange County Local Transportation Fund, and to also include provisions regarding the Fullerton Park-Ride line being operated by the SCRTD; form of agreement subject to approval of the General Counsel.

Carried Over - Agenda Item Nos. 18 and 25

Director Brewster reported that Director Schabarum had also requested that Agenda Item Nos. 18 and 25 be carried over to the next meeting of the Board. On motion of Director Brewster, seconded and unanimously carried, Agenda Item Nos. 18 and 25, reading as follows, were carried over to the next meeting of the Board:

"18. Consider adoption of minimum performance criteria for retention of line services, as described in report filed with the Secretary."

"25. Director Special Items" (Fullerton Park-Ride Report)

Carried Over - Agenda Item No. 19 - Report and Recommendations on Grid Systems

Director Brewster reported that the Joint Committee had recommended that Agenda Item No. 18 entitled "Consider Report and Recommendations on Grid Systems" be considered by the full Board.

Director Price felt that the Board should not act until the report had been distributed to interested parties and then considered at the next meeting. On motion of Director Price, seconded and unanimously carried, the staff was directed to distribute copies of the grid systems report to interested parties and to place the matter on the agenda for consideration at the next meeting of the Board.

Report of the Finance Committee

Director Price, Vice-Chairman of the Finance Committee, reported that the Finance Committee had met and had recommended that the Fiscal Year 1976 Budget be considered by the full Board.

General Manager Gilstrap briefly reviewed the proposed budget, and reported that although it is based on a less than desirable fare structure the Board should proceed, since adoption of the budget is required prior to July 1 under the terms of the Trust Indenture. He recommended adoption of the budget with the understanding that the staff should be instructed to return to the Board immediately with recommendations for whatever changes might be necessary after final subsidy action by the County of Los Angeles.

After discussion, on motion of Director Price, seconded and unanimously carried, the following resolution was adopted:

RESOLUTION NO. R-75-242

WHEREAS, on June 4, 1975 the District held a Budget hearing at which the District's proposed Budget for Fiscal Year 1976 was presented and discussed; and

WHEREAS, the District now desires to adopt its Budget for Fiscal Year 1976;

NOW, THEREFORE, BE IT RESOLVED, that the Budget for Fiscal Year 1976 of the Southern California Rapid Transit District, a summary of which is attached to these Minutes as Exhibit 2 together with a copy of the General Manager's report dated June 13, 1975, be and the same is hereby adopted;

RESOLVED FURTHER, that the General Manager be and he hereby is instructed to bring back to this Board immediately for consideration any necessary budget revisions after final conclusions have been reached by the County of Los Angeles with respect to financial assistance to be appropriated by that agency to the District during the Fiscal Year 1976.

Board of Directors Recessed in Executive Session at 2:10 p. m.

On motion duly made, seconded and unanimously carried, the Board of Directors recessed in Executive Session at 2:10 p. m. for the purpose of discussing personnel and labor matters.

The Board reconvened at 2:30 p. m. with Directors Brewster, Cook, Eyraud, Gregory, Price and Takei responding to Roll Call. Director Gibbs had previously left the meeting and Directors Carter, Neusom, Schabarum and Ward were absent from the meeting.

Adoption of Resolution Regarding Negotiations in Connection with Labor Protective Agreements Required Under Section 13 (c) of the UMTA Act

After discussion, on motion of Director Gregory, seconded and unanimously carried, the following resolution was adopted:

RESOLUTION NO. R-75-243

WHEREAS, this Board of Directors has reviewed the report dated June 13, 1975 outlining the problems being encountered by

the American Public Transit Association Negotiating Team with organized labor in connection with labor protective agreements required by Section 13 (c) of the Urban Mass Transportation Act of 1964, as amended;

NOW, THEREFORE, BE IT RESOLVED, that the General Manager be and he hereby is authorized to consult with the legal counsels of the City and County of Los Angeles, the League of California Cities, and other appropriate agencies, seeking a course of action regarding the problems in connection with the proposed provisions of labor protective agreements required by Section 13 (c) of the Urban Mass Transportation Act of 1964, as amended;

RESOLVED FURTHER, that the General Manager be and he hereby is authorized to forward to the American Public Transit Association Negotiating Team the strong objections of this Board of Directors regarding the proposed provisions of the aforementioned labor protective agreements, which objections are outlined in the report dated June 13, 1975, a copy of which is filed with the Secretary, and inform the Secretary of Labor of this District's position in this matter and urge his intervention for the purpose of issuing a reasonable labor protective agreement which would not infringe on most basic management rights.

Operating Report for the Month of May, 1975 - Received and Filed

On motion of Director Price, Vice-Chairman of the Finance Committee, the Operating Report for the month of May, 1975, a copy of which is filed with the Secretary, was ordered "Received and Filed."

Report of Personnel Committee (Agenda Item No. 24)

After discussion, on motion of Director Gregory, Chairman of the Personnel Committee, seconded and unanimously carried, the following resolution was adopted:

RESOLUTION NO. R-75-244

RESOLVED, that the report dated June 11, 1975, a copy of which is filed with the Secretary, be and the same is hereby adopted, and the General Manager be and he hereby is authorized to establish the position of Pension Investment Administrator in Grade 15 (\$1621-\$2007 mo.) under the Non-Contract Classification and Salary Plan, effective June 18, 1975.

Report of the General Manager

General Manager Gilstrap reported that he would be in Washington, D. C. the next couple of days in connection with legislation proposed by the Harrison Williams' bill (S-662), which bill contains several important provisions regarding transit, especially with respect to the elderly and the handicapped, and future funding needs of transit.

New Business

President Cook announced that two letters had been distributed to the Board regarding setting of a Special Meeting with the Orange County Transit District and a light-rail conference to be held in Philadelphia and invited a motion to add them to the agenda. On motion duly made, seconded and unanimously carried, the above two items were approved for adding to the agenda.

After discussion, on motion of Director Price, seconded and unanimously carried, the following resolutions were adopted:

RESOLUTION NO. R-75-245

RESOLVED, that a Special Meeting with the Board of Directors of the Orange County Transit District be and the

same is hereby called at 6:30 p.m. on Thursday, July 24, 1975, at the Saddleback Inn, 12500 East Firestone Boulevard, Norwalk, California, for the purpose of discussing the starter line of a regional rapid transit system.

RESOLUTION NO. R-75-246

RESOLVED, that members of the Board of Directors and staff are authorized to attend the National Conference on Light-Rail Transit being held in Philadelphia, Pa. during the period June 23-25, 1975, and the Treasurer is authorized to pay expenses incurred in connection with attendance at said meeting.

Request of Director Schabarum Concerning Agenda Information Items

President Cook announced that Director Schabarum had requested that any Information Items on the Agenda requiring decisions be carried over to the next meeting of the Board.

Adjournment in Memory of William H. Chaney

President Cook announced the sudden passing of Employment Supervisor William H. Chaney and briefly reviewed Mr. Chaney's employment record with the District and its predecessor companies.

On motion duly made, seconded and unanimously carried, the meeting was adjourned at 2:40 p.m. in memory of William H. Chaney and the Secretary directed to transmit an appropriate resolution to Mr. Chaney's family.



Secretary

Bids out May 27, 1975 Total 5
 Bids opened June 11, 1975 Total 3
 Advertisement: No Bid 0
 Date May 28, 1975 No Response
 Newspaper LA TIMES
 Non-Minority Bids 3
 Minority Bids 0

QUANTITY	ARTICLES	PRICE	901 E. 61st St. Los Angeles, CA.	BEST MAINTENANCE SUPPLY CO. 1924 E. 7th Pl. Los Angeles, CA.	CLARKE FLOOR MACHINES 734 E. 12th St. Los Angeles, CA.	PRICE	PRICE	PRICE	PRICE	PRICE
3	AUTOMATIC SCRUBBER-VACS	\$3,278.67	EACH	\$3,288.46	\$3,653.85					
	MODEL TB-32A		EACH							
	SUB-TOTAL	\$9,836.01		\$9,865.38	\$10,961.55					
	SALES TAX	590.16		591.92	657.69					
	TERMS	NET		NET	NET					
	GRAND TOTAL	\$10,426.17		\$10,457.30	\$11,619.24					
	DELIVERY	3-DAYS		21 - DAYS	10 - DAYS					

ETHNIC BREAKDOWN

- 1) Anglo
- 2) Black
- 3) Spanish Surname
- (4) Oriental
- (5) American-Indian
- (6) Other

I hereby certify EASTERDAY SUPPLY as being the lowest responsible bidder, and recommend the award to him/them for total bid price including sales tax of \$10,426.17

Date June 11, 1975

[Signature]
 Director Purchases & Stores



SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

1060 SOUTH BROADWAY • LOS ANGELES, CALIFORNIA 90015 • TELEPHONE (213) 749-6977

JACK R. GILSTRAP
GENERAL MANAGER

June 13, 1975

To: Board of Directors

From: Jack R. Gilstrap

Subject: CONSIDER ADOPTION OF THE DISTRICT'S OPERATING AND CAPITAL BUDGETS FOR FISCAL YEAR 1976 IN THE COMBINED AMOUNT OF \$181,500,000.

Summary

The operating and capital budgets for fiscal year 1976 have been developed by the staff based on all currently available information on probable costs and revenue. The budget material was submitted to your Board on May 21, 1975 for information and was the subject of public hearing at your meeting of June 4, 1975. No changes were recommended at the public hearing. The trust indenture provisions call for the Board to adopt the budget not later than June 30, 1975.

The level of subsidy funds from Los Angeles County has not been set at this writing. The District has expressed a preference for \$25.7 million to permit the retention of the 25¢ flat fare and to permit further service improvements. An alternative is a \$17 million plan which calls for 25¢ base fare plus 20¢ zone charges with limited service improvements. The County preliminary budget contains a figure of \$12.1 million and your Board recommended a 35¢ base fare and 20¢ zones and improved service if the subsidy is limited to \$12.1 million.

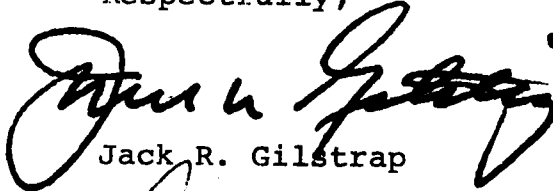
Other major revenue sources appear to be reasonably secure although the UMTA operating funds may be delayed by the continuing efforts by our industry to negotiate so called 13c labor protection provisions. This delay could cause a cash shortage by the end of this calendar year.

I would like to reiterate that Board approval of these budgets does not carry with it approval of all the cost items in the budgets. For example, every new non-contract employee position must get specific Board approval; consultant contracts and all significant procurements will come to the Board for approval during the year pursuant to the District's Rules and Regulations; and each capital project must receive specific Board approval before it is undertaken.

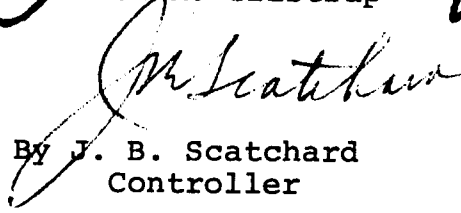
June 13, 1975

Once the County position on the subsidy for next year is firm there may be some budget adjustments necessary. The Board will be kept informed as the situation evolves.

Respectfully,



Jack R. Gilstrap



By J. B. Scatchard
Controller

**SOUTHERN CALIFORNIA RAPID
TRANSIT DISTRICT**

**PROPOSED BUDGET
FISCAL YEAR 1976**

Schedule 1

PROPOSED BUDGET
FISCAL YEAR 1976
OVERVIEW
Thousands of Dollars

Fund Requirements -

For bus operations (Schedules 1 and 2)	\$159,500
For bus capital (Schedule 5)	18,000
For rapid transit capital (Schedule 5)	1,000
For debt service (Schedule 6)	<u>3,000</u>
Total	<u>\$181,500</u>

Sources of Funds -

From passenger revenue	\$ 58,800
From the sales tax	59,520
From UMTA	41,490
From Los Angeles County	12,190
From various other sources	<u>9,500</u>
Total	<u>\$181,500</u>

**PROPOSED BUDGET
TOTALS BY DEPARTMENT
FISCAL YEAR 1976
Thousands of Dollars**

	<u>Wages & Salaries</u>	<u>Other</u>	<u>Total</u>
Board & Executive Office	\$ 180	\$ 162	\$ 342
Legal	201	7,749	7,950
Equal Employment Administrator	59	9	68
Operations, General	475	77	552
Building & Services	625	1,429	2,054
Transportation	75,369	1,304	76,673
Maintenance	19,147	14,222	33,369
Schedules	2,228	95	2,323
Special Agents	950	113	1,063
Planning	1,139	743	1,882
Marketing & Communications	915	1,657	2,572
Customer Relations	2,175	570	2,745
Employee Relations	1,066	22,619	23,685
Accounting & Fiscal	1,137	231	1,368
Data Processing	649	223	872
Purchasing & Stores	1,305	65	1,370
Rapid Transit/Commuter Rail	225	175	400
Administration	456	172	628
Bus Facilities Engineering	<u>530</u>	<u>54</u>	<u>584</u>
Total	<u>\$108,831</u>	<u>\$51,669</u>	\$160,500
Less credits for capital costs and Stores inventory costs			<u>(1,000)</u>
Total			<u>\$159,500</u>

PROPOSED BUDGET
 COST BY MAJOR CATEGORY
 FISCAL YEAR 1976
 Dollars in Thousands

	<u>FY 76 Budget</u>	<u>Feb-Mar Rate</u>	<u>FY 75 Budget</u>
Wages and salaries	\$108,831	\$ 86,453	\$ 76,151
Employee benefits	22,559	18,513	16,614
Supplies	5,435	4,307	4,135
Fuel, tires, lubricants	9,369	8,028	5,550
Liability and other insurance	7,650	5,010	5,875
Rents, telephone, utilities	2,317	1,093	1,435
Purchased services	4,339	5,572	2,745
Reserve for new services	<u>-</u>	<u>-</u>	<u>4,000</u>
Total	<u>\$160,500</u>	<u>\$128,976</u>	<u>\$116,505</u>

PROPOSED BUDGET
SOURCES OF FUNDS
FISCAL YEAR 1976
Thousands of Dollars

Passenger revenue	\$ 58,800
Interest, advertising, planning contracts, other	2,890
Minibus subsidy	1,400
CETA, COD programs	5,000
UMTA operating funds	26,500
Sales tax	59,520
UMTA capital funds	14,045
FAU capital funds	1,155
County revenue sharing funds	12,190
	<hr/>
	<u>\$181,500</u>

PROPOSED BUDGET
CAPITAL PROJECTS
FISCAL YEAR 1976
Dollars in Thousands

Bus System

Improvements to Operating Divisions (Divisions 1, 3, 5, 6, 7, 9, 14, 15, 18)	\$ 6,800
Regular buses, 100 each	5,500
Bus radios and related items	1,800
Parking lots for park and ride	1,500
Miscellaneous items such as RUCUS, Management Information System, minibus refurbishing, bus cleaning equipment, bus stop signs, garage equipment and office equipment	<u>2,400</u>
Bus System Total	<u><u>\$18,000</u></u>

Rapid Transit Project

Preliminary engineering	<u><u>\$ 1,000</u></u>
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PROPOSED BUDGET
DEBT SERVICE
FISCAL YEAR 1976
Dollars in Thousands

Bond interest	\$1,080
Bond redemptions	<u>1,920</u>
Total	<u><u>\$3,000</u></u>