

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

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

January 5, 1966

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 9:30 a.m. on January 5, 1966, at which time President Harry A. Faull called the meeting to order.

Directors Kermit M. Bill, Allan F. Daily, Jr., Harry A. Faull, Gordon R. Hahn, Leonard Horwin, Herbert H. Krauch, Don C. McMillan, Douglas A. Newcomb and Norman Topping were present. Directors Howard P. Allen and Mark Boyar were absent.

Also present were Acting General Manager Cone T. Bass; Assistant General Manager Jack R. Gilstrap; General Counsel Milton McKay; Treasurer and Auditor H. L. Black; Fiscal Consultant Walter J. Braunschweiger; Chief Engineer Ernest R. Gerlach; Director of Public Information John D. Kemp; Secretary Virginia L. Rees; and the public.

Approval of Minutes

The Minutes of the Budget Hearing and of the Regular Meeting, both held December 1, 1965, and of the Regular Meeting held December 15, 1965 were approved.

### Certificate of Merit

Director Krauch presented the District's Certificate of Merit to J. B. Yarnell, Operator-of-the-Month for December, 1965, in recognition of the outstanding courtesy displayed by Mr. Yarnell toward his passengers and the public.

### Temporary Route Diversions

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

RESOLVED, that the temporary route diversions affecting Lines 38, 84 and 96, as described in report dated December 28, 1965 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 28, 1965 relating to bus stop changes, 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 15, 1965 through January 4, 1966, 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.

Report of Purchasing Agent - Statement of Material and Supplies Account

The Acting General Manager reported that, pursuant to Section 8.6 E of the Rules and Regulations, the Purchasing Agent had submitted Statement of Material and Supplies Account for the month of November, 1965, a copy of which report is on file with the Secretary.

Agenda Item No. 7 - Modification of Terminal Loops on Line Nos. 9 and 27

At the request of the Chief Engineer, Item No. 7, reading:

"Consider approval of modification of terminal loops on Line Nos. 9 and 27, as described in report dated December 20, 1965 filed with the Secretary,"

was removed from the Agenda for the reason that the City of Los Angeles is considering some street paving changes in the vicinity of the said terminal loops and that the matter will be brought back to the Board at the appropriate time.

Approval of Requisition Nos. PI-116, PI-119, PI-132, PI-134 and PI-135

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

RESOLVED, that Requisition No. PI-116, covering photo finishing for year 1966, at a cost not to exceed \$2,900.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PI-119, covering newspaper advertising placed direct by District for year 1966, at a cost not to exceed \$40,000.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PI-132, covering letterpress and silk screen printing of promotional material and twelve issues (1500 copies each issue) of Operator-of-the-Month bus cards for year 1966, at a cost not to exceed \$2,800.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PI-134, covering type composition service in connection with promotional, advertising and informational publications and copy for advertisements, for year 1966, at a cost not to exceed \$2,900.00, be and the same is hereby approved;

RESOLVED FURTHER, that Requisition No. PI-135, covering engraving service incidental to advertising, publishing of House Organ, placards, etc., for year 1966, at a cost not to exceed \$2,900.00, be and the same is hereby approved.

Approval of Authorizations For Expenditure Nos. 250, 251, 252 and 253

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

RESOLVED, that Authorization For Expenditure No. 250, covering demolition and removal of existing brick buildings from property located at 636-38 South Maple Avenue, Los Angeles, at a cost not to exceed \$18,500.00, be and the same is hereby approved;

RESOLVED FURTHER, that Authorization For Expenditure No. 251, covering the purchase of one (1) Model 270 Varsityper, at a cost not to exceed \$1,762.80, be and the same is hereby approved;

RESOLVED FURTHER, that Authorization For Expenditure No. 252, covering the purchase and installation at South Park Shops of one (1) Model ST - 848 Cummins Fuel Pump Test Stand, at a cost not to exceed \$3,731.80, be and the same is hereby approved;

RESOLVED FURTHER, that Authorization For Expenditure No. 253, covering the purchase and installation at South Park Shops of one (1) Model ST - 790 Cummins Injector Test Stand, at a cost not to exceed \$2,025.47, be and the same is hereby approved.

Report on District's Application for a Loan under Public  
Law 560

At the request of Director McMillan, Chief Engineer Gerlach reported that on December 7th the District's Application for Advances for Public Works Planning (702 Program) was filed with the San Francisco Office of the Federal Housing and Home Finance Agency and that that office, in turn, has forwarded copies of the Application to the Washington Office.

Director McMillan urged that the District have a representative in Washington to follow the Application through and suggested that the Bureau of Budgets be contacted. In this connection, Director Topping suggested that Senator Thomas H. Kuchel be contacted for the purpose of having one of his staff follow the Application through the HHFA and notify the District of the proper time to send a representative to Washington.

Metromedia, Inc. - Ratification of 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, since February 18, 1964 the District and its predecessor, Los Angeles Metropolitan Transit Authority, have authorized successive six-month extensions from January 1, 1964 to and including June 30, 1965 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, the Acting General Manager requests that this Board of Directors ratify the extension of said agreement dated March 1, 1963 for a further six-month term commenced as of July 1, 1965;

NOW, THEREFORE, BE IT RESOLVED, that the extension of the term of agreement dated March 1, 1963 providing for the payment to the ATA-TAA Advertising Promotion Committee of 3% of the District's gross transit advertising revenue for a further six-month period commenced as of July 1, 1965 be and hereby is ratified, confirmed and approved.

### Renewal of General Boiler and Machinery Policy

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

WHEREAS, on November 17, 1965 the Acting General Manager was authorized to call for bids on the renewal of the District's General Boiler and Machinery Policy; and

WHEREAS, on December 22, 1965 invitations to bid (Bid No. 12-6530) for the renewal of said General Boiler and Machinery Policy were sent to twelve insurance brokers and/or companies; and

WHEREAS, seven bids were received (from Travelers Insurance Company, Commercial Union Insurance Group, Lumbermans Mutual Casualty Insurance, Zurich Insurance Company, Pacific Indemnity Company, and Hartford Steam Boiler Inspection and Insurance Company); and

WHEREAS, the Insurance Manager recommends award of a 3-year policy to the lowest bidder, Travelers Insurance Company (through Transwest Insurance Brokers) at a premium cost of \$1,049.00;

NOW, THEREFORE, BE IT RESOLVED, that the bid of Travelers Insurance Company (through Transwest Insurance Brokers) in the amount of \$1,049.00 for a three-year General Boiler and Machinery Policy of the type and nature discussed at this meeting be and the same is hereby accepted;

RESOLVED FURTHER, that the Acting General Manager be and he is hereby authorized to execute on behalf of the District an insurance contract with Transwest Insurance Brokers, the form of such contract and all supporting documents to be subject to the approval of the General Counsel.

Changes in Route Description and Revisions in Local Passenger  
Tariff - Line No. 29

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

RESOLVED, that the Manager of Operations be and he hereby is authorized to modify the route of Line No. 29 to establish the southerly terminus thereof at Florence and Central Avenue, Los Angeles, as described in report dated December 24, 1965 filed with the Secretary, effective as of March 13, 1966; 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 described change in route description;

RESOLVED FURTHER, that the Manager of Operations be and he hereby is authorized to make the necessary revisions in the District's Local Passenger Tariff No. 10 to provide for appropriate fares over the modified route of Line No. 29, as described in said report dated December 24, 1965.

Changes in Route Description and Adjustments in Interurban  
Passenger Tariff No. 9 - Line Nos. 55 and 58; Estab-  
lishment of Line No. 72

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

RESOLVED, that the Manager of Operations be and he hereby is authorized to make certain revisions in service on Line Nos. 55 and 58 to simplify

routing and service patterns and establish more regular headways and improved frequency in the communities served, as described in report dated December 21, 1965 filed with the Secretary, effective as of March 13, 1966; 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 described changes in route description;

RESOLVED FURTHER, that the Manager of Operations be and he hereby is authorized to make the necessary revisions in the District's Interurban Passenger Tariff No. 9 to accommodate the changes in routings and the establishment of transfer privileges, as described in said report dated December 21, 1965.

#### Allocation of Operating Revenues - Ratification of Action

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

RESOLVED, that the following letter dated January 4, 1966 directed by H. L. Black, Treasurer, to the Trustee of the Trust Indenture dated as of January 1, 1958, be and the same is hereby ratified and approved:

"Dear Sirs:

The actual disbursements from the Operation Fund for the calendar year 1965 are now known. In accordance with my letter of December 17, 1965 in reference to the formula allocation, please transfer in total for the year 1965 from the Revenue Fund to the following funds the amounts listed:



Operation Fund	\$37,770,822.93
Interest Fund	2,006,645.82
Bond Retirement Fund	1,141,666.66
Depreciation Reserve Fund	<u>3,516,702.31</u>
Total Distributed	\$44,435,837.72
Decrease Operation Fund "Reserve"	<u>477,058.75</u>
Total Revenue	\$43,958,778.97

The total transfers for 1965 will meet the requirements of the Trust Indenture dated January 1, 1958 with respect to the various funds."

State Compensation Insurance Fund - Workmen's Compensation  
Excess Liability - Amendment of December 1, 1965  
Resolutions

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

WHEREAS, by resolutions adopted December 1, 1965 this Board of Directors accepted the offer of the State Compensation Insurance Fund to provide excess coverage insurance covering the District's liability for any workmen's compensation accident or occurrence in excess of \$25,000.00 to a maximum of \$1,000,000.00, effective as of 12:01 a.m., November 5, 1965, and authorized the payment of the estimated annual premium of \$34,590.00; and

WHEREAS, this Board of Directors now determines that it is in the best interest of the District to change the lower limits of such workmen's compensation insurance coverage with the State Compensation Insurance Fund from \$25,000.00 to \$50,000.00, and thus effect a saving of approximately \$16,980.00 annually; and

WHEREAS, the State Compensation Insurance Fund has offered to provide the District with such excess coverage insurance with lower limits of \$50,000.00 effective as of 12:01 a.m., November 5, 1965, at the annual premium rate of \$0.0646 per \$100.00 of the gross payroll, payable annually in

REPORT OF PURCHASING COMMITTEE  
 FOR PERIOD OF  
 DECEMBER 15, 1965 THROUGH JANUARY 4, 1966  
 TO DIRECTORS OF  
 SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

APPROVED THE FOLLOWING:

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

<u>NO.</u>	<u>VENDOR</u>	<u>COVERING</u>	<u>AMOUNT</u>	<u>A.F.E. NO.</u>
ME-177	JOHN E. MACKEL & ASSOCIATES	COST OF ENGINEERING SERVICES FOR PUMP HOUSE AT 100 SUNSET AVE., VENICE	\$ 122.50	255B
PM-925	KILBURY MFG. CO.	1 - MODEL 14 S KILBURY HEATER (NATURAL GAS)	176.80	255A
PM-926	WILBUR R. WILSON, CONTRACTOR	REMODELING OF EXISTING EXIT DRIVEWAY AT 3449 HOYT AVENUE, EL MONTE	700.00	

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