

**SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT**

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

**June 24, 1982**

Upon notice duly given, the Board of Directors of the Southern California Rapid Transit District met at a regular meeting in the District Board Room, 425 South Main Street, Los Angeles, California, at 1:00 p.m. on June 24, 1982, at which time President Michael W. Lewis called the meeting to order.

**Directors Present:**

Marvin L. Holen  
Michael W. Lewis  
Carl Meseck  
Thomas G. Neusom  
Nick Patsaouras

Jay B. Price  
Ruth E. Richter  
Charles H. Storing  
Gordana Swanson  
George Takei

**Director Absent:**

Jan Hall

**Staff Present:**

John A. Dyer, General Manager  
Richard T. Powers, General Counsel  
Samuel M. Black, Manager of Operations  
George L. McDonald, Manager of Planning & Marketing  
Joe B. Scatchard, Controller-Treasurer-Auditor  
Jack T. Stubbs, Assistant General Manager for Administration  
John S. Wilkens, Manager of Employee Relations  
Richard Gallagher, Manager & Chief Engineer, Rapid Transit  
David D. Dominguez, Manager of Human Relations  
Robert G. Williams, Manager of Customer Relations  
Helen M. Bolen, District Secretary

Also present were members of the public and the news media.

## Presentation of Certificates of Merit

Director Storing presented Certificates of Merit to Betty Langley, Information Employee-of-the-Month, Robert Ketring, Maintenance Employee-of-the-Month, and to Alex Lopez, Operator-of-the-Month.

## Report of the President

President Lewis reported that the District had received an invitation from UMTA to attend a Seminar in Philadelphia on July 8 and 9 regarding the UMTA Section 15 Program. He urged attendance by Directors.

President Lewis mentioned that several Directors had attended the APTA Rail Conference in Cleveland the previous week. The speaker at the opening session was a developer who had considerable experience and expertise in joint development projects. He suggested that the General Manager prepare an agenda and invite several experts to Los Angeles to participate in a series of sessions for the private sector on the subject of joint development.

President Lewis also mentioned that several directors have expressed concern about the fourth year under Proposition A, indicating that there are a number of areas on which the District should begin to focus now so that the impact is not so great in the fourth year.

He requested staff to prepare a "shopping list" of perhaps two dozen items of potential savings identified, with these items to be of significant size - \$75-100 million - that could be

## Report of the President - Cont'd.

considered for implementation next year. A phased implementation would be less drastic to the bus riding public. Director Meseck commented that he hoped the District would also explore other possibilities to replace the revenue from Proposition A in year four.

## Report of the General Manager

General Manager Dyer reported on a proposed trip to Toronto and Montreal to visit those rail transit properties. The proposed dates are July 20-23. He indicated that major decisions must be made within the next sixty days. It is important that Board members view heavy and light rail systems in operation. He indicated that some of the Los Angeles City Council members are interested in the trip also. He also indicated that some members of the private sector are interested in going along on the trip. The Secretary was requested to poll the Board members to determine their availability. Director Holen inquired if the trip could also be rescheduled for mid-September. Mr. Dyer responded that he would be happy to make the arrangements.

Mr. Dyer also mentioned the possibility of an European tour to inspect manufacturing facilities and systems in operation. This trip could cover everything from train control to facilities. Director Holen stated that this would be very valuable.

## Director Special Items

Director Neusom reported on the recent meeting of the Transit Development Corporation held in Cleveland. The TDC was formed eight years ago to do research and development. It is a corporation outside of APTA, but served by APTA staff. The corporation has been more or less inactive. There is a proposal before UMTA to do a study on rail car standarization, with a grant request of \$320,000. This grant request is still pending. Director Neusom reported that he was re-elected chairman for another one-year term. He will try to gather the member properties together during the month of July to consider the kind of activities they can engage in through this corporation. He will be reporting on the TDC from time to time and also on his efforts to get the organization into an active status.

President Lewis commented that some time ago he had requested the District Secretary to prepare a list of the APTA Committees with the District participation. He requested that this list be distributed to the members of the Board.

Director Neusom also reported that he is a member of the APTA Nominating Committee and requested suggestions for nominees from members of the Board. He also reported that he is a member of the Legal Affairs Committee and requested General Counsel Powers to report on two recent decisions that have been handed down that affect the transit industry.

General Counsel Powers reported that one of the decisions pertained to 13(c). The Supreme Court rules that the interpretation and application of 13(c) provisions is not a federal

Director Special Items - Cont'd.

issue. It should be decided at the State level applying State law.

The second decision involved the Fair Labor Standards Act. General Counsel Powers requested Mr. John Wilkens to report on this. Mr. Wilkens summarized the decision indicating that the ruling was considered a setback for the transit industry. The decision interpretation is that transit properties might be covered by the Fair Labor Standards Act.

Adoption of Fiscal Year 1983 Budget

The Board received the report dated June 18, 1982 responding to questions raised at the Committee of the Whole Meeting on June 10th concerning the budget. On motion of Director Meseck, seconded by Director Price and carried as noted below, the Fiscal Year 1983 Budget was approved and the following resolution adopted:

Ayes:	Holen, Lewis, Meseck, Neusom, Patsaouras, Price, Richter, Storing, Swanson, Takei
Noes:	None
Abstain:	None
Absent:	Hall

R-82-291

RESOLVED, that the budget for Fiscal Year 1983, a copy of which is filed with the Secretary, in the amount of \$410,536,000, be and the same is hereby adopted.

## Report of the Personnel Committee

Director Takei, Chairman of the Personnel Committee, reported that the Committee had met to consider the report under Agenda Item No. 5(a) concerning approval of the new non-contract positions contained in the Fiscal Year 1983 Budget. On motion of Director Takei, seconded and carried as noted below, the following resolution was adopted:

Ayes:	Holen, Lewis, Meseck, Neusom, Patsaouras, Price, Richter, Storing, Swanson, Takei
Noes:	None
Abstain:	None
Absent:	Hall

R-82-292

RESOLVED, that the report dated June 18, 1982 regarding the creation of the non-contract positions identified in the Fiscal Year 1983 Budget is approved, and the General Manager is authorized to establish these positions concurrent with the adoption of the budget.

## Report of the Equipment & Maintenance Committee

On motion of Director Storing, Chairman of the Equipment & Maintenance Committee, seconded and carried as noted below, Agenda Items No. 6 through 8 were approved and the following resolutions adopted:

Ayes:	Holen, Lewis, Meseck, Neusom, Patsaouras, Price, Richter, Storing, Swanson, Takei
Noes:	None
Abstain:	None
Absent:	Hall

Report of the Equipment & Maintenance Committee - Cont'd.

R-82-293

RESOLVED, that the General Manager is authorized to award a contract to Do All Machine Tools, 2801 East Olympic Blvd., Los Angeles, the lowest responsible bidder under Bid No. CA-05-0052-DD, covering procurement of two band saws for a total bid price of \$31,600, which procurement is funded under UMTA Grant No. CA-05-0052; form of contract subject to approval of the General Counsel.

R-82-294

RESOLVED, that the non-responsive low bid submitted by Don G. Jenness Co., Inc. is hereby rejected in its entirety, and the General Manager is authorized to award a contract to Sylva Machinery, 6925 Bandini Blvd., Los Angeles, the lowest responsible bidder under Bid No. CA-05-0052-CC, covering procurement of two engine lathes (one 18" and one 24") for a total bid price of \$92,000, which procurement is funded under UMTA Grant No. CA-05-0052; form of contract subject to approval of the General Counsel.

R-82-295

RESOLVED, that the non-responsive low bids submitted by Don G. Jenness Co., Inc., Rawley Brothers Machinery, and LeBlond Makino Machine Tool Company are hereby rejected in their entirety, and the General Manager is authorized to award a contract to Sylva Machinery Company, 6925 Bandini Blvd., Los Angeles, the lowest responsible bidder under Bid No. CA-05-0052-EE, covering procurement of one 16" engine lathe at a total bid price \$28,000, which procurement is funded under UMTA Grant No. CA-05-0052; form of contract subject to approval of the General Counsel.

Report of the Facilities & Construction Committee

On motion of Director Patsaouras, Chairman of the Facilities and Construction Committee, seconded and carried as noted below, Agenda Items No. 9 and 11 were approved and the following resolutions adopted:

Ayes:	Holen, Lewis, Meseck, Neusom, Patsaouras, Price, Richter, Storing, Swanson, Takei
Noes:	None
Abstain:	None
Absent:	Hall

R-82-296

RESOLVED, that the General Manager is authorized to enter into an agreement with Lyons Associates, Inc., covering the design of a new bus maintenance and operating facility in Carson, at a cost not to exceed \$696,327, subject to approval of a pending amendment to UMTA Grant No. CA-03-0247; form of agreement subject to approval of the General Counsel.

R-82-297

WHEREAS, under Resolution No. R-82-092 adopted February 12, 1981, a Negative Declaration of Environmental Impact was adopted for the District's Microwave System Construction Project; and

WHEREAS, subsequent detailed engineering and field surveys indicate that additional towers are required for the project, and few negative comments have been received from the public;

NOW, THEREFORE, BE IT RESOLVED, that a Revised Negative Declaration of Environmental Impact is hereby adopted for the District's Microwave System Construction Project.

Director Patsaouras reported that the Committee recommends approval of the staff recommendation under Agenda Item No. 10.



Report of the Facilities & Construction Committee - Cont'd.

Director Richter made a motion to return this item to staff to negotiate a 6% cap on the CPI, and to include an option to purchase the property, which motion was seconded by Director Patsaouras.

Director Meseck expressed concern about whether this was to be a long-term decision. Mr. Dyer responded that he believes that staff will be able to go to the owner and inquire about an option to purchase. However, it is unknown at this time if a permanent division would be advisable at this location. There was considerable discussion concerning possible future purchase of the land and the terms of the lease.

Mrs. Barbara Quist, representing Perkins Truck Sales & Service, appeared before the Board, indicating that the 9% CPI cap contained in the proposed lease is not unreasonable. This will allow the owners to realize a reasonable return on their investment. She also indicated that perhaps the owners would be willing to discuss, in the not too distant future, a possible amendment to include an option to purchase.

After further discussion, Mr. Black stated that it would be premature to make a decision concerning a permanent division at this location. The property is suitable for operating about 110 buses. To purchase the property would in effect lock the District into that limited size division. There are other efforts being made to locate a more suitable site if the growth in the eastern part of the service area develops.

Report of the Facilities & Construction Committee - Cont'd.

Director Price made a substitute motion to accept the staff recommendation, which motion was seconded by Director Storing and carried as noted below on a Roll Call Vote. The following resolution was adopted:

Ayes:	Holen, Lewis, Meseck, Neusom, Price, Storing, Swanson, Takei
Noes:	Patsaouras, Richter
Abstain:	None
Absent:	Hall

R-82-298

RESOLVED, that the General Manager is authorized to enter into lease agreements covering the establishment of an operating facility in the City of Pomona as follows:

1. With Perkins Truck Sales and Service, covering an approximately 23,000 square foot building situated on approximately 2.65 acres of land at 1551 Mission Blvd., Pomona, for a term of five years, plus an option term of five years, at a monthly rate of \$6,000, with yearly escalations of 9% or the CPI, whichever is less;
2. With Robert L. Smith, covering approximately 49,000 square feet of adjacent vacant land for a term to run concurrently with the Perkins Truck Sales and Service lease, at a monthly rate of \$3,000, with yearly escalations of 9% or the CPI, whichever is less;

forms of agreements subject to approval of the General Counsel.

Report of the Advance Planning Committee

On motion of Director Swanson, Chairman of the Advance Planning Committee, seconded and carried as noted below, Agenda Item No. 12 was approved and the following resolution adopted:

Ayes:                   Holen, Lewis, Meseck, Neusom,  
                          Patsaouras, Price, Richter,  
                          Storing, Swanson, Takei  
Noes:                   None  
Abstain:               None  
Absent:                 Hall

R-82-299

RESOLVED, that the report dated June 8, 1982 regarding renewal of the cooperative service agreement with the County of Riverside is approved, and the General Manager is authorized to execute the agreement covering a one-year period beginning July 1, 1982; form of agreement subject to approval of the General Counsel.

Report of the Rapid Transit Committee

On motion of Director Meseck, Chairman of the Rapid Transit Committee, seconded and carried as noted below, Agenda Item No. 13 was approved and the following resolution adopted:

Ayes:                   Holen, Lewis, Meseck, Neusom,  
                          Patsaouras, Price, Richter,  
                          Storing, Swanson, Takei  
Noes:                   None  
Abstain:               None  
Absent:                 Hall

R-82-300

RESOLVED, that Requisition No. 2-8000-87 is approved, and the General Manager is authorized to execute a contract amendment with the City of Los Angeles covering additional staff assistance for the Metro Rail Preliminary Engineering Project at a cost of \$367,032, increasing the contract price from \$1,448,213 to \$1,815,245, which project is funded under UMTA and State Grants and is subject to approval of the Urban Mass Transportation Administration; form of contract amendment subject to approval of the General Counsel.





Approval of Consent Calendar - Cont'd.

R-82-307

RESOLVED, that Requisition No. 2-3399-1230 is approved, and the Purchasing Agent is authorized to call for bids covering purchase and installation of six utility truck bodies, which procurement is funded under UMTA Grant No. CA-03-0209; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-308

RESOLVED, that Requisition No. 2-7200-112 is approved and the General Manager is authorized to execute a contract with Sperry Univac Corp., 3250 Wilshire Blvd., Los Angeles, to supply maintenance coverage of the District's Univac 1100 computer system for a 14-month period at a cost of \$174,000; form of contract subject to approval of the General Counsel.

R-82-309

RESOLVED, that Requisition No. 2-3400-16 is approved and the General Manager is authorized to ratify a contract with Medeco Security Locks, P. O. Box 1075, Salem, Virginia, covering procurement of farebox locks and accessories at a total cost of \$51,000; form of contract subject to approval of the General Counsel.

R-82-310

RESOLVED, that Requisition No. 2-7200-76 is approved and the General Manager is authorized to award a contract to DeLoitte, Haskins & Sells, One Wilshire Building, Los Angeles, under RFP No. 058226, covering consulting services to assist the District in the evaluation of the TRANSMIS-I RFP at a cost not to exceed \$40,000; form of contract subject to approval of the General Counsel.

Approval of Consent Calendar - Cont'd.

R-82-311

RESOLVED, that Requisition No. 2-3399-1235 is approved and the Purchasing Agent is authorized to call for bids covering pre-cut glass for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-312

RESOLVED, that Requisition No. 2-3334-256 is approved and the Purchasing Agent is authorized to call for bids covering procurement of vibratory roller; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-313

RESOLVED, that Requisition No. 2-6000-166 is approved and the General Manager is authorized to execute a contract with Picnic Services, 5037 East Olympic Blvd., Los Angeles, covering the 1982 Employee Picnic for an estimated total cost of \$30,000; form of contract subject to approval of the General Counsel.

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Approved minutes of Regular meetings held May 17 and May 24, 1982 and Special meeting held May 26, 1982.

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Ratified bus stop zone changes as described in the report filed with the Secretary.

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Ratified temporary route diversions as described in the report filed with the Secretary.

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Received and Filed Purchasing Agent's report on Statement of Purchases \$2,500 and Over for May, 1982.

### Closed Session

President Lewis requested a motion to recess to Closed Session to receive a report on labor negotiations. On motion duly made, seconded and carried, the Board recessed to Closed Session at 2:17 p.m.

The Board returned from Closed Session at 2:55 p.m. with all Directors responding to Roll Call except Hall and Holen. No report was made of matters discussed in Closed Session.

### New Business

Mr. Sheldon Stein and Mr. Fred Kunik appeared before the Board speaking to the impact of the reduced fare structure on the commissioned pass sales agents. They requested consideration for an increase in the commission rate.

Mr. Grayson representing the Auto Club also appeared before the Board. He stated that the Auto Club supported the concept of prepaid transit ridership. He urged expansion of the number of pass sales outlets and an enlargement in the District's efforts to market passes through employers.

General Manager Dyer stated that he would like to do a careful study of pass sales and revenues by commissioned agents over the next 45 days. The staff recommendation should be back to the Board in early August. President Lewis asked that this be referred to the Customer Relations & Public Information Committee.



Greg Roberts appeared before the Board speaking on several subjects.

There being no further business, the meeting adjourned at 3:15 p.m.

  
District Secretary