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Minutes of Meeting of the  
Board of Directors of the District

July 8, 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 1:13 p.m. on Thursday, July 8, 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  
James Crawley, Deputy 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.

### Recognition of Retired District Personnel

Director Meseck presented plaques to District employees retiring this month.

### Report of the President

President Lewis announced that it would be necessary to change the date of the next Board meeting due to an anticipated lack of quorum as several Directors will be in Toronto and Montreal inspecting their rapid transit systems. On motion of Director Price, seconded and unanimously carried, the Board Meeting date was changed from Thursday, July 22, 1982 to Wednesday, July 28, 1982.

President Lewis also announced that Supervisor Schabarum has arranged a luncheon honoring Secretary of Transportation Drew Lewis on Tuesday, July 27, 1982. All Directors will be receiving an invitation.

### Report of the General Manager

General Manager Dyer reported on the ridership changes since the implementation of Proposition A fares on July 1. Three weekday ridership checks indicate an approximate 15% increase in passengers; i.e., 150,000 additional riders per day. There have not been any significant increase in complaints, however, there has been a considerable increase in telephone traffic for schedule information. Monthly pass sales are up about 18% over the month of June. The increased patronage has been accommodated by inserting no more than 40 buses during the peak hours.

Report of the General Manager - Cont'd.

Mr. Dyer also spoke concerning the public hearing scheduled for July 29th on route alignment and station location for the Metro Rail Project. This particular subject will require the largest and most important decision the Board will make over the next ten years. The staff recommendations may be slightly different from the recommendations contained in the Milestone #3 and #4 reports. The staff report will be available for the Directors at least one week in advance of the hearing, and staff will be prepared to discuss the recommendations at the Board meeting prior to the hearing.

(Director Price left the meeting at 1:30 p.m.)

Director Holen inquired if the Board was expected to make a decision regarding route alignment and station location on July 29th, or listen to public input and make the decision at a later time. Mr. Dyer responded that the decision should be made during the month of August. Director Holen then suggested that the decision process be held up until the second group of Directors make their inspection of the Toronto and Montreal properties in September. This would allow a decision on September 30th, if the Board meeting is delayed one week. He also requested that the staff report address the other alternatives, including costs. Mr. Dyer agreed that the other alternatives would be incorporated into the report. In conclusion, Director Holen expressed a desire that the public hearing be conducted so that the Board members can exchange comments with members of the public.

## Report of the General Manager - Cont'd.

General Manager Dyer also encouraged the Board members to take advantage of the opportunity to visit the Toronto and Montreal rapid rail systems.

### Director Special Items

Director Holen commented that he had attended the Metro Rail Peer Review Dinner on Safety which was held on July 29th. He felt these sessions are worthwhile experiences and he wished to commend everyone responsible for setting up these meetings.

Director Storing reported that the Surface Operations Committee had listed some interesting statistics regarding performance. He requested that the Board take a tour of South Park Shops at the earliest possible time, perhaps the August Committee of the Whole Meeting, to view this operation. On motion duly made, seconded and unanimously carried, the Board concurred in this suggestion.

### Report of the Surface Operations Committee

Under Agenda Item No. 5, Director Price, Chairman of the Surface Operations Committee, reported the Committee reviewed the Report on Performance Statistics, upon motion duly made, seconded and carried, the report was "Received and Filed".

Report of the Customer Relations & Public Information Committee

Director Richter, Chairman of the Customer Relations and Public Information Committee, reported the Committee had received a status report on Computer Mapping Systems. Upon motion of Chairman Richter, seconded and unanimously carried, the following resolution was adopted:

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

R-82-314                                       RESOLVED, staff assistance to Mr. Frank Rocket relative to the production of a computer generated map is hereby discontinued.

Report of the Facilities & Construction Committee

On motion of Director Patsaouras, Chairman of the Facilities & Construction Committee, seconded and carried as noted below, Agenda Items No. 7 and 8 were approved and the following resolutions adopted:

Before voting, Director Swanson questioned Item No. 7, particularly why this work was not contemplated at the beginning of the project. Staff responded that this additional scope of work could not be defined until after the final system engineering phase had been completed.

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

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

R-82-315

RESOLVED, that Requisition No. 2-3500-89 is approved and the General Manager is authorized to execute a change order to the contract with Harris Corporation, Farinon Division, 1691 Bayport Ave., San Carlos, covering a revised scope of work for fabrication and installation of a microwave communications system at an additional cost of \$200,631, bringing the total cost to \$3,553,631, which project is funded under UMTA Grants CA-03-0209 and CA-05-0052; form of change order subject to approval of the General Counsel.

R-82-316

RESOLVED, that the General Manager is authorized to enter into a lease agreement with CalTrans covering the lease of 79,272 square feet of land located under the Santa Monica Freeway at Washington Blvd., to be used for a midday bus storage facility for a six-month period, with option for an additional six months, at a monthly rental rate of \$750; form of agreement subject to approval of the General Counsel.

Report of the Rapid Transit Committee

Director Meseck, Chairman of the Rapid Transit Committee, moved approval of Agenda Item No. 9, which motion was seconded and carried as noted below and the following resolution was adopted:

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

R-82-317

RESOLVED, that the Board of Directors does hereby approve of the use of Light Rail Car design loadings for structures on the I-105 (Century) Freeway.

Report of the Rapid Transit Committee - Cont'd.

Upon motion of Director Meseck, seconded and carried as noted below, Agenda Item No. 10 was approved and the following resolution adopted:

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

R-82-318

RESOLVED, that Requisition No. 2-8000-120 is approved and the General Manager is authorized to amend the contract with Sedway/Cooke, covering a change in scope of work pertaining to Joint Use and Land Development, Advertising and Concessions Policies necessary for the completion of Milestone 6 at a cost of \$85,000; raising the contract total amount to \$1,035,000; which project is funded under UMTA and State grants; form of contract amendment subject to approval of the General Counsel.

(Director Meseck left the meeting at 1:50 p.m.)

Report of the Government Relations Committee

Director Holen, Chairman of the Government Relations Committee, reported the Committee had been presented with updates on state and federal legislation and with the concurrence of the Board, the federal and state legislative update reports were "Received and Filed".

Report of the Government Relations Committee - Cont'd.

On motion of Director Holen, seconded and carried as noted below, the following resolution was adopted with respect to an increase in highway user fees:

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

R-82-319

WHEREAS, 45 percent of all persons entering downtown Los Angeles during peak hours ride public transportation; and

WHEREAS, many benefits of public transit are enjoyed by all persons in the community including those who do not currently use it; and

WHEREAS, the deferral of capital improvements in recent years has resulted in marked deterioration of both highway and transit facilities; and

WHEREAS, highway and transit systems, if allowed to deteriorate further, would exert a strong drag on our nation's economic recovery; and

WHEREAS, Secretary of Transportation Drew Lewis has proposed increasing these fees by an equivalent of five cents per gallon of motor fuel, earmarking at least one cent for transit; and

WHEREAS, this proposal would yield approximately \$4 to \$5 billion annually for Federal aid to highways and \$1 billion or more for transit capital; and

WHEREAS, the Southern California Rapid Transit District requires major capital funding to replace obsolete buses and refurbish and construct bus facilities;



Report of the Government Relations Committee - Cont'd.

R-82-319  
(Cont'd.)

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Southern California Rapid Transit District reaffirms its support of a five cent increase in highway user fees, with at least one cent earmarked for transit, and authorizes the widespread distribution of this resolution to public officials and affected interest groups.

On motion of Director Holen, seconded and carried as noted below, the following resolution was adopted with respect to sale and leaseback provisions of the Economic Recovery Tax Act of 1982:

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

R-82-320

WHEREAS, it appears the Federal government intends to reduce its commitment to mass transit operating assistance; and

WHEREAS, in such times of budgetary constraint transit agencies must explore creative financing techniques; and

WHEREAS, the Economic Recovery Tax Act of 1981 permitted the sale and leaseback of mass transit vehicles for tax purposes; and

WHEREAS, the sale and leaseback of mass transit vehicles provides much needed revenue with little accounting and administrative cost; and

WHEREAS, the House Committee on Ways and Means and the Senate Committee on Finance may soon consider the repeal of these provisions;

Report of the Government Relations Committee - Cont'd.

R-82-320  
(Cont'd.)

NOW, THEREFORE, BE IT RESOLVED, that the Board of Directors of the Southern California Rapid Transit District opposes the repeal of the sale and leaseback provisions of the Economic Recovery Tax Act of 1981 as it relates to mass transit vehicles and authorizes widespread distribution of this policy position to public officials and affected interest groups.

Report of the Personnel Committee

Director Takei, Chairman of the Personnel Committee, reported Agenda Items No. 12 and 13 were considered by the Committee.

Under Agenda Item No. 12, Director Takei made a motion to approve, which motion was seconded and carried as noted below, and the following resolution was adopted:

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

R-82-321

RESOLVED, that the General Manager's report dated June 30, 1982 regarding upward reclassification of non-contract position is hererby approved, and the General Manager is authorized to include these reclassifications in the Non-Contract Salary and Classification Plan, effective July 1, 1982.

Report of the Personnel Committee - Cont'd.

Director Takei moved approval of Agenda Item No. 13, which motion was seconded and carried as noted below, and the following resolution was adopted:

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

R-82-322                               RESOLVED, that the General Manager's report dated June 30, 1982, recommending adoption of a Non-Contract Pay-for-Performance Program is hereby approved for implementation during Fiscal Year 1983.

Report of the Finance Committee

Director Swanson reported the Finance Committee received a report from the Controller concerning the bids received for the 1982 Revenue Anticipation Notes, Second Series.

Upon motion of Director Swanson, seconded and carried, Director Swanson moved approval of Agenda Item No. 14 as noted below and the following resolution was adopted:

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

R-82-323                               Resolution awarding 1982 Revenue Anticipation Notes, Second Series to Ehrlich-Bober & Co., Inc. who submitted a bid of 8.6874%.

(Text of complete resolution filed with the Secretary.)

Report of the Finance Committee - Cont'd.

The Board commended Controller J. B. Scatchard for his efforts in the successful completion of the sale of the 1982 Revenue Anticipation Notes, Second Series.

Approval of Consent Calendar

On motion of Director Patsaouras, Agenda Items No. 15 through 24, on the Consent Calendar were approved, with discussion on Agenda Item No. 17 before the vote. Under Agenda Item No. 17, Director Swanson inquired if the award for travel agent services included a cancellation clause. Staff responded that the clause was included. There was considerable discussion concerning the procedure for the use of the travel agent, with Director Neusom indicating that he wanted to be assured that this award would not interfere with his right to use a travel agent of his choice for his own travel arrangements. On a call for the question, the following resolutions were adopted and/or actions taken:

(Director Patsaouras left at 2:10 p.m.)

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

Approval of Consent Calendar - Cont'd.

R-82-324

RESOLVED that the General Manager is authorized to award contracts to the lowest responsible bidders under Bid No. 5-8227 covering miscellaneous paper stock for a one-year period at an estimated total cost of \$664,000 as follows:

- a. Butler Paper, P. O. Box 3230, City of Industry, for Items 2 through 5, 7, 8, 10, 11, 12 through 31, 33 through 49, 51, 52, 54, 55, 59, 64 through 67, 80 and 81, for an estimated annual cost of \$471,000;
- b. A & R Brokers, 5453 Alhambra Avenue, Los Angeles, for Items 1, 50, 53, 56, 57, 58, 60, 68, 69 and 79, for an estimated annual cost of \$80,200;
- c. Zellerbach Paper Company, 4000 Union Pacific Ave., Los Angeles, for Items 32, 61, 62, 63, 71 through 78, 82 and 83, for an estimated annual cost of \$85,400;
- d. Reliable Office & Computer Products, 9698 Telstar Ave., El Monte, for Items 6 and 70, for an estimated annual cost of \$26,700;
- e. Gestetner Corporation, 3000 Beverly Blvd., Los Angeles, for Item 9, for an estimated annual cost of \$650;

form of contracts subject to approval of the General Counsel.

R-82-325

RESOLVED, that the General Manager is authorized to award and execute contracts under RFP No. 058224 covering consulting services in the area of estimating cost of property acquisition and relocation for the Metro Rail Project, which is funded under UMTA Grant CA-03-0130, to the following firms:

- a. The Natelson Co., 10960 Wilshire Blvd., Los Angeles, at a cost not to exceed \$25,000;
- b. Lea Associates, 10850 Wilshire Blvd., Los Angeles, at a cost not to exceed \$25,000;

Approval of Consent Calendar - Cont'd.

R-82-325           c.   Real Estate Analysts, 1385 Chamberlain Road,  
Cont'd.                   Pasadena, at a cost not to exceed \$25,000;

form of contracts subject to approval of the General  
Counsel.

R-82-326                               RESOLVED, that the General Manager is  
authorized to award a contract to Business &  
Pleasure Travel, 3300 Irvine Ave., Newport Beach,  
under RFP No. 038215, covering travel agency  
services for a one-year period, with an option for  
one additional year at the election of the District;  
form of contract subject to approval of the General  
Counsel.

R-82-327                               RESOLVED, that Requisition No.  
2-3399-266 is approved and the General Manager is  
authorized to exercise an option under Bid No.  
3-8216 with Yale Industrial Trucks, 2615 Pellissier  
Place, City of Industry, covering procurement of one  
additional two-ton forklift truck for an additional  
cost of \$17,000, which procurement is funded under  
UMTA Grant CA-03-0049; form of option subject to  
approval of the General Counsel.

R-82-328                               RESOLVED, that Requisition No.  
2-3399-306 is approved, and the General Manager is  
authorized to procure from Bi-State Development  
Agency, St. Louis, Mo., 155 used fareboxes and 310  
used vaults, at a total value of \$9,300, which  
procurement is funded in part by a UMTA line item  
transfer; form of purchase subject to approval of  
the General Counsel.

R-82-329                               RESOLVED, that Requisition No.  
2-6400-24 is approved and the Purchasing Agent is  
authorized to issue Requests For Proposals covering  
procurement of Safety Award items for the Safe  
Worker Award Program for a one-year period with a  
year to year option for an additional two years at  
the election of the District; form of RFP subject to  
approval of the General Counsel.

Approval of Consent Calendar - Cont'd.

R-82-330

RESOLVED, that Requisition Nos. 2-5010-14, 2-7100-64 and 2-9500-95 are approved, and the Purchasing Agent is authorized to call for bids covering three copy machines for use by Accounting, Passenger Service and Personnel Departments; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-331

RESOLVED, that Requisition No. 2-4410-287 is approved and the Purchasing Agent is authorized to issue Requests For Proposals covering cartographic and allied graphic services for a one-year period with an option for one additional year at the election of the District; form of RFP subject to approval of the General Counsel.

R-82-332

RESOLVED, that the report dated June 30, 1982 regarding a minor route modification to Lines 451-453 in the City of Claremont is approved, and the General Manager is authorized to include in the Official Route Descriptions Third Revised Page 451 and Fourth Revised Page 453 to become effective September, 1982.

--- Approved Minutes of Regular Meeting  
held June 10, 1982.

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

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

New Business

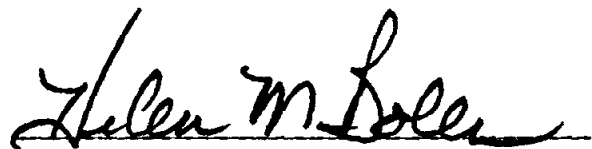
Ms. Gracie Trimball appeared before the Board requesting consideration of a bus line on Orange Grove Blvd., in the City of Pasadena. She was referred to Mr. Spivack of staff.

Mr. Greg Roberts appeared before the Board concerning pass ups on Lines 93 and 35.

Closed Session

President Lewis indicated he would entertain a motion for Closed Session to receive a report on labor negotiations. On motion duly made, seconded and unanimously carried, the Board recessed to Closed Session at 2:17 p.m. The Board returned from Closed Session at 2:50 p.m. with all Directors except Hall, Meseck, Neusom, Patsaouras and Price responding to Roll Call. No report was made of matters discussed in Closed Session.

There being no further business, the meeting adjourned at 2:50 p.m.



District Secretary