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SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

Minutes of Meeting of the Board of Directors of the District

July 28, 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 Wednesday, July 28, 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 (arr. at 1:14 pm)
Charles H. Storing
George Takei

Directors Absent:

Jan Hall
Gordana Swanson

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
Frank Carr representing Controller-Treasurer-Auditor
Jack T. Stubbs, Assistant General Manager for Administration
Byron Lewis representing Manager of Employee Relations
Richard Gallagher, Manager & Chief Engineer, Rapid Transit
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 Takei presented Certificates of Merit to Leslie Smith, Information Employee-of-the-Month; Elario Banuelos, Maintenance Employee-of-the-Month and to Arthur Lennen, Operator-of-the-Month.

Report of the President

President Lewis reminded Board members of several activities which will be occurring within the next few days; i.e., the proposed tour of South Park Shops on August 5th, the public hearing to be held on August 12th concerning Milestone #5 on the Metro Rail Project, and the UMTA Seminar being held in San Diego on August 4th and 5th.

(Director Richter entered the meeting.)

After discussion, Director Richter suggested that the date be changed for the Committee of the Whole meeting in August from the first Thursday to the third Thursday. Director Holen suggested that the Board also consider changing the date of the second meeting in September to allow Directors to visit the Toronto and Montreal properties during the week of September 20th. On motion of Director Richter, seconded and carried as noted below, the following resolution was adopted:

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

Report of the President - (Cont'd.)

R-82-333 RESOLVED, that the August Committee of the Whole Meeting is hereby rescheduled from Thursday, August 5, to Thursday, August 19, 1982;

RESOLVED FURTHER, that the second regular meeting of the Board of Directors in the month of September, 1982 is scheduled from Thursday, September 23, to Thursday, September 30, 1982.

President Lewis also congratulated Director Holen on his recent re-appointment to the Board of Directors representing Supervisor Edelman.

Report of the General Manager

General Manager Dyer presented a report recommending that the Board set a public hearing for September 2, 1982 to consider modifying the fare structure to allow non-uniformed police officers free transportation with special passes issued by the District. He indicated that the Los Angeles County Board of Supervisors has requested that this matter be reconsidered. After comments by members of the Board, on motion by Director Richter, seconded and carried as noted below, the following resolution was adopted:

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

R-82-334 RESOLVED, that a public hearing will be held on Thursday, September 2, 1982 at 1:00 p.m. in the Board Room, Second Floor, 425 South Main Street, Los Angeles, for the purpose of receiving public comments on a modification of the fare structure adopted June 10, 1982 to allow non-uniformed police officers to ride free with special passes to be issued by the District to individual police officers.

General Manager Dyer also reported that it would be necessary to have a Closed Session at the close of the meeting to discuss labor negotiation issues.

Mr. Dyer reminded the Board members of the public hearings scheduled for July 29th, especially the public hearing on Milestone Reports No. 3 and 4 scheduled to begin at 1:00 p.m. Approximately 40 people have already requested a time to speak before the Board. The General Manager's recommendation was distributed to members of the Board earlier in the week, and Mr. Dyer indicated that the staff was prepared to discuss those recommendations at this time, if the Board so desired. He indicated that the alternatives should be studied and carried forward to the Milestone No. 10 level. The decision on Milestones No. 3 and 4 should be made sometime during the month of August so that work can proceed on Milestone No. 6.

Director Special Items

Director Takei reported on the visit to Toronto and Montreal he and Directors Swanson, Richter and Meseck made July 20 through July 23. He indicated that the trip was very enlightening, particularly the use of value capture and joint development opportunities. He recommended the visit to the second group of Directors who will be visiting in September.

Report of the Surface Operations Committee

Director Price, Chairman of the Surface Operations Committee, moved approval of Agenda Items No. 5 and 6, which motion was seconded and carried as noted below and the following resolutions adopted:

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

R-83-335

WHEREAS, in accordance with Section 8.3(b)(4) of the Rules and Regulations, the Special Purchasing Committee met and approved Requisition No. 2-3399-1236;

NOW, THEREFORE, BE IT RESOLVED, that Requisition No. 2-3399-1236 is approved, and the Purchasing Agent is authorized to call for bids covering mileage agreements for bus tires for a three-year period, with an option for two additional one-year periods at the election of the District; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-336 RESOLVED, that the General Manager is authorized to renew the District's excess liability insurance for a three-year period with Integrity Insurance and California Union, through the broker, Marsh & McLennan, for a cost of $165,000; form of contract subject to approval of the General Counsel.

Under Agenda Item No. 7, Director Meseck reported that there had been considerable discussion at the Committee level concerning the implementation plan for Fleet Mix Policy and that this actual agenda item had been withdrawn by staff. The Committee, however, does recommend the filing of an application with UMTA for the funding of approximately 200 buses and the setting of a public hearing on this grant application. On motion duly made, seconded and carried as noted below, the following resolutions were approved:

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

R-82-337 Resolution authorizing the filing of a grant application with UMTA for funding of approximately 200 buses.

(Text of complete resolution filed with the Secretary.)

R-82-338 RESOLVED, that a public hearing will be held at 1:00 p.m. on September 30, 1982, in the Board Room, Second Floor, 425 S. Main Street, Los Angeles, to receive public comments on the District's UMTA grant application for approximately 200 buses.

Report of the Customer Relations & Public Information Committee

Director Richter, Chairman of the Customer Relations & Public Information Committee, reported that the Committee, on a split vote, recommends approval of the staff proposal under Agenda Item No. 8, and she so moved, which motion was seconded.

Director Takei commented that he had been advised that the N. W. Ayer firm would be used to develop brochures for the District since the advertising budget is so limited for this fiscal year. He suggested that the District develop the in-house capability to produce brochures. General Manager Dyer responded that there may be enough flexibility in the budget to accommodate Director Takei's suggestion, however, in the short-term, the amendment to the Ayer contract is the only way that the District will have access to this type of skill which could be of value during the labor negotiation period. Directors Patsaouras and Meseck spoke against the recommendation, indicating that the reduction in the District's advertising budget and the resultant commission to the advertising agency was a normal business risk. President Lewis indicated that if the District were to keep the percentage commission in the contract, the maximum amount of moneys the agency could expect would be approximately $23,000 and that the District would not be able to employ a person with the talents required to do this type of work in-house for that amount of money. Director Takei asked the maker of the motion to include in the motion a request to staff to study the possibility of developing or acquiring the capability of doing this type of

work in-house. Director Richter agreed to this addition to the motion and the following resolution was adopted as noted below on a Roll Call vote:

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

R-82-339 RESOLVED, that the General Manager is authorized to execute a contract amendment with N. W. Ayers, Inc., the District's advertising agency, to provide for a $75 per hour fee compensation in lieu of media commission due to a change in the scope of services as a result of the District's decrease in advertising expenditures for Fiscal Year 1983; form of contract amendment 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 10 were approved and the following resolutions adopted:

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

R-82-340

WHEREAS, in accordance with Section 8.3(b)(4) of the Rules and Regulations, the Special Purchasing Committee met on July 28, 1982 and approved Requisition No. 2-9300-140;

NOW, THEREFORE, BE IT RESOLVED, that Requisition No. 2-9300-140 is approved, and the Purchasing Agent is authorized to call for bids covering rehabilitation of Maintenance Building at Division 2 (Los Angeles) which project is funded under UMTA Grant No. CA-03-0182; form of bid requirements and specifications subject to approval of the General Counsel.

R-82-341

WHEREAS, on June 11, 1981 the Board of Directors authorized design work for a fully operational Division 10 in East Los Angeles; and

WHEREAS, plans and specifications for Phase I (site preparation) are complete; and

WHEREAS, on April 2, 1982 the District requested a budget revision from the Urban Mass Transportation Administration to transfer $2 million in surplus funds to fund Phase I construction of East Los Angeles Division 10; and

WHEREAS, on June 10, 1982 the Board authorized a call for bids; and

WHEREAS, on June 25, 1982 UMTA stated that fund transfer would require an amendment to Grant No. CA-03-0154, including a public hearing;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Southern California Rapid Transit District that;

a. the General Manager is authorized to file with the Urban Mass Transportation Administration a grant amendment to Project No. CA-03-0154 to fund Phase I construction of the East Los Angeles Division (10); form of documents subject to the approval of the General Counsel; and

R-82-341 (Cont'd.)

b. a public hearing on the grant amendment application will be held on September 9, 1982 at 1:00 p.m. in the Board Room, Second Floor, 425 South Main Street, Los Angeles, to receive public comments on the social, economic and environmental impacts of the proposed application.

Report of the Advance Planning Committee

Director Takei, Vice Chairman of the Advance Planning Committee, moved approval of Agenda Items No. 11 and 12, which motion was seconded and carried as noted below and the following resolutions adopted:

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

R-82-342

WHEREAS, May 5, 1982, the Board approved a proposal to study the transportation needs of the Pomona Valley at the request of the Cities of Pomona, La Verne, San Dimas and Claremont, and a joint funding agreement has been agreed to as outlined in the report dated July 22, 1982, a copy of which is filed with the Secrtary;

NOW, THEREFORE, BE IT RESOLVED, that Requisition No. 2-4200-63 is approved, and the Purchasing Agent is authorized to issue Requests For Proposals covering the Pomona Valley Transit Needs Study; form of RFP subject to approval of the General Counsel.

R-82-343 RESOLVED, that the report dated July 20, 1982 relative to a request for provision of service on Orange Grove Boulevard in the City of Pasadena is accepted, and the District staff is authorized to forward this request to the City of Pasadena, along with the District's analysis of the need for such service, for the City's consideration of the funding of the net cost of this new line with funds received from Proposition "A".

Director Takei also reported that the Committee had considered an item regarding the establishment of new Line No. 564 - Hollywood Bowl Park/Ride Service. With the concurrence of all members present, this item was added to the agenda. On motion duly made, seconded and carried as noted below, this item was approved and the following resolution was adopted:

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

R-82-344 RESOLVED, that the report dated July 26, 1982 is approved, and the General Manager is authorized to amend the existing agreement with the County of Los Angeles and the Los Angeles Philharmonic Association for the provision of a new West Hollywood Park/Ride service for the 1982 Hollywood Bowl Season and to include in the Official Route Descriptions Original Page 564; form of revised agreement subject to approval of the General Counsel.

Report of the Personnel Committee

Director Takei, Chairman of the Personnel Committee, moved approval of Agenda Items No. 13 and 14, which motion was seconded and carried as noted below, and the following resolutions were adopted:

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

R-82-345 RESOLVED, that the report dated July 12, 1982, relative to the District's participation in the State of California Career Opportunities Development (COD) Program is approved, and the General Manager is authorized to execute grant documents, contracts and amendments necessary to receive funds to underwrite approximately $300,000 of 100 part-time Bus Operators' salary and benefits, with the contract to cover a one-year period commencing about September 1, 1982; form of all documents subject to approval of the General Counsel.

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

R-82-346 Resolution authorizing the General Manager to execute and file a Section 20 grant application with UMTA in the amount of $600,000 covering an Affirmative Action Career Development Project.

(Text of complete resolution filed with the Secretary.)

Report of the Finance Committee

Director Meseck, Vice-Chairman of the Finance Committee, moved approval of Agenda Item No. 15, which motion was seconded and carried as noted below and the following resolution was adopted:

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

R-82-347 RESOLVED, that Requisition No. 2-7100-69 is approved, and the Purchasing Agent is authorized to issue Requests for Proposal covering comprehensive banking arrangements for a two-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.

On motion of Director Meseck, seconded and unanimously carried, the Operating Report for the month of June, 1982, Agenda Item No. 16, was "Received and Filed".

Approval of Consent Calendar

On motion of Director Richter, seconded and carried as noted below, Agenda Items No. 17 through 23 on the Consent Calendar were approved and the following resolutions adopted and/or actions taken:

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

R-82-348 RESOLVED, that the General Manager is authorized to execute a contract with McKinley Equipment Corp., 6224 Peachtree St., Commerce, the lowest responsible bidder under Bid No. CA-05-0052-GG covering procurement of one 6,000 pound electric forklift truck with accessories for a total bid price of $27,370, which procurement is funded under UMTA Grant CA-05-0052; form of contract subject to approval of the General Counsel.

R-82-349 RESOLVED, that Requisition No. 2-3399-1237 is approved, and the General Manager is authorized to amend a contract with Chemco Products, 19516 Susana Rd., Compton, covering epoxy stripper, increasing the total amount by an additional $97,500, for an estimated total amount of $165,800 for the one-year period; form of contract amendment subject to approval of the General Counsel.

R-82-350 RESOLVED, that non-responsive low bid by Longo Machinery Corporation is hereby rejected, and the General Manager is authorized to execute a contract with Strippit Houdaille Industries, Inc., 3853 East Eagle Drive, Anaheim, the lowest responsible bidder under Bid No. CA-03-0209-X covering procurement of an automatic punch press for a total bid price of $41,500, which procurement is funded under UMTA Grant CA-03-0209; form of contract subject to approval of the General Counsel.

R-82-351 RESOLVED, that non-responsive low bids submitted by Machinist Tool & Supply and Abrasive Engineering Tool and Equipment are hereby rejected, and the General Manager is authorized to execute a contract with Elect Air Tool, 308 West Verdugo Avenue, Burbank, the lowest responsible bidder under Bid No. 5-8226 covering miscellaneous abrasives and grinding wheels for an estimated cost of $38,600 for the one-year period; form of contract subject to approval of the General Counsel.

Approval of Consent Calendar - (Cont'd.)

R-82-352 RESOLVED, that non-responsive low bid submitted by V. H. Blackington Company is hereby rejected, and the General Manager is authorized to execute a contract with O. C. Tanner, P. O. Box 5220, Huntington Beach, the lowest responsible bidder under Bid No. 6-8221 covering service award pins for a one-year period at an estimated cost of $25,900; form of contract subject to approval of the General Counsel.

R-82-353 RESOLVED, that Requisition No. 2-9300-174 is approved and the Purchasing Agent is authorized to call for bids covering storm drain connections at Division 9 (El Monte), which project is funded under UMTA Grant CA-03-0034; form of bid requirements and specifications subject to approval of the General Counsel.

--- Approved Minutes of Regular Meetings held June 24 and July 8, 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.

--- Receive and File Purchasing Agent's Statement of Purchases $2,500 and Over for June, 1982.

--- Receive and File Purchasing Agent's Report of Sales - Second Quarter, 1982.

Approval of Consent Calendar - (Cont'd.)

Director Storing questioned the expenditure of funds under Requisition No. 2-9300-142 listed on the Purchasing Agent's Statement of Purchase $2,500 and Over. Staff responded that this expense was a shared expense with Puente Hills Mall covering the reconstruction of the layover area which has been damaged by District buses.

New Business

President Lewis requested a motion to recess to Closed Session to receive a report on labor negotiations issues. On motion duly made, seconded and unanimously carried, the Board recessed to Closed Session at 2:02 p.m. The Board returned from Closed Session at 2:37 p.m. with all Directors except Hall, Holen and Swanson responding to Roll Call. No report was made of matters discussed in Closed Session.

There being no further business, the meeting adjourned at 2:37 p.m.

Helen M. Bolen

Helen M. Bolen