

FEB 26 1980

P.C.T.

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

RECEIVED

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

FEB 25 1980

PLANNING DEPT.

February 14, 1980

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 February 14, 1980 at which time President Marvin L. Holen called the meeting to order.

Directors Present:

Donald Gibbs
David K. Hayward
Marvin L. Holen
Gerald B. Leonard
Mike Lewis
Carl Meseck

Thomas G. Neusom
Jay B. Price
Ruth F. Richter
Charles H. Storing
George Takei
(entered at 1:05 p.m.)

Staff Present:

Jack R. Gilstrap, General Manager
Samuel M. Black, Manager of Operations
Richard T. Powers, General Counsel
Joe B. Scatchard, Controller-Treasurer-Auditor
Jack T. Stubbs, Assistant General Manager for Administration
Richard Gallagher, Manager and Chief Engineer, Rapid Transit
David D. Dominguez, Manager of Equal Employment Opportunities
Robert G. Williams, Manager of Customer Relations
Helen M. Bolen, District Secretary

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

Resolution
No. Assigned

Recognition of Retired District Personnel

Director Leonard presented plaques to District personnel who have recently retired.

Approval of Phased Implementation of 1980 Sector Improvement Program

On motion of Director Hayward, seconded and carried as noted below, the recommendations of the Committee of the Whole concerning implementation of the 1980 Sector Improvement Program were approved and the following resolution was adopted:

Ayes: Gibbs, Hayward, Holen, Leonard,
Lewis, Meseck, Neusom, Price,
Richter, Storing, Takei
Noes: None
Abstain: None
Absent: None

R-80-037

RESOLVED, that the report dated January 30, 1980 on the proposed phasing of implementation of the 1980 Sector Improvement Program is adopted and implementation of Phase I is to be made as soon as possible during June or July, 1980;

RESOLVED FURTHER, that implementation of Phase II is to be made in September, 1980 or as soon as funding is available to meet the annual projected cost of \$2.5 million.

Resolution
No. Assigned

Staff also reported that they will bring a report to the Board within the next 2-3 months concerning implementation of Phase III. Work is currently on-going in an effort to refine Phase III which will greatly reduce the cost of that phase over the original proposal.

Report of the Surface Operations Committee

Under Agenda Item No. 3, Director Price, Chairman of the Surface Operations Committee, reported that the staff's recommendation to send Notice of Termination of contract covering administration of the District's Public Liability and Property Damage program to General Adjustment Bureau and to issue Requests For Proposals covering administration of PL & PD claims for the balance of the contract period and for pending claims was concurred in by the Surface Operations Committee. Authorization to retain the law firm of Musick, Peeler & Garrett to prepare and file a lawsuit against GAB for breach of contract was also recommended. Director Price moved approval of these recommendations which motion was seconded.

Mr. Gerald Lachowicz and Mr. David Prager of the law firm of Long & Levit and representing

Resolution
No. Assigned

General Adjustment Bureau appeared before the Board stating that GAB feels that there is no cause to terminate the contract and GAB will resist any efforts by the District to terminate the contract. Messrs. Lachowicz and Prager spoke concerning the audit performed on January 25, 1980 and stated that they or their client have not received a copy of the audit report. They formally requested a copy of that report.

President Holen indicated that this matter may result in litigation and he entertained a motion to adjourn to Executive Session. On motion of Director Richter, seconded and unanimously carried, the Board adjourned to Executive Session at 1:26 p.m.

The Board returned from Executive Session at 2:06 p.m. with all Directors except Director Lewis responding to Roll Call.

On a call for the question, the following resolution was adopted on a Roll Call vote as noted below:

| | |
|----------|--|
| Ayes: | Gibbs, Hayward, Holen, Leonard, Meseck, Neusom, Price, Richter, Storing, Takei |
| Noes: | None |
| Abstain: | None |
| Absent: | Lewis |

Resolution
No. Assigned

R-80-038

WHEREAS, in accordance with Section 8.3 (b) (4) of the Rules and Regulations, the Special Purchasing Committee met and approved Requisitions No. 9-7400-02 and 9-7400-03 covering administration of pending Public Liability & Property Damage claims and those expected following termination of contract with General Adjustment Bureau;

NOW, THEREFORE, BE IT RESOLVED, that the report on the status of the District's Public Liability & Property Damage Program administration dated February 7, 1980, a copy of which is filed with the Secretary, is approved, and the General Manager is authorized to issue to General Adjustment Bureau a written minimum 60-day notice of termination of contract;

RESOLVED FURTHER, that Requisition No. 9-7400-02 is approved, and the Purchasing Agent is authorized to issue Requests For Proposals covering administration of the District's Public Liability & Property Damage claims occurring approximately on and after April 1, 1980, for a one-year term, with option for one additional year at the election of the District, or for a three-year term;

RESOLVED FURTHER, that Requisition No. 9-7400-03 is approved, and the Purchasing Agent is authorized to issue Requests For Proposals covering administration of pending Public Liability & Property Damage claims which occurred prior to approximately April 1, 1980; form of all documents subject to approval of the General Counsel;

RESOLVED FURTHER, that the General Manager is authorized to retain the law firm of Musick, Peeler & Garrett to prepare and file a lawsuit against General Adjustment Bureau for breach of contract.

Resolution
No. Assigned

Report of the Equipment & Maintenance Committee

On motion of Director Storing, Chairman of the Equipment & Maintenance Committee, seconded and carried as noted below, Agenda Item No. 4 was approved and the following resolution was adopted:

Ayes: Gibbs, Hayward, Holen, Leonard, Meseck, Neusom, Price, Richter, Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-039

RESOLVED, that the General Manager is authorized to award contracts to the following vendors under Bid No. 1-8015, covering overhaul of 150 bus engines:

- a. Korody-Colyer, P. O. Box 1305, Wilmington,
- b. Lawless Detroit Diesel, 13644 East Nelson Ave., City of Industry, and
- c. Commercial Engine Service & Sales 19400 South Hamilton Ave., Gardena,

at a cost not to exceed \$1,037,300; form of contracts subject to approval of the General Counsel.

Report of the Customer Relations & Public Information Committee

On motion of Director Richter, Chairman of the Customer Relations & Public Information Committee, Agenda Item No. 5 was approved as

Resolution
No. Assigned

noted below and the following resolution adopted:

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-040

RESOLVED, that Requisition No. 9-5010-41 is approved, and the General Manager is authorized to execute a contract with System Development Corp., 2500 Colorado Ave., Santa Monica, covering additional software to provide additional functions for Computerized Customer Information System (CCIS), at a cost not to exceed \$40,000; form of contract subject to approval of the General Counsel.

Report of the Facilities & Construction Committee

On motion of Director Gibbs, Chairman of the Facilities & Construction Committee, Agenda Items No. 6, 8, 9 & 10 are recommended for approval, which motion was seconded and carried as noted below, and the following resolutions were adopted:

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

Resolution
No. Assigned

R-80-041

RESOLVED, that the General Manager is authorized to execute an agreement with CalTrans covering allocation of 1979-1980 SB 620 Section 61 funds for the development of the West Los Angeles Transportation Center; form of agreement subject to approval of the General Counsel;

RESOLVED FURTHER, that the General Manager is authorized to execute all other SB 620 and FAI agreements relative to the development of the West Los Angeles Transportation Center; form of agreements subject to approval of the General Counsel.

R-80-042

RESOLVED, that the General Manager is authorized to enter into a lease agreement with Abco Company covering approximately 235,224 square feet (5.4 acres) at 7878 Telegraph Road, Downey, to be utilized as a bus make-ready facility, auto repair shop, mechanics training center, and possible future Metro Division, for a five-year period, with option to buy, at an initial lease rate of \$17,500 per month for first three years, with a 10% escalation on fourth and fifth years; form of lease agreement subject to the approval of the General Counsel.

R-80-043

RESOLVED, that the report dated February 8, 1980, a copy of which is filed with the Secretary, on the development status of the Central Maintenance/Administration Headquarters Facility project is approved, and Requisitions No. 0-9300-015 and 0-9300-016 covering the preparation of a Real Property Appraisal Report and an Equipment and Machinery Appraisal Report are approved, and the Purchasing Agent is authorized to issue Requests For Proposals, which project may be funded in part under a pending UMTA grant; form of RFP's subject to approval of the General Counsel.

Resolution
No. Assigned

R-80-044

RESOLVED, that the report dated February 11, 1980, a copy of which is filed with the Secretary, concerning condemnation of property in conjunction with the West San Fernando Valley operating division is approved, and the General Manager is authorized to make payment of \$1,050,000, including interest, to the Carl M. Buck Building Company, pursuant to a court judgment, for the purchase of Parcel B at the corner of Nordhoff Street and Canoga Avenue, Chatsworth, and to execute all necessary documents; form of all documents subject to approval of the General Counsel.

RESOLVED FURTHER, that the General Manager is authorized to file an amended application with the Urban Mass Transportation Administration (CA-03-0137) for additional funding for the acquisition of Parcels A and B at an estimated total cost of \$3.5 million, and to execute all necessary documents; form of all documents subject to approval of the General Counsel.

On motion of Director Gibbs, seconded and unanimously carried, Agenda Item No. 7, a status report on Southwest Operating Facility Location Study was "Received and Filed".

Report of the Rapid Transit Committee

Director Meseck, Chairman of the Rapid Transit Committee, moved approval of Agenda Item No. 11, which motion was seconded and carried as noted below, and the following resolution was adopted:

Resolution
No. Assigned

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-045

RESOLVED, that Requisition No. 0-8000-6 is approved, and the Purchasing Agent is authorized to issue Requests For Proposals covering consulting services to provide patronage projections to determine impacts of possible future extensions on the design of the initial segment of the Rapid Transit System; which project is to be funded in part under UMTA Grant Project No. CA-09-0059; form of RFP subject to approval of the General Counsel.

Report of the Personnel Committee

Director Takei, Chairman of the Personnel Committee, reported that the committee had considered Agenda Item No. 12 concerning the establishment of four additional Non-Contract positions in the Rapid Transit Department and recommended that consideration of this matter be deferred for at least 30-60 days, or until the Rapid Transit Committee has decided upon an organizational structure for the Rapid Transit Department. With the concurrence of all members present, the Board concurred in the Personnel Committee's recommendation and Agenda Item No. 12 was tabled.

Resolution
No. Assigned

Report of the Finance Committee

On motion of Director Richter, seconded and carried as noted below, Agenda Item No. 13 was approved and the following resolution was adopted:

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-046

RESOLVED, that the General Manager is authorized to award a contract to William L. Walton Associates, the lowest responsible vendor under RFP No. 127912 covering services of a payroll tax consultant to recover excess F.I.C.A. taxes paid for Calendar Years 1974 through 1979, at a percentage rate of 15.87% of the District's portion of excess taxes recovered; form of contract subject to approval of the General Counsel.

Approval of Consent Calendar

On motion of Director Richter, seconded and carried as noted below, Agenda Items No. 14 through 40 on the Consent Calendar, except Agenda Item No. 26 were approved, and the following resolutions adopted and/or actions taken:

Resolution
No. Assigned

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-047

RESOLVED, that the General Manager is authorized to award a contract to National Steel & Tube Distributors, 301 East Compton Blvd., Gardena, the lowest responsible bidder under Bid No. CA-03-0106-T, covering purchase of metal sign posts and accessories, at a total bid price of \$49,914; subject to concurrence of UMTA, with form of contract subject to approval of the General Counsel; and

RESOLVED FURTHER, that Requisition No. 0-3399-1045 is approved and the Purchasing Agent is authorized to call for bids covering purchase of sign posts and accessories; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-048

RESOLVED, that Requisition No. 0-3314-8422 is approved and the Purchasing Agent is authorized to call for bids covering procurement of transmission parts; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-049

RESOLVED, that Requisitions Nos. 9-2100-36 and 9-9400-170 are approved and the Purchasing Agent is authorized to call for bids covering procurements of micro-graphic equipment; form of bid requirements and specifications subject to approval of the General Counsel.

Resolution
No. Assigned

R-80-050

RESOLVED, that Requisition No. 0-3399-1040 is approved and the Purchasing Agent is authorized to call for bids thereon covering the District's requirements for miscellaneous abrasives for a two-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-051

RESOLVED, that Requisition No. 0-3399-1035 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for fire extinguishers for a two-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-052

RESOLVED, that Requisition No. 0-3399-1044 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for shock absorbers for a two-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-053

RESOLVED, that Requisition No. 0-3399-1039 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for matched bevel gear kits and bevel gear sleeves for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-054

RESOLVED, that Requisition No. 0-3399-1034 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for coolant and anti-freeze for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

Resolution
No. Assigned

R-80-055

RESOLVED, that Requisition No. 0-3399-1043 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for outside rearview mirrors for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-056

RESOLVED, that Requisition No. 0-3399-1042 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for follower roller assemblies for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-057

RESOLVED, that Requisition No. 0-3399-1041 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for external spline splitter clutch plates for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

R-80-058

RESOLVED, that Requisition No. 0-3399-1036 is approved and the Purchasing Agent is authorized to call for bids covering the District's requirements for liquid cleaner for a one-year period; form of bid requirements and specifications subject to approval of the General Counsel.

Resolution
No. Assigned

R-80-059

RESOLVED, that the non-responsive low bid submitted by Sealtec is rejected, and the General Manager is authorized to award a contract to Kai R. Kuhl Co., 713 Gladys, Los Angeles, the lowest responsible bidder under Bid No. 1-8018 covering the District's requirements for front wheel bearing oil seal assemblies for a one-year period at an estimated cost of \$13,432; form of contract subject to approval of the General Counsel.

R-80-060

RESOLVED, that Requisition No. 0-3314-8491 is approved, and the General Manager is authorized to exercise option for one additional year with Reef-Baker Corporation, 5664 North River Rd., Marine City, Michigan, covering the District's requirements for copper mix clutch plates at an estimated cost of \$58,800; form of option subject to approval of the General Counsel.

R-80-061

RESOLVED, that the General Manager is authorized to award a contract to Muncie Reclamation & Supply, 1208 East Centennial Ave., Muncie, Indiana, the lowest responsible bidder under Bid No. 1-8023, covering the District's requirements for silicon radiator hose for a one-year period at an estimated cost of \$56,824; form of contract subject to approval of the General Counsel.

R-80-062

RESOLVED, that Requisition No. 0-3314-3518 is approved, and the General Manager is authorized to exercise an option with Arex Graphics, Inc., 256 East Third St., Mount Vernon, New York, covering procurement of 100,000 linear feet of yellow-coated mylar sign material, at a cost of \$36,252; form of option subject to approval of the General Counsel.

Resolution
No. Assigned

R-80-063

RESOLVED, that the General Manager is authorized to award a contract to Lakewood Oil Service, 12015 East Slauson, Santa Fe Springs, the highest responsible bidder under Bid No. 1-8011-S, covering the sale of used oil at an estimated revenue to the District of \$45,000 for a one-year period; form of contract subject to approval of the General Counsel.

R-80-064

RESOLVED, that the General Manager is authorized to award a contract to Baszile Metals, 2554 East 25th Street, Los Angeles, the lowest responsible bidder under Bid No. 1-8024, covering the District's requirements for aluminum sheets for a one-year period, at an estimated cost of \$27,324; form of contract subject to approval of the General Counsel.

R-80-065

RESOLVED, that the General Manager is authorized to award a contract to Nycal, 240 South Main St., South Hackensack, New Jersey, the lowest responsible bidder under Bid No. 1-8028, covering the District's requirements for internal spline lined clutch plates for a one-year period, at an estimated cost of \$25,599; form of contract subject to approval of the General Counsel.

R-80-066

RESOLVED, that the General Manager is authorized to award a contract to ABSCO Welding Supply, 1961 South Santa Fe Ave., Los Angeles, the lowest responsible bidder under Bid No. 1-8014, covering the District's requirements for Oxygen, Acetylene and Prest-O-Lite for a two-year period at an estimated cost of \$15,914; form of contract subject to the approval of the General Counsel.

Resolution
No. Assigned

R-80-067

RESOLVED, that Requisition No. 9-7200-80 is approved and the General Manager is authorized to enter into a fixed price contract with Sperry-Univac Corporation, 3250 Wilshire Blvd., Los Angeles, to provide computer software services relating to a Computerized Inventory Control System at a cost of \$20,000; form of contract subject to approval of the General Counsel.

R-80-068

RESOLVED, that Requisition No. 9-7100-91 is approved and the General Manager is authorized to amend a contract with Coopers and Lybrand/Wilfong & Co. to amend the scope of work for the Fiscal 1979 audit to include additional accounting services requiring 117 hours at a cost of \$5,206; form of contract amendment subject to approval of the General Counsel.

R-80-069

RESOLVED, that the General Manager is authorized to award a contract to Grumman Flexible, 3215 North Alameda Street, Compton, the lowest responsible bidder under Bid No. 1-8017, covering manual slack adjusters at a total bid price of \$10,526; form of contract subject to approval of the General Counsel.

R-80-070

RESOLVED, that the report dated February 8, 1980 relative to a proposed minor route modification to Line No. 836 in the City of El Segundo is approved.

Resolution
No. Assigned

R-80-071

RESOLVED, that the report dated February 4, 1980 relative to approval of proposed minor route modifications to Line No. 434 - Glendale-LaCanada-Pasadena-Monrovia-Duarte, in the City of Glendale is approved and the General Manager is authorized to include in the Official Route Descriptions Fourth Revised Page 434.

Approved Minutes of Special Meetings held January 17 and 30, 1980 and Regular Meeting held January 24, 1980.

Ratified temporary route diversions as described in report dated February 8, 1980, filed with the Secretary.

Ratified changes in bus stop zone changes as described in report dated February 8, 1980 filed with the Secretary.

On Agenda Item No. 26, Director Leonard asked about the source of the funds to be used for the Employee Picnic. General Manager Gilstrap responded that these costs are charged to the Employee Recreation funds.

On motion of Director Richter, seconded and carried as noted below, Agenda Item No. 26 was approved and the following resolution adopted:

Resolution
No. Assigned

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

R-80-072

RESOLVED, that Requisition No. 0-6000-17 is approved and the General Manager is authorized to execute a contract with Picnic Services, 10315 East Kimback Ave., Whittier, covering the District's Annual Employee Picnic at a cost not to exceed \$18,000; form of contract subject to approval of the General Counsel.

Adoption of Resolution on the Extension of the I-105 Freeway

Director Richter, a member of the Joint Liaison Committee of the RTD/OCTD, reported that the Committee had met in December and recommended adoption of the proposed resolution by both Boards of Directors. On motion of Director Richter, seconded and carried as noted below, the following resolution was adopted:

Ayes: Gibbs, Hayward, Holen, Leonard,
Meseck, Neusom, Price, Richter,
Storing, Takei
Noes: None
Abstain: None
Absent: Lewis

Resoltuion
No. Assigned

R-80-073

WHEREAS, a direct connection between I-105 (Century Freeway and Transitway) and I-5 (Santa Ana Freeway) is not proposed by CalTrans, but would result in faster travel times between LAX and the Orange County Santa Ana Freeway corridor; and,

WHEREAS, a direct connection between I-105 and I-5 is not proposed by CalTrans, but would result in faster travel times between South Central Los Angeles and the mid-cities region of Los Angeles County and the Orange County Santa Ana Freeway corridor; and,

WHEREAS, it is only logical that an extension of I-105 to the Orange County Santa Ana Freeway corridor be made in order to complete the freeway and transitway network on the Southeast Los Angeles County and Northwestern Orange County areas; and,

WHEREAS, the extension of I-105 between I-605 (San Gabriel River Freeway) and I-5 will reduce projected travel volumes on east-west cross-county arterial streets in the City of Norwalk if completed;

NOW, THEREFORE, BE IT RESOLVED, that the Southern California Rapid Transit District hereby supports the need, and encourages CalTrans to develop the I-105 (Century Freeway) beyond its presently proposed terminal in the vicinity of I-605 (San Gabriel River Freeway) to be extended to connect with I-5 (Santa Ana Freeway) for a direct interface with the Santa Ana Freeway and travel corridor.

Report of the President

President Hohen reported that he and General Manager Gilstrap had joined Mayor Bradley, Supervisor Schabarum and members of the Los Angeles County Transportation Commission for a meeting with Ted Lutz, UMTA Administrator. He indicated that Mr. Lutz proposed a change in the federal allocations of federal operating funding formula, which changes are being suggested by the Office of Management and Budget which work to the detriment of most of the western cities and certainly to the detriment of Los Angeles. Mr. Lutz was made aware that we are restricted in the percentage of sales tax funds available to the District and that we have the highest fare structure in the country.

General Manager Gilstrap commented that Mr. Lutz feels that without a change in the formula for allocating operating funds, Congress will not approve an increase in operating monies. Currently the funds are allocated on a formula based on population and population density; it is proposed to change the formula to an allocation based, to some degree, on vehicle miles. Currently, our federal operating assistance represents about 23% of our operating budget. If the formula is changed as proposed, the District will lose approximately 25% of our federal operating assistance.

There being no further business, the meeting adjourned
at 2:35 p.m.


District Secretary