

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

MINUTES/PROCEEDINGS

COMMITTEE OF THE WHOLE  
Board of Directors  
April 4, 1991  
District Board Room  
425 South Main Street  
Los Angeles

Called to Order at 1:30 P.M.

Directors Present

Nick Patsouras, President  
Don Knabe, Vice President  
Mas Fukai  
Jay B. Price  
Charles Storing  
James L. Tolbert

Directors Absent

Richard Alatorre  
Gerry Hertzberg  
Marvin L. Holen  
Jerold F. Milner  
Gordana Swanson

1. Received and filed report on status of Benefit Assessment District litigation.

General Manager Pegg gave a chronology of events to date in the validation suit. General Counsel Suzanne Gifford indicated that at this point our only option is to wait; there is no way to determine how long the Supreme Court will take to make a decision. In response to a query from the Board, Mrs. Gifford responded that the LACTC supports the District in this matter.

Director Storing asked what would happen if the Supreme Court upheld the appellate court and ruled against the Benefit Assessment District. Mr. Pegg responded that under the Full Funding Agreement, the LACTC would be the ultimate guarantor of those funds.

2. Received and filed report on Status of Foothill Transit Zone litigation.

Suzanne Gifford reported that the open end decision of the Court of Appeal was received today. The report, which is not certified for publication, affirmed the trial court's ruling that the consent of the District is required to establish a zone. The District did consent to the formation of the Foothill Transit Zone.

Mrs. Gifford explained that the balance of the zone lines may be confirmed if the supreme court does not overturn the decision.

ATU and UTU will petition for a hearing in the supreme court. It will be 60 to 90 days before the outcome is known.

President Patsouras requested that a closed session be scheduled for the next Board Meeting regarding the zone.

3. Received and filed report on budget issues for fiscal year 1991-1992.

The following items were described as having a significant impact on the FY 92 budget:

- a. labor negotiations
- b. Proposition A allocation
- c. Proposition C allocation
- d. Blue Line operating costs
- e. Section 9 operating assistance
- f. Service Expansion plans

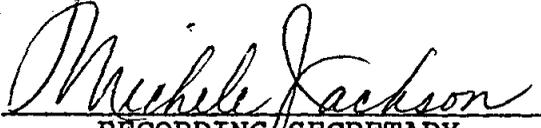
There is an expected shortfall of \$25,600,000 in operating funds for Fiscal Year 1992 without an expansion of service and/or an increase in fares. Some Prop C funds would be available for new or expanded service, but it is unknown whether the increased service costs would be fully funded.

4. Public Comment

Former RTD operator J. Lopez, informed the Board that he was the victim of an unprovoked attack and was allegedly fired without any victim's benefits. President Patsouras requested that this matter be discussed in Closed Session at the next Board Meeting.

E. Duncan spoke on transit related matters.

Adjourned at 2:12 P.M.

  
RECORDING SECRETARY

NOTE: This meeting was originally convened as the Ad Hoc Budget and Legal Committee; however, the arrival of the sixth Director made a quorum for a Committee of the Whole.