

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

MINUTES/PROCEEDINGS

Regular Board Meeting
Board of Directors
July 11, 1991
District Board Room
425 South Main Street
Los Angeles

Called to order at 12:00 Noon.

Directors Present:

Marvin L. Holen, President
Charles H. Storing, Vice President
Richard Alatorre
Mas Fukai (Arrived 1:33 P.M.)
Don Knabe
Jay B. Price

Nick Patsaouras
Carl W. Raggio, Jr.
Gordana Swanson
James L. Tolbert
Antonio Villaraigosa

President Holen welcomed new Director Villaraigosa.

1. Recessed to Closed Session immediately following Roll Call to consider personnel, real estate, litigation and legal matters and labor negotiations, returning to open session at 1:18 P.M.
2. Report of the President

President Holen reported that a Joint SCRTD/LACTC Reorganization Meeting was held yesterday evening. Director Raggio has suggested that a weekend Board retreat be arranged and the District Secretary was instructed to determine a time and location.

3. Report of the General Manager

General Manager Pegg stated that controls are being finalized to achieve the newly adopted budget for FY 1992.

4. Director Special Items - None

CONSENT CALENDAR

Items 5-8, 12 and 13 of the Consent Calendar were unanimously approved in one motion with 11 Directors present. At the request of Director Alatorre Items 9-11 were pulled for discussion. Items 10 and 11 were subsequently approved on individual motions with 11 Directors present.

5. APPROVED Requisition No. 1-3900-121, and amendment of an existing contract with A & R Paper Company, Alhambra, covering the procurement of roll and sheet paper, increasing the amount by an estimated additional cost of \$300,000, for a total cost of \$897,683; form of contract amendment subject to approval of the General Counsel.

6. APPROVED Requisition No. 1-9610-27, and a contract with Incredible Feast Catering Company, Long Beach, under RFP No. 91-44, covering cafeteria services at District's Headquarters, for a one-year period, with an option for four additional years at the election of the District; form of contract subject to approval of the General Counsel.

This is a revenue generating contract.

7. APPROVED a contract with Susan Saxe-Clifford, Ph.D., Encino, under RFP No. 91-26, covering procurement of psychological evaluation services for Transit Police Officers, Bus Operators and other candidates for employment, for a one-year period for an amount not to exceed \$95,000; form of contract subject to approval of the General Counsel.

8. APPROVED Requisition No. 1-9620-38 and a one-year contract with Safeguard Industrial Door Company under RFP 91-27 for repair and maintenance of roll-up and tilt-up doors for an estimated cost of not to exceed \$70,000; form of contract subject to approval of the General Counsel.

9. Considered General Manager's report containing recommendation to approve and execute a contract with Wildan Associates, City of Industry, covering the design of pavement replacement and storm drain improvements at Division 3, Los Angeles, and Division 12, Long Beach, for a total estimated cost of \$52,000; form of contract subject to approval of the General Counsel.

Director Alatorre inquired about the lack of DBE participation on this item and was informed by staff that it had been advertised with an exempt status due to the lack of subcontracting opportunity.

After considerable discussion, Director Alatorre made a motion, seconded by Director Villaraigosa, to reject all bids.

Unanimous with 11 Directors present.

10. APPROVED Requisition 1-9400-145 and amendment of Contract No. 4795 with Digital Equipment Corporation (DEC) of Santa Monica, covering a one-year extension of an existing maintenance agreement for DEC computer equipment, increasing the contract amount by \$47,028, for a revised total estimated contract amount of \$187,614; form of contract amendment subject to approval of General Counsel.

11. APPROVED Requisition No. 1-9399-242 and amendment of an existing contract with Truesdail Laboratories, Inc., of Tustin, covering testing and analysis of products and materials, extending the contract term by another year and increasing the contract amount by \$10,000, for a total revised contract amount not to exceed \$29,999; form of contract amendment subject to approval of the General Counsel.

This project is funded in part under UMTA Grant No. CA-90-X377.

12. Received and filed Report Calendar - June 28, through July 10, 1991.
13. Approved Minutes of Special Board Meeting of June 20, 1991.

EQUIPMENT, OPERATIONS AND ACCESSIBLE TRANSPORTATION COMMITTEE

14. APPROVED a one-year contract with Accent Landscape, Inc. under RFP 91-15 to provide landscape and irrigation maintenance for the Metro Blue Line for an estimated annual cost of \$150,000; form of contract subject to approval of the General Counsel.

This project is funded under the terms of the agreement between SCRTD/LACTC.

Unanimous with 11 Directors present.

15. REMOVED FROM AGENDA BY STAFF item regarding a contract with the Robert Driver Company, Newport Beach, under RFP No. 91-19, covering procurement of insurance brokerage services for a two-year period, with an option for three additional years at the election of the District, for a two year estimated cost of \$280,000; form of contract subject to approval of the General Counsel.

16. APPROVED the continuance of negotiations with insurance companies for rail and bus excess public liability and property damage (PLPD) insurance coverage effective August 1, 1991.

Unanimous with 11 Directors present.

MARKETING AND CUSTOMER INFORMATION COMMITTEE

17. APPROVED Requisition No. 1-4400-97 and a one-year option on an existing contract with Pool Communications, Los Angeles, covering advertising agency services increasing the contract amount by \$600,000, for an estimated total contract amount of \$3,159,000; form of contract amendment subject to approval of General Counsel.

Unanimous with 10 Directors present.

Discussion on this item revealed that the contractor is exceeding the established DBE goal through the use of WBE firms only. The Board requested staff to review current policy and make recommendations for changes.

Director Swanson expressed concern about the Board's reaction to the fulfilling of the established goal with a WBE firm. Following additional discussion, Director Alatorre made a motion, which was seconded and unanimously carried with 10 Directors present:

1. For staff to develop and transmit to the Board for consideration, language to deal with the issue of WBE's and MBE's, and
2. A report on non-federally funded procurements that may allow the Board greater flexibility in the setting of DBE goals.

ADVANCE PLANNING COMMITTEE

18. APPROVED the District's proposed Bus Lease Rates for FY 1991-92.

Unanimous with 10 Directors present.

GOVERNMENT RELATIONS COMMITTEE

19. RECEIVED AND FILED the State Legislative Update.
Unanimous with 10 Directors present.

20. RECEIVED AND FILED the Federal Legislative Update.
Unanimous with 10 Directors present.

FINANCE AND JOINT DEVELOPMENT COMMITTEE

- 21A. TABLED UNTIL THE NEXT MEETING the General Manager's recommendation to set the MOS-1 Benefit Assessment rate at zero for the 1991/92 assessment year; and

- B. RECEIVED AND FILED report on the status of the repayment of monies loaned for the Benefit Assessment Districts' share of MOS-1 construction expenditures.

There are currently 10 people on staff working on Metro Rail claims. These positions are currently being supported with monies borrowed from the District's insurance reserves. Repayment is to be made upon legal resolution of the Benefit Assessment District or from the Commission, as guarantor of the project, if the Benefit Assessment District is not approved.

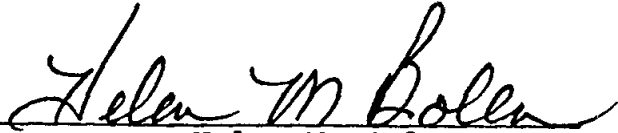
Director Tolbert asked if the assessment rate could be changed retroactively if the Benefit Assessment District were approved after a rate of zero was set for the year. The item was tabled to the next meeting pending a response from the Legal Department.

GENERAL ITEMS

22. There were no items arising subsequent to posting of the agenda.

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23. Public Comment was received from M. Estrin, former Contract Administrator on the Metro Rail Project, requesting Board assistance regarding his claim that he did not receive the 6 months pay and benefits he had been promised when his Metro Rail position ended.

Adjourned at 2:30 P.M.



Helen M. Bolen
District Secretary