

18 (3)

SOUTHERN CALIFORNIA RAPID TRANSIT DISTRICT

MINUTES/PROCEEDINGS

Regular Board Meeting
Board of Directors
District Board Room
425 South Main Street
Los Angeles

July 23, 1992

Called to order at 12:00 Noon by President Holen:

Directors Present:

Marvin L. Holen
Charles H. Storing
Richard Alatorre
Evan Anderson Braude
Don Knabe

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

Director Absent:

Mas Fukai

1. Recognized retiree Carl G. Smith, Mechanic "A" Leader.
2. Recognized Information Operator of the month Frank Sahlem.
3. Recessed to Closed Session at 12:08 p.m. to consider personnel, real estate and litigation matters and labor negotiations. Returned at 12:32 p.m. with all Directors present except Director Fukai. No report was made.

4. Report of the President

- a. No report was made regarding negotiations on the operation of Lines 486 and 488.
- b. ADOPTED a resolution regarding Waiver of claims for state reimbursement as result of consolidation legislation.

CARRIED, with 9 Directors present and Directors Storing and Swanson voting "No"

5. Report of the General Manager

No report was made.

6. Director Special Items

Director Swanson spoke regarding funding shortfall and suggested staff identify some programs that can be put on hold or eliminated such as landscape maintenance and/or graffiti removal.

Director Patsaouras questioned staff on cutting of service hours for selling passes and tickets at El Monte Station. After discussion, staff was instructed to either adjust or increase the hours of operation for this service.

President Holen congratulated R. G. Williams on his recent appointment to Assistant General Manager, Customer Relations.

7. Received and Filed Reduced Fare Program status report #5.

General Manager Pegg said that the federal government has expressed concern in providing funding without local funding. Staff said that the federal government is reluctant to produce funds until all other sources have been exhausted.

Director Alatorre commended the program but felt it was time to face the reality that the District could not afford to continue this program. A close look needs to be taken at the actual cost of this program.

Directors Tolbert and Villaraigosa agreed but felt the program should be continued through the scheduled end, September 30, 1992. Director Villaraigosa said that if funds were cut he would personally make a motion to raise fares and cut service, thus forcing policy makers to take a stand.

President Holen requested a report on the geographic locations of ticket sales. Director Swanson asked staff to identify costs that are being incurred that could be discontinued.

President Holen directed that the next Committee of the Whole be held to discuss fare and route structure. The meeting will be held at the District Headquarters Building on August 6; the September Committee of the Whole was tentatively scheduled to be held in Pomona.

CONSENT CALENDAR

On motion duly made, seconded and unanimously carried, items 9 through 12 and 14 through 22 of the Consent Calendar were approved in one motion with 10 Directors present.

9. APPROVED Requisition 2-9630-117 and an option with Building Maintenance Specialists, Inc., Whittier, covering Metro Blue Line graffiti removal exercising the final option for one additional year for an additional estimated annual cost of \$225,000, increasing the total contract amount to \$972,618; form of option subject to approval of the General Counsel.

10. APPROVED a contract with Asbury Environmental, Compton, the lowest responsible bidder under Bid No. 02-9218, covering the procurement of engine coolant for a total bid price of \$260,534; form of contract subject to approval of the General Counsel.

11. APPROVED Requisition 2-9620-34 and contract extension with Safeguard Industrial Door Co., Huntington Beach, covering maintenance and repair of roll-up and tilt-up doors for one additional year at an estimated cost not-to-exceed \$60,000, increasing the total contract to \$130,000; form of contract extension subject to approval of the General Counsel.

12. APPROVED Requisition 2-3380-12 and final option extending an existing contract with Empire Maintenance Co., Inc., Alhambra, covering Metro Blue Line rail car cleaning for one additional year for an estimated annual cost of \$200,000, for a total contract cost of \$617,756; form of option subject to approval of the General Counsel.

14. ADOPTED a resolution and authorized the sale of approximately \$70 million in Revenue Anticipation Notes to raise cash for District operating costs in Fiscal Year 1993; form of documents subject to approval of the General Counsel.

15. APPROVED a revenue lease agreement with Gannett Outdoor Co., covering operation of five (5) outdoor advertising signs on property located at the northwesterly corner of 6th St. and Central Ave., at a monthly rental rate of \$375 for a four-year period; form of agreement subject to approval of the General Counsel.

16. APPROVED Requisition 2-0900-0074 and a contract renewal with Transamerica Occidental covering accidental death and dismemberment insurance for non-contract, teamsters and TPOA employees, for one additional year for an estimated District cost of \$35,000; form of documents subject to approval of the General Counsel.

17. Received and Filed Treasurer's report on District Investments of Funds for June, 1992.

18. Received and Filed Report Calendar for July 10 through July 22, 1992.
19. Received and Filed Statement of Purchases for the month of June, 1992.
20. RATIFIED bus stops and zones report as filed with the Secretary.
21. RATIFIED temporary route diversions as filed with the Secretary.
22. Received and Filed Board Requests List as of July 17, 1992.
8. Director Swanson questioned award of the contract to the highest bidder and asked if it was a contract that could possibly be withdrawn at this time.

Staff said that the firms had been evaluated by the Sheriff's Department, Transportation Department and Transit Police. All indicated that this firm has done an excellent job and recommends continuation of the contract. This contract was not based solely on price but also the quality of the service offered. This contract extension is short term to afford staff an opportunity to determine whether to issue an RFP.

On motion duly made, seconded and unanimously carried, with 9 Directors present, the following action was approved:

APPROVED Requisition 2-3200-96 and extension of a contract with Excel Security Services, Inc., Gardena, covering armed security guard services for the Metro Blue Line, including four Park-N-Ride lots for a 45 day period for an additional estimated cost of \$70,000, increasing the total contract amount to \$1,574,000; form of option subject to approval of the General Counsel.

13. Director Patsouras questioned the use of this property as a park-n-ride facility. Staff said no RFP had been issued. The Board voted to table the item until a RFP could be issued to determine if anyone else was interested in the property. Director Holen asked staff to determine if Yaghoub Mehdian, DBA Metro Mall, would be interested in a month to month unimproved lot lease.

TABLED revenue lease agreement with Yaghoub Mehdian, DBA Metro Mall, covering an additional 10,000 net square feet of vacant land located on the northeast corner of 7th Street and Bonnie Brae Ave. until a RFP could be issued.

UNANIMOUS, with 9 Directors present

EQUIPMENT, OPERATIONS & ACCESSIBLE TRANSPORTATION COMMITTEE

23. APPROVED a contract to American Industrial, Los Angeles, the lowest responsible bidder under Bid No. 05-9212 covering laundry service for a two-year period at an estimated cost of \$814,000; form of contract subject to approval of the General Counsel.

UNANIMOUS, with 9 Directors present

24. REJECTED non-responsive bids submitted by Altec Industries, Golden West Ford Truck, Crenshaw Motors and Thorson Olds & Buick and APPROVED a contract with Simon West Coast, Fontana, the lowest responsible bidder under Bid No. CA-90-X377-J covering two aerial lift trucks for a total bid price of \$141,723; form of contract subject to approval of the General Counsel.

This procurement is funded under FTA Grant CA-90-X377.

UNANIMOUS, with 9 Directors present

25. APPROVED Requisition 2-9699-70 and a contract amendment with PacTel Teletrac (formerly International Teletrac Systems), Inglewood, covering existing vehicle locating services for an additional amount not-to-exceed \$61,200, for a total contract amount not-to-exceed \$171,000; form of contract amendment subject to approval of the General Counsel.

UNANIMOUS, with 9 Directors present

26. APPROVED renewal of contracts with Zurich Reinsurance, Insurance Co. of Pennsylvania, and X. L. Insurance Companies, covering renewal of the bus and rail public liability and property damage insurance effective August 1, 1992 for an estimated annual premium of \$2,552,650; form of documents subject to approval of the General Counsel.

CARRIED, with 9 Directors present and Director Patsaouras voting 'No' and Director Tolbert 'Abstaining'

- 27a. APPROVED Requisition 2-0998-105 extension of a contract with Associated Risk Services (ARS), Atlanta, GA, covering workers' compensation claims administration for three months from December 1, 1992 to February 28, 1993, for an estimated cost of \$1,300,000; form of contract extension subject to approval of the General Counsel, and

- b. RECEIVED AND FILED report on future vendor selection strategies.

UNANIMOUS, with 9 Directors present

MARKETING & CUSTOMER INFORMATION COMMITTEE

28. WITHDRAWN BY STAFF contract extension with Pool Communications, Los Angeles, covering public information, promotional and advertising services.

ADVANCE PLANNING COMMITTEE

29. **APPROVED proposed Metrolink commuter rail/bus interface plan for suburban stations and Union Station.**

UNANIMOUS, with 9 Directors present

30. **APPROVED entering into negotiations with the Southern California Regional Rail Authority, the operators of the Metrolink system, to develop an interagency transfer and fare reimbursement agreement; form of documents subject to approval of the General Counsel.**

UNANIMOUS, with 8 Directors present

Several Directors expressed concern regarding subsidizing Metrolink noting that if the source of monies used for Metrolink are available for bus operations, then, in effect, the District is subsidizing 85%. Director Holen indicated that this subject would be addressed over the next few months.

31. **WITHDRAWN BY STAFF Notice of Intent to hold Public Hearing and schedule a public hearing covering Metro Red Line (MOS-1) rail/bus interface plan, proposed rail service characteristics and fare structure.**

GOVERNMENT RELATIONS COMMITTEE

32. **RECEIVED the Federal Legislative Update and went on record in SUPPORT, with amendments, with active staff and consultant participation, for H.R. 5518**

UNANIMOUS, with 8 Directors present

33. APPROVED Requisition Nos. 2-1400-37, 2-1400-39, and 2-1400-40 and extension of contracts with Palumbo & Cerrell, Inc. (\$25,000), Dixon Arnett Associates, Inc. (\$17,500), and Charles H. Olsen Associates (\$16,250) covering government liaison activities at the state and federal level for a three month period for a total cost of \$58,750; form of contract extensions subject to approval of the General Counsel.

Roll Call vote as noted below:

Ayes: Alatorre, Braude, Holen, Raggio, Storing,
Villaraigosa
Noes: Patsouras
Abstain: Knabe, Swanson
Absent Fukai, Tolbert

FINANCE & JOINT DEVELOPMENT COMMITTEE

34. CONFIRMED selection of underwriters and status of Benefit Assessment District financing.

UNANIMOUS, with 9 Directors present

35. APPROVED setting the Fiscal Year 1993 assessment rates at zero for the MOS-1 Benefit Assessment Districts.

UNANIMOUS, with 9 Directors present

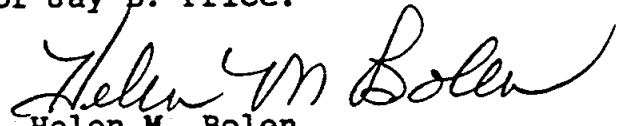
GENERAL ITEMS

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

37. Public Comment

None

The meeting adjourned at 1:50 p.m. in memory of Ray Watson,
Councilman and former Mayor City of Walnut, and Gertrude
Price, wife of former Director Jay B. Price.



Helen M. Bolen
District Secretary