

MINUTES/ PROCEEDINGS

Los Angeles County
Metropolitan Transportation Authority

SPECIAL BOARD MEETING (BUDGET WORKSHOP)

One Gateway Plaza
3rd Floor Boardroom

Called to Order at 9:55 a.m.

Directors present:

Zev Yaroslavsky, Chair
Frank Roberts, 1st Vice Chair
James Hahn, 2nd Vice Chair
Mike Antonovich
Yvonne Brathwaite Burke (Via
phone)
John Fasana
Don Knabe
Tom LaBonge
Martin Ludlow
Gloria Molina
Pam O'Connor
Beatrice Proo
Antonio Villaraigosa

Officers

Roger Snoble, Chief Executive Officer
Michele Jackson, Board Secretary
Karen Gorman, Ethics Officer
William Waters, Inspector General
County Counsel, General Counsel



Metro

Metropolitan Transportation Authority

NOTE: Members voting are reflected on the attached "RECAP OF PROCEEDINGS" matrix.

1. ADOPTED:

- A. the **Fiscal Year 2005 (FY05) Budget**;
- B. the Reimbursement Resolution to authorize the expenditure of funds for capital construction and acquisition activities prior to issuance of debt for specific activities;
- C. the life-of-project increases and funding plan changes for capital projects; and
- D. the budgeted number of positions and estimated salary/benefit costs for each MTA classification by department.

The Board directed staff to complete solar panel projects at Divisions 8 and 15.

2. APPROVED and directed staff to return with alternative funding options at June regular meeting.

- A. incorporating the addition of 208,250 revenue service hours at a total cost of \$11.3 million into the FY05 budget for **bus service expansion for Consent Decree load factor compliance** and use ~~\$11.3 million of the \$18.2 million fund balance reserved for Proposition A Discretionary Incentive Program~~; and
- B. increasing the FY05 budgeted full-time equivalent positions by 119 Bus Operators, 12 Service Attendants and 4 Transit Operations Supervisors for bus service expansion.

3. APPROVED KNABE/ROBERTS MOTION – that staff develop allocation and administrative guidelines to ensure that **Prop A funds** are programmed for the purpose for which they were allocated, including whether this current recommendation went through the requisite process and report back to the Board.

FAILED UNDER RECONSIDERATION Fasana amendment that the source of funding of the Prop A Incentive Reserve be reflected as a loan.

4. APPROVED BURKE, ROBERTS, AND VILLARAIGOSA MOTION AS AMENDED BY MOLINA AND YAROSLAVSKY, that this Board act to restore the entire funding of the **Immediate Needs Program for FY '05 using "Incentive Program" funds** (Proposition A Discretionary Funds) under the following conditions:

- That the Administrative Fee for FY '05 shall be limited to 15%;
- In an effort to determine the ongoing viability of the INTP and whether or not the MTA Board should continue its historical commitment to the INTP, the MTA staff shall return to this Board in November, 2004 with an updated report on the status of employing all of the provisions listed in the 2001 Business Plan including but not limited to the following:
 - A review and possible revision of the administrative fee;
 - A status report on efforts and progress to coordinate and consolidate overlapping functions with those agencies previously cited, including dial-a-ride programs throughout the county and other efforts to eliminate and reduce duplication, plus
- Efforts to form partnerships to develop coordination with health care and human service agencies, including the County's Interagency Operations Group; and
- Include an assessment of the impact of cancellation of the INTP from the affected agencies;
- A review and recommendations of how to increase the usage of "day passes" (or other fare media) in lieu of taxi vouchers;
- A status report and analysis of MTA staff efforts to secure further funding from both federal and State agencies to mitigate and obviate the need to use Prop C 40% discretionary funding for Homeland Security.
- A status report on other MTA funding sources, other than Prop C 40%, to fund Homeland Security;
- A status report on efforts to identify other MTA funding sources to continue the Immediate Needs Transportation program, including seeking assistance from other jurisdictions directly benefiting from the Immediate Needs Program.

YAROSLAVSKY AMENDMENT that staff reduce the Immediate Needs Program administrative fee to 10% and use the savings from the reduction to contribute to the program itself. Directed staff to work with the two agencies to reduce the administrative burden and report back in October on impact of 10% administrative fee.

MOLINA AMENDMENT that staff include review of the use of taxi vouchers instead of Dial-A-Ride, possible unlicensed taxis, and set clear purpose and guidelines for the program.

FASANA MOTION to create an Immediate Needs reserve fund of \$2.5 million that would match local return Prop A and C expenditures, dollar for dollar, for a total of \$5 million. RECEIVED NO SECOND.

WITHDRAWN - ANTONOVICH/KNABE/PROO AND ROBERTS amendment to Director Knabe's motion that for current and all future allocations, MTA staff follow the six funding priorities, as outlined in the Board-adopted Prop A Incentive Program guidelines which does not allow for consent decree use of these funds unless approved by the Regional Transportation Committees.

Further moved, that as stated in Section VI, of the guidelines, "additional unallocated balances will be used on programs in the manner stipulated in the funding priorities section.

REFERRED TO FINANCE COMMITTEE Antonovich/Knabe/Proo and Roberts motion that the Immediate Needs Program be funded by Proposition A Incentive funds for one year only, and funded through Proposition C 40% funds thereafter.

5. CLOSED SESSION: Conference with Labor Negotiator-G.C. 54957.6:


Agency Negotiators: Roger Snoble and Brenda Diederichs
Employee Organizations: ATU and TCU.

The Board voted to accept the panel's recommendation with regard to ATU arbitration.

RECEIVED public comment.

ADJOURNED in memory of Tom Williams Echternach, father of Mary Lou Echternach, Transportation Deputy for Director Fasana.

Prepared by: Christina Lumba-Gamboa
Recording Secretary


Michele Jackson
Board Secretary

RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
1	CONSIDER ADOPTING: A. THE FISCAL YEAR 2005 (FY05) BUDGET; B. THE REIMBURSEMENT RESOLUTION TO AUTHORIZE THE EXPENDITURE OF FUNDS FOR CAPITAL CONSTRUCTION AND ACQUISITION ACTIVITIES PRIOR TO ISSUANCE OF DEBT FOR SPECIFIC ACTIVITIES;	ADOPTED	Y	Y	A	A	Y	N	Y	Y	Y	Y	Y	Y	A	
1	C. THE LIFE-OF-PROJECT INCREASES AND FUNDING PLAN CHANGES FOR CAPITAL PROJECTS; AND D. THE BUDGETED NUMBER OF POSITIONS AND ESTIMATED SALARY/BENEFIT COSTS FOR EACH MTA CLASSIFICATION BY DEPARTMENT.	DIRECTED STAFF TO COMPLETE SOLAR PANEL PROJECTS AT DIVISIONS 8 & 15														

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING															
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG	
2	<p>CONSIDER:</p> <p>A. INCORPORATING THE ADDITION OF 208,250 REVENUE SERVICE HOURS AT A TOTAL COST OF \$11.3 MILLION INTO THE FY05 BUDGET FOR BUS SERVICE EXPANSION FOR CONSENT DECREE LOAD FACTOR COMPLIANCE AND USE \$11.3 MILLION OF THE \$18.2 MILLION FUND-BALANCE RESERVED FOR PROPOSITION-A DISCRETIONARY INCENTIVE PROGRAM; AND</p> <p>B. INCREASING THE FY05 BUDGETED FULL-TIME EQUIVALENT POSITIONS BY 119 BUS OPERATORS, 12 SERVICE ATTENDANTS AND 4 TRANSIT OPERATIONS SUPERVISORS FOR BUS SERVICE EXPANSION.</p>	<p>APPROVED AND DIRECTED STAFF TO RETURN WITH ALTERNATIVE FUNDING OPTIONS AT JUNE REGULAR MEETING</p>	Y	Y	Y	A	Y	Y	Y	Y	Y	Y	Y	Y	A		
2																	

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
3	KNABE/ROBERTS MOTION - THAT STAFF DEVELOP ALLOCATION AND ADMINISTRATIVE GUIDELINES TO ENSURE THAT PROP A FUNDS ARE PROGRAMMED FOR THE PURPOSE FOR WHICH THEY WERE ALLOCATED, INCLUDING WHETHER THIS CURRENT RECOMMENDATION WENT THROUGH THE REQUISITE PROCESS AND REPORT BACK TO THE BOARD.	APPROVED	Y	Y	A	A	Y	Y	Y	Y	Y	Y	Y	Y	A	
3	FASANA AMENDMENT THAT THE SOURCE OF FUNDING OF THE PROP A INCENTIVE RESERVE BE REFLECTED AS A LOAN	FAILED UNDER RECONSIDERATION	Y	N	N	A	N	N	Y	Y	Y	N	N	N	A	

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
4	BURKE, ROBERTS, AND VILLARAIGOSA MOTION THAT THIS BOARD ACT TO RESTORE THE ENTIRE FUNDING OF THE IMMEDIATE NEEDS PROGRAM FOR FY '05 USING "INCENTIVE PROGRAM" FUNDS (PROPOSITION A DISCRETIONARY FUNDS) UNDER THE FOLLOWING CONDITIONS:	APPROVED AS AMENDED BY MOLINA AND YAROSLAVSKY	Y	Y	Y	A	Y	Y	Y	Y	Y	Y	Y	Y	Y	

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
4	<p>THAT THE ADMINISTRATIVE FEE FOR FY '05 SHALL BE LIMITED TO 15%;</p> <p>IN AN EFFORT TO DETERMINE THE ONGOING VIABILITY OF THE INTP AND WHETHER OR NOT THE MTA BOARD SHOULD CONTINUE IT'S HISTORICAL COMMITMENT TO THE INTP, THE MTA STAFF SHALL RETURN TO THIS BOARD IN NOVEMBER, 2004 WITH AN UPDATED REPORT ON THE STATUS OF EMPLOYING ALL OF THE PROVISIONS LISTED IN THE 2001 BUSINESS PLAN INCLUDING BUT NOT LIMITED TO THE FOLLOWING:</p>	<p>YAROSLAVSKY AMENDMENT THAT STAFF REDUCE THE IMMEDIATE NEEDS PROGRAM ADMINISTRATIVE FEE TO 10% AND USE THE SAVINGS FROM THE REDUCTION TO CONTRIBUTE TO THE PROGRAM ITSELF. DIRECTED STAFF TO WORK WITH THE TWO AGENCIES TO REDUCE THE ADMINISTRATIVE BURDEN AND REPORT BACK IN OCTOBER ON IMPACT OF 10% ADMINISTRATIVE FEE</p>	Y	N	Y	A	N	Y	Y	N	Y	Y	Y	N	N	

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING															
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONCE	WONG	
4	<ul style="list-style-type: none"> · A REVIEW AND POSSIBLE REVISION OF THE ADMINISTRATIVE FEE; · A STATUS REPORT ON EFFORTS AND PROGRESS TO COORDINATE AND CONSOLIDATE OVERLAPPING FUNCTIONS WITH THOSE AGENCIES PREVIOUSLY CITED, INCLUDING DIAL-A-RIDE PROGRAMS THROUGHOUT THE COUNTY AND OTHER EFFORTS TO ELIMINATE AND REDUCE DUPLICATION; PLUS 		P	P	P	P	P	P	P	P	P	P	P	P	P	P	A

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
	<ul style="list-style-type: none"> · EFFORTS TO FORM PARTNERSHIPS TO DEVELOP COORDINATION WITH HEALTH CARE AND HUMAN SERVICE AGENCIES, INCLUDING THE COUNTY'S INTERAGENCY OPERATIONS GROUP; AND · INCLUDE AN ASSESSMENT OF THE IMPACT OF CANCELLATION OF THE INTP FROM THE AFFECTED AGENCIES; 															

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
4	<ul style="list-style-type: none"> · A REVIEW AND RECOMMENDATIONS OF HOW TO INCREASE THE USAGE OF "DAY PASSES" (OR OTHER FARE MEDIA) IN LIEU OF TAXI VOUCHERS; · A STATUS REPORT AND ANALYSIS OF MTA STAFF EFFORTS TO SECURE FURTHER FUNDING FROM BOTH FEDERAL AND STATE AGENCIES TO MITIGATE AND OBVIATE THE NEED TO USE PROP C 40% DISCRETIONARY FUNDING FOR HOMELAND SECURITY. 	<p>MOLINA AMENDMENT THAT STAFF INCLUDE REVIEW OF THE USE OF TAXI VOUCHERS INSTEAD OF DIAL-A-RIDE, POSSIBLE UNLICENSED TAXIS, AND SET CLEAR PURPOSE AND GUIDELINES FOR THE PROGRAM</p>	P	P	P	P	P	P	P	P	P	P	P	P	P	A

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONCE	WONG
	<ul style="list-style-type: none"> · A STATUS REPORT ON OTHER MTA FUNDING SOURCES, OTHER THAN PROP C 40%, TO FUND HOMELAND SECURITY; · A STATUS REPORT ON EFFORTS TO IDENTIFY OTHER MTA FUNDING SOURCES TO CONTINUE THE IMMEDIATE NEEDS TRANSPORTATION PROGRAM, INCLUDING SEEKING ASSISTANCE FROM OTHER JURISDICTIONS DIRECTLY BENEFITING FROM THE IMMEDIATE NEEDS PROGRAM. 		P	P	P	P	P	P	P	P	P	P	P	P	P	P
	<p>FASANA MOTION TO CREATE AN IMMEDIATE NEEDS RESERVE FUND OF \$2.5 MILLION THAT WOULD MATCH LOCAL RETURN PROP A AND C EXPENDITURES, DOLLAR FOR DOLLAR, FOR A TOTAL OF \$5 MILLION</p>	RECEIVED NO SECOND														

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING													
ITEM NO.	SUBJECT ITEM	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG, A
	ANTONOVICH/KNABE/PROO AND ROBERTS AMENDMENT TO DIRECTOR KNABE MOTION THAT FOR CURRENT & FUTURE ALLOCATIONS, MTA STAFF FOLLOW THE SIX FUNDING PRIORITIES, AS OUTLINED IN THE BOARD-ADOPTED PROP A INCENTIVE PROGRAM GUIDELINES, WHICH DOES NOT ALLOW FOR CONSENT DECREE USE OF THESE FUNDS UNLESS APPROVED BY THE REGIONAL TRANSPORTATION COMMITTEES. ADDITIONAL UNALLOCATED BALANCES WILL BE USED ON PROGRAMS IN THE MANNER STIPULATED IN THE FUNDING PRIORITIES SECTION.														
	ACTION TAKEN														
	WITHDRAWN.														

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT

**RECAP OF PROCEEDINGS
LOS ANGELES COUNTY, METROPOLITAN TRANSPORTATION AUTHORITY
SPECIAL BOARD MEETING
MONDAY, JUNE 7, 2004**

DIRECTORS VOTING

ATTENDANCE		DIRECTORS VOTING														
ITEM NO.	SUBJECT ITEM	ACTION TAKEN	O'CONNOR	LUDLOW	MOLINA	ANTONOVICH	HAHN	ROBERTS	YAROSLAVSKY	BURKE	FASANA	KNABE	PROO	VILLARAIGOSA	LABONGE	WONG
	THE IMMEDIATE NEEDS PROGRAM BE FUNDED BY PROPOSITION A INCENTIVE FUNDS FOR ONE YEAR ONLY, AND FUNDED THROUGH PROPOSITION C 40% FUNDS THEREAFTER.	REFERRED TO FINANCE COMMITTEE														
5	<u>CLOSED SESSION: CONFERENCE WITH LABOR NEGOTIATOR-G.C. 54957.6:</u> AGENCY NEGOTIATORS: ROGER SNOBLE AND BRENDA DIEDERICHS EMPLOYEE ORGANIZATIONS: ATU AND TCU.	THE BOARD VOTED TO ACCEPT THE PANEL'S RECOMMENDATION WITH REGARD TO ATU ARBITRATION	Y	Y	Y	A	Y	Y	Y	A	Y	Y	Y	Y	A	

LEGEND: Y-YES, N-NO, C-CONFLICT, AB-ABSTAIN, A-ABSENT, P-PRESENT