

# Agenda

Los Angeles County  
Metropolitan Transportation Authority

## Finance and Budget Committee Meeting

One Gateway Plaza  
3rd Floor Boardroom

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Call to Order

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Directors

Michael Antonovich, Chair  
Pam O' Connor, Vice Chair  
Yvonne B. Burke  
Don Knabe  
Martin Ludlow  
Ron Wong, non-voting member

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Officers

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



Metropolitan Transportation Authority

**Metro**

19. RECEIVE **report of the Chief Financial Officer.**
  
20. RECEIVE AND FILE monthly oral status update on the **Fiscal Year 2005 Budget.**
  
21. CONSIDER:
  - A. receiving and filing the **FY05 Ten-Year Forecast**; and
  - B. directing the Chief Executive Officer to:
    1. establish a rainy day reserve to be used for unforeseen operating shortfalls such as fuel price spikes or ridership declines;
    2. develop guidelines for the use of the reserve and recommend an appropriate amount to be funded from currently unreserved general fund balances;
    3. propose alternatives to improve the farebox recovery ratio to be consistent with major metropolitan transit service providers;
    4. propose methods for combining the Formula Allocation Procedure (FAP) and the expiring Municipal Operator Service Improvement Program (MOSIP); and
    5. initiate the process to update the Long Range Transportation Plan (LRTP) priorities.

CARRIED OVER FROM OCTOBER COMMITTEE MEETINGS  
(ALSO ON PLANNING AND PROGRAMMING COMMITTEE)

22. AMEND the FY05 Budget to transfer:
  - A. General Fund Unreserved Designated funds to the Enterprise fund to recognize the **projected FY05 Fare Revenue shortfall** of \$9 million for Bus Operations; and

B. Proposition C 40% funds to the Enterprise fund to recognize the projected FY05 Fare Revenue shortfall of \$11 million for Rail Operations.

23. AWARD a non-competitive contract to MBIA MuniServices Company (MMC) for **sales tax audit, forecasting, and revenue recovery services** for three years, with two one-year options.

Audit and revenue recovery services are on a contingency basis at the following rates:

| <u>Recoveries</u> | <u>Fee %</u> |
|-------------------|--------------|
| Under \$6M        | 23%          |
| \$6M-20M          | 17%          |
| Over \$20M        | 11%          |

Forecasting services are at a fixed cost of \$6,250 per quarter for the first year, adjusted annually by an amount equal to the local Consumer Price Index, for an amount not to exceed \$135,000 for the full five-year period.

24. AUTHORIZE the Chief Executive Officer to award a seven-year contract to Milliman, Incorporated, the technically acceptable lowest bidder, for **actuarial analysis and valuation services** for an amount not to exceed \$412,000, inclusive of two two-year options, effective January 3, 2005.
25. AUTHORIZE the Chief Executive Officer to award a seven-year, fixed fee Contract No. PS-5310-1573 to Aon Risk Services, Inc. for **Insurance Brokerage Services** in the amount of \$2,728,859, inclusive of two one-year options, effective January 1, 2005.

Consideration of items not on the posted agenda, including: items to be presented and (if requested) referred to staff; items to be placed on the agenda for action at a future meeting of the Committee or Board; and/or items requiring immediate action because of an emergency situation or where the need to take immediate action came to the attention of the Committee subsequent to the posting of the agenda.

COMMENTS FROM THE PUBLIC ON ITEMS OF PUBLIC INTEREST  
WITHIN COMMITTEE'S SUBJECT MATTER JURISDICTION

ADJOURNMENT