

**Motion by**  
**Directors O'Connor, Knabe, Yaroslavsky and Dubois**  
**Consolidation of Agenda Items 25 and 26**

**October 24, 2013**

In April 2013, the Board approved a motion to temporarily waive the monthly maintenance fee for Los Angeles County residents on the I-10 and I-110 Express lanes for a period of six months. During this time period, the new FasTrak account openings increased by 41% and projected revenues grew significantly. It is indisputable that the fee waiver has had a positive impact on the number of new accounts and revenues generated for these corridors. While staff is recommending continuing a waiver of the monthly maintenance fee for an additional six months, in light of the success of the program, we believe a permanent waiver is in order.

Staff has also proposed Toll Lane Revenue Allocation Guidelines which outline how the net revenues generated from the program should be spent. These guidelines establish a good foundation for discussion purposes; however, additional input from the affected corridors, namely the I-110 and I-10 corridor cities, is in order.

The I-110 corridor cities have expressed their support that the maintenance fee waiver recommendation in Item No.25 be made permanent. Additionally, they have also expressed a list of concerns over a number of issues contained in the staff recommendations in item No. 26 relating to the proposed Guidelines for the Allocation of Toll Lane Revenues. Those concerns specifically deal with the issues of (1) the mini Call for Projects Recommendation and its process, (2) the issue of "local match," (3) the proposed allocation proportion of revenues designated for "Active Transportation," i.e. 40%, (4) the geographic parameters for eligible regionally significant projects, i.e. 3 miles or less, and (5) geographic equity issues.

The points raised by the I-110 corridor cities are particularly salient and need further discussion among all corridor stakeholders and Metro staff before this Board can adopt a final set of guidelines.

**We, Therefore, Move** that this Board consolidate the two Board items, numbers 25 and 26 and adopt the following instructions:

1. Approve the recommendation to extend and make permanent the “maintenance fee waiver” as pertains to item No. 25; and
2. That the Board continue Item No. 26 and instruct the CEO to instruct staff to return to the I-110 and I-10 corridor cities and discuss with them the issues outlined above and return to this Board in the November-December Board cycle with a report and recommendations as to any modifications to the Guidelines staff may recommend in the context of those discussions.