

Wednesday, April 15, 2015 1:00 PM

---

# REVISED Agenda

## Finance, Budget and Audit Committee Meeting

One Gateway Plaza  
3<sup>rd</sup> Floor Board Room

### Call to Order

---

#### Directors

---

Mark Ridley-Thomas, Chair

Paul Krekorian, Vice Chair

James Butts

Diane DuBois

Hilda Solis

Carrie Bowen, non-voting member

#### Officers

---

Stephanie Wiggins, Interim Deputy Chief  
Executive Officer

Michele Jackson, Board Secretary

Karen Gorman, Acting Ethics Officer

Karen Gorman, Inspector General

County Counsel, General Counsel



**Metro**

Los Angeles County  
Metropolitan Transportation Authority

## METROPOLITAN TRANSPORTATION AUTHORITY BOARD RULES (ALSO APPLIES TO BOARD COMMITTEES)

### PUBLIC INPUT

A member of the public may address the Board on agenda items, before or during the Board or Committee's consideration of the item for one (1) minute per item, or at the discretion of the Chair. A request to address the Board should be submitted in person at the meeting to the Board Secretary. Individuals requesting to speak on more than three (3) agenda items will be allowed to speak up to a maximum of three (3) minutes per meeting. For individuals requiring translation service, time allowed will be doubled.

The public may also address the Board on non-agenda items within the subject matter jurisdiction of the Board during the public comment period, which will be held at the beginning and/or end of each meeting. Each person will be allowed to speak for up to three (3) minutes per meeting and may speak no more than once during the Public Comment period. Speakers will be called according to the order in which the speaker request forms are received. Elected officials, not their staff or deputies, may be called out of order and prior to the Board's consideration of the relevant item.

In accordance with State Law (Brown Act), all matters to be acted on by the MTA Board must be posted at least 72 hours prior to the Board meeting. In case of emergency, or when a subject matter arises subsequent to the posting of the agenda, upon making certain findings, the Board may act on an item that is not on the posted agenda.

**CONDUCT IN THE BOARD ROOM** - The following rules pertain to conduct at Metropolitan Transportation Authority meetings:

**REMOVAL FROM THE BOARD ROOM** The Chair shall order removed from the Board Room any person who commits the following acts with respect to any meeting of the MTA Board:

- a. Disorderly contemptuous or insolent behavior toward the Board or any member thereof which disrupts, disturbs, or otherwise impedes the orderly conduct of the meeting;
- b. A breach of the peace, boisterous conduct or violent disturbance which disrupts, disturbs, or otherwise impedes the orderly conduct of the meeting;
- c. Disobedience of any lawful order of the Chair, which shall include an order to be seated or to refrain from addressing the Board; and
- d. Any other unlawful interference with the due and orderly course of said meeting.

**Any person so removed will also be excluded from the interior of the Metro Headquarters Gateway Building until the beginning of the next business day.**

### INFORMATION RELATING TO AGENDAS AND ACTIONS OF THE BOARD

Agendas for the Regular MTA Board meetings are prepared by the Board Secretary and are available prior to the meeting in the MTA Records Management Department and on the Internet. Every meeting of the MTA Board of Directors is recorded on CD's and as MP3's and can be made available for a nominal charge.

### DISCLOSURE OF CONTRIBUTIONS

The State Political Reform Act (Government Code Section 84308) requires that a party to a proceeding before an agency involving a license, permit, or other entitlement for use, including all contracts (other than competitively bid, labor, or personal employment contracts), shall disclose on the record of the proceeding any contributions in an amount of more than \$250 made within the preceding 12 months by the party, or his or her agent, to any officer of the agency, additionally PUC Code Sec. 130051.20 requires that no member accept a contribution of over ten dollars (\$10) in value or amount from a construction company, engineering firm, consultant, legal firm, or any company, vendor, or business entity that has contracted with the authority in the preceding four years. Persons required to make this disclosure shall do so by filling out a "Disclosure of Contribution" form which is available at the LACMTA Board and Committee Meetings. Failure to comply with this requirement may result in the assessment of civil or criminal penalties.

### ADA REQUIREMENTS

Upon request, sign language interpretation, materials in alternative formats and other accommodations are available to the public for MTA-sponsored meetings and events. All requests for reasonable accommodations must be made at least three working days (72 hours) in advance of the scheduled meeting date. Please telephone (213) 922-4600 between 8 a.m. and 5 p.m., Monday through Friday. Our TDD line is (800) 252-9040.

### LIMITED ENGLISH PROFICIENCY

A Spanish language interpreter is available at all Board Meetings. Interpreters for Committee meetings and all other languages must be requested 72 hours in advance of the meeting by calling (213) 922-4600.



323.466.3876

<i>Español</i>	日本語
한국어	русский
中文	ภาษาไทย
Հայերեն	ភាសាខ្មែរ
Tiếng Việt	

### HELPFUL PHONE NUMBERS

Copies of Agendas/Record of Board Action/Recordings of Meetings - (213) 922-4880 (Records Management Department)

General Information/Rules of the Board - (213) 922-4600

Internet Access to Agendas - [www.metro.net](http://www.metro.net)

TDD line (800) 252-9040

**NOTE: ACTION MAY BE TAKEN ON ANY ITEM IDENTIFIED ON THE AGENDA**

5. RECEIVE AND FILE [a report in response to a letter by Chair Eric Garcetti on steps to be taken to engage the public in Metro's FY16 budget development process.](#) [HANDOUT]
  
6. AUTHORIZE the Chief Executive Officer to purchase [All Risk Property and Boiler and Machinery insurance policies for all property at the current policy limits](#) at a not to exceed price of \$2.4 million for the 12-month period May 10, 2015 through May 10, 2016.
  
7. AUTHORIZE the Chief Executive Officer to execute Modification:
  - A. No. 28 to Contract No. PS33201664 with [Xerox State and Local Solutions \(formally ACS State & Local Solutions\) to continue hosting two TAP systems and network services at the Orange County Data Center \(OCDC\)](#), both of which are due to end on June 30, 2015. This modification includes:
    1. the extension of the hosting support for the TAP system servers for an additional 8.5 months through March 2016 for a total of \$329,396; and
    2. the extension of the hosting support for the TAP Customer Relations Management (CRM) servers for an additional 2 months through August 31, 2015 for a total of \$235,860. This modification would increase the total contract value by \$565,256, from \$63,065,394 to \$63,630,650; and
  
  - B. No. 123 to Contract OP02461010 Cubic Transportation Systems, Inc. in the amount not-to-exceed \$681,068, which includes:
    1. \$582,179 for the design/build of a new dual TAP virtual server and the decommission and removal of the outdated equipment from OCDC; and
    2. \$98,889 for continued support of the bi-annual Metro IT disaster recovery drills through June 30, 2019. This modification will increase the total contract value from \$252,854,827 to \$253,535,895.

8. ADOPT:
  - A. the [debt policy](#); and
  - B. the **Interest Rate Swap Policy**.

(CARRIED OVER FROM MARCH COMMITTEE CYCLE)

68. CONSIDER [Motion by Directors Butts and DuBois](#) that the Metro Board instruct our Metro legislative advocacy staff and advisors to include the Metro support of the Railroad Infrastructure Financing Improvement Act (RIFIA) (S.797) among the Metro federal legislative priorities and report back to the Board on this issue on a regular basis.

69. ~~**WITHDRAWN:** CONSIDER [Motion by Directors Butts, DuBois and Dupont-Walker](#) that the Metro Board, in the absence of a Chief Executive Officer, instruct the interim Deputy CEO to forthwith rescind the [Communications Department Reorganization as outlined in the March 11, 2015 Communications Department Reorganization memo.](#)~~

~~And that any other departmental reorganization activities be postponed until the new CEO is ready to review and effect.~~

9. RECEIVE AND FILE [FY16 Budget status update](#). **[HANDOUT]**
10. RECEIVE AND FILE the Los Angeles County Metropolitan Transportation Authority's [basic financial statements and component financial statement audits](#) completed by KPMG LLP for the fiscal year ended June 30, 2014.
11. RECEIVE AND FILE the [second quarter report of Management Audit Services \(Management Audit\) for the period ending December 31, 2014](#).
12. RECEIVE AND FILE [report on efforts to monitor and control loss of revenue on Metro's Orange Line](#).

13. RECEIVE oral update on [Metro and Metrolink Ticket Vending Machine upgrade efforts](#).
14. RECEIVE [report from the Executive Director, Finance and Budget](#).
15. RECEIVE **report from the Chief Executive Officer**.

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