

**SACRAMENTO REGIONAL TRANSIT DISTRICT
BOARD OF DIRECTORS
BOARD MEETING
December 12, 2016**

ROLL CALL: Roll Call was taken at 5:31 p.m. PRESENT: Directors Budge, Harris, Hume, Jennings, MacGlashan, Miller, Morin, Nottoli, and Serna. Absent: Director Hansen and Chair Schenirer.

PLEDGE OF ALLEGIANCE – Led by Vice-Chair Morin

PUBLIC ADDRESSES BOARD ON MATTERS NOT ON THE AGENDA

Mike Barnbaum – Mr. Barnbaum noted that the Sacramento Basketball Holdings will have a meeting to discuss the future land uses of Sleep Train Arena this week.

Tim Ortiz – Mr. Ortiz encouraged the Board to continue to do good things.

Arthur Ketterling – Mr. Ketterling wanted to know how bus service would be affected because Measure B did not pass. He also wanted to know why Measure B did not pass.

Jeffery Tardaguila – Mr. Tardaguila wanted clarification on a previous closed session report (from November 14th). Mr. Tardaguila believes that RT should advertise marijuana to increase revenues, as does the Sacramento News and Review. Mr. Tardaguila wanted the Board to know that staff is using a 4-page disability form.

CONSENT CALENDAR

1. Motion: Approval of the Action Summary of November 14, 2016
2. Motion: Rejection of Claims (T. Spangler): *Navarro, S. Doughty, M.*
3. Resolution: Awarding a Contract for Cleaning and Landscaping Services to InAlliance, Inc. (G. Gamble)
4. Resolution: Approving the Agreement for Operation of Winter Sanctuary Shuttle Service with Sacramento Steps Forward (M. Lonergan)
5. Resolution: Delegating Authority to the General Manager/CEO to Approve a Contract Amendment with Vision Service Plan and The Hartford (D. Bonnel)
6. Resolution: Conditionally Awarding the Contract for Mini-High Platform

Modifications to Swierstock Enterprise Inc. dba Pro Builders (D. Abansado)

7. Resolution: Approving an Agreement for Acquisition of Easement and Temporary Construction Easement for the City of Sacramento to Construct an Extension of Ramona Avenue South of Folsom Boulevard (S. Fultz)
8. Resolution: Approving the First Amendment to the Contract for General Construction Management Support Services with 4LEAF, Inc. (G. Gamble)
9. Resolution: Approving the First Amendment to the Contract for Personal Services – Structural Engineer for Various Capital Projects with Luis Moreno (D. Abansado)
10. Resolution: Approving the First Amendment to the Contract for Compressed Natural Gas Equipment Repair and Maintenance with Clean Energy (G. Gamble)
11. Resolution: Approving the Second Amendment to the Contract for Pilot Program for Mobile Fare Application for Fare Purchases with Passport (B. Bernegger)
12. Resolution: Approving the Fourth Amendment to the Contract for Operational Assessment and Implementing the Recommendations for Cost Reduction and Revenue Growth Services with Douglas Carter and MBO Partners, Inc. (L. Ham)
13. Resolution: Approving the Sale of Excess Property Near the Intersection of Franklin Boulevard and Cosumnes River Boulevard to the City of Sacramento (E. Scofield)
14. Resolution: Amending Exhibit A of Resolution 16-11-0133 and Approving Modified Job Descriptions and the District's Authorized Classifications, Positions and Salary Grades, and Delegating Authority to the General Manager/CEO to Approve Authorized Position Allocation Modifications Due to Re-Classification Studies that Do Not Exceed a Fiscal Impact of \$20,000 in the Fiscal Year in Which the Action is Taken (D. Bonnel)
15. Approving Amendments to the Administrative Employee Association Personnel Rules of Procedure (PRP), Also Applicable to the Unrepresented Management and Confidential Employee Group and the American Federation of State, County and Municipal Employees (Administrative/Technical and Supervisor Unit) Collective Bargaining Agreements (T. Spangler)
 - A. Resolution: Approving the First Amendment to the Administrative Employees Association (AEA) Personnel Rules and Procedures Modifying Articles 11.02 E, 13.04.B.6. and 13.04.B.8. of the PRPs, Also Applicable to the Unrepresented Management and Confidential Employee Group, Affecting the Vacation and Sick Leave Accruals and Floating Holidays Sell-Back

Procedures; and

- B. Resolution: Approving the First Amendment to the Collective Bargaining Agreement (CBA) Between RT and American Federation of State, County and Municipal Employees, District Council 57, Local Union 146, Administrative/Technical Unit, Modifying Article 23.06 of the CBA Affecting the Vacation Accrual, Floating Holiday and Sick Leave Sell-Back Procedures; and
 - C. Resolution: Approving the First Amendment to the Collective Bargaining Agreement Between RT and American Federation of State, County and Municipal Employees, District Council 57, Local Union 146, Supervisor Unit, Modifying Article 23.06 of the CBA Affecting the Vacation Accrual, Floating Holiday and Sick Leave Sell-Back Procedures.
- 16. Resolution: Authorizing Temporary Inter-fund Borrowing from the Developer Fee Trust Account to Cover UTDC Refurbishment Project Costs as a Result of Delay in Receiving County Approval for Reallocation of Developer Fees (M. Lonergan)
 - 17. Resolution: Establishing Regular Meeting Schedule for 2017 (C. Brooks)
 - 18. Resolution: Approving a Sole Source Procurement and Delegating Authority to the General Manager/CEO to Execute a Contract with Motorola, Inc. for the Purchase of Radio Console Equipment (R. Thorn)

ACTION: APPROVED – Vice Chair Morin moved; Director Jennings seconded approval of the consent calendar with the exception of items 6 and 11. Motion was carried by voice vote. Absent: Director Hansen and Chair Schenirer.

- 6. Resolution: Conditionally Awarding the Contract for Mini-High Platform Modifications to Swierstock Enterprise Inc. dba Pro Builders (D. Abansado)

Speaker: Jeffery Tardaguila

ACTION: APPROVED - Director Budge moved; Director Harris seconded approval of the item as written. Motion was carried by voice vote. Absent: Director Hansen and Chair Schenirer.

- 11. Resolution: Approving the Second Amendment to the Contract for Pilot Program for Mobile Fare Application for Fare Purchases with Passport (B. Bernegger)

Speaker: Jeffery Tardaguila

ACTION: APPROVED - Director Budge moved; Director Harris seconded approval of

the item as written. Motion was carried by voice vote. Absent: Director Hansen and Chair Schenirer.

GENERAL MANAGER'S REPORT

19. General Manager's Report
 - a. Government Affairs Update
 - 1) State Legislative Update – Smith, Watts & Hartmann
 - 2) Federal Legislative Update – Boothe Transit Consulting
 - b. System-Wide Improvement Initiative Presentation
 - c. RT Meeting Calendar

Mr. Li noted that RT employee, David Sullivan, took the initiative to ordered 175 survival blankets for the homeless, and rallied other RT employees to do the same. Mr. Li thanked the Board Members from the Sacramento City Council for providing suite tickets to RT employees for two King's games on November 23 and December 9.

Mr. Li noted that he has been on two rides. One with Supervisor Serna in the South Oak Park, Fruitridge and Pocket area – Route 68, and one with Barbara Stanton on Route 23 and Light Rail.

Mr. Li reported that significant progress has been made on the Connect Card project over the last six months. The Sacramento Area Council of Governments, RT, Init and the eight regional partners have worked together to resolve 250 system-wide issues. Soft launch, Phase 1, is going well and should be completed in early January. Soft launch, Phase 2, is anticipated to start in mid-January. Go live is anticipated in March 2017. Mr. Li recognized the hard work and dedication of all involved.

Mr. Li reminded everyone that RT's Holiday bus is on the road and RT is offering free rides on this bus. Passengers have the opportunity to place a donation in the fare box. All donations will benefit Shriners Hospital for Children (Northern California).

Mark Watts provided a legislative impact of the elections in California. On the Senate side, there are 40 seats, 20 up election. There are nine new members out of the 20 elections. The democratic caucus received a supermajority of 27 membership, and the republicans have 13. On the Assembly side, all 80 seats were up for election, 22 seats received new members. The Assembly also received a supermajority of democrats with 55 seats, and 25 for the republicans. There were no changes in the leadership spots in either Senate or Assembly. Transit received a fair amount of attention throughout the year; however, no action was taken before the end of the session. The Governor, Speaker and Pro Tem signed a joint communication to stakeholders that they duly intended to address transportation finance as early in the session as possible. Two bills have been introduced AB1 and SB1. These bills are similar to the bills exhausted in the special session; however, they reduce some of the taxation levels to bring them more in line with where they think they can get the 2/3rd vote to increase taxes. They both would raise \$6 billion (new taxes and recovery of the truck weight

fees). They both would increase the sales tax on diesel. Cap and Trade has been a steady source of funding for transit and transportation. Mr. Watts anticipates having quarterly auctions by the Air Resources Board.

Jeff Boothe noted that after the election of November 8, he felt that there is uncertainty in what the Congress will do in the next two years. On the Congressional level, there was an increase of 6 for the democrats, and 2 in the Senate. The republicans will still control the House, Senate and Presidency. With the completion of FY 17, Congress extended the funding of the FY 16 funding levels until April 28. For RT, the expectation is that FTA will issue an appointments notice that will allocate the formula monies. The discretionary grants money will have to wait until completion of action on FY 17. Into FY 18, it has been clear by the House of Representatives of a desire to roll back the budget increases that were approved in the fall of 2015 for defense and domestic spending, and recalculate what is considered domestic spending. For RT, the formula funds (5307, 5337) will now be subject to budget cuts and will be considered outside of the budget. Transit needs to pay attention to the budget caps as well as how the infrastructure will be funded, what the share of the investment will be, and what form of that investment will come to RT. It is unclear at this point how much money will be available for Capital Investment Grants Program. There could be changes for RT moving forward for funding for the agency.

Norm Leong noted that RT applied for a Homeland Security Grant to produce safety and security videos, and RT was awarded \$35,000. RT is rolling the videos out to riders that have downloaded the Alert SacRT reporting application, and then will roll the videos out to social media platforms. There are five videos.

Speaker: Mike Barnbaum

INTRODUCTION OF SPECIAL GUESTS

20. Commending Roberta MacGlashan (A. Morin)

ACTION: APPROVED - Director Budge moved; Director Hume seconded approval of the item as written. Motion was carried by voice vote. Absent: Director Hansen and Chair Schenirer.

UNFINISHED BUSINESS

21. Motion: Waive the First Reading of Revised Ordinance 17-01-01, Establishing an Administrative Penalty for Juvenile Fare Evasion (N. Leong)

Director Jennings requested a report back after the program is established to see if the program has been successful (in collecting fines, the community service) to make sure that it is getting the results that we want.

ACTION: APPROVED - Director Hume moved; Director Budge seconded approval of

the item as written. Motion was carried by voice vote. Absent: Director Hansen and Chair Schenirer.

PUBLIC HEARING

NEW BUSINESS

22. Comprehensive Annual Financial Report (CAFR) for the Fiscal Year Ended June 30, 2016 (P. Selenis) – Action C Requires a 2/3 affirmative vote).
 - A. Motion: Receive and File the Comprehensive Annual Finance Report, Reports on Compliance and Internal Controls as Required by Uniform Guidance and the Transportation Development Act, the Report to the Board of Directors for the Fiscal Year Ended June 30, 2016; and
 - B. Resolution: Designating \$1,166,165 of Prior Years' State Transit Assistance Funds from Capital Revenue to the District's Operating Reserve; and
 - C. Resolution: Utilizing \$1,095,319 of the District's Operating Reserve for the Fiscal Year Ended June 30, 2016 (Requires 2/3rd vote).

Scott Nickerson of Crowe Horwath provided an overview of the audit. Mr. Horwath noted that Management prepares the financial statements themselves. There was no audit adjustments recommended, which is due to the dedication in reporting of the management team. Mr. Horwath reported that there were no significant deficiencies or material weaknesses in controls.

Speaker: Mike Barnbaum

ACTION: APPROVED - Director Harris moved; Director Nottoli seconded approval of the item as written. Motion was carried by voice vote. Ayes: Directors Budge, Harris, Hume, Jennings, MacGlashan, Miller, Nottoli, Serna and Vice-Chair Morin. Absent: Director Hansen and Chair Schenirer.

23. Information: Presentation of Potential Options for Changes to Regional Transit's Small and Local Business Program Policy (T. Spangler)

Tim Spangler provided history on why this item is being provided to the Board. Staff engaged with these community groups on several occasions at the request of the Chair.

Fernando Barcena reviewed the current policy, provided the definition of local business, and provided additional information on how the City and County of Sacramento's policies are written.

Director Nottoli suggested that staff consider a tiered approach (preferences) for local businesses and a better definition for local business. He also requested a report back on how much federal money is used on security services.

Directors Harris and Budge prefer no change to the policy.

Director Serna prefers that the local business definition allow preference points be given only to firms headquartered in the region.

Director Hume asked staff to explain the preference points on bids.

Vice Chair Morin asked staff to work with Directors Hume and Serna to develop a plan before bringing back this item for action.

Speakers: Kim Stoddard B. Jaensch Fran Eldredge

24. Resolution: Delegating Authority to the General Manager/CEO to Release Up To Two Requests for Proposals for Security Guard Services (N. Leong)

Speakers: Harry Wang Maggie Coulter* Laurie Jones
Paul Leuenberger Patricia Dougherty

Tim Spangler introduced the item and noted that one of the communities concern is having social responsibility requirements within the RFP, and how that would affect the RT procurement process. Mr. Spangler reviewed with the Board his previous opinions on social responsibility.

Director Nottoli requested to see the pre-qualification questionnaire.

Director MacGlashan requested to see both the RFP and questionnaire.

Vice-Chair Morin directed staff to send the questionnaire to the Board members.

ACTION: APPROVED - Director Hume moved; Director Budge seconded approval of the item as written. Motion was carried by roll call vote. Ayes: Budge, Harris, Hume, Miller and Vice-Chair Morin. Noes: Directors Nottoli and Serna. Abstain: Director MacGlashan. Absent: Director Hansen, Jennings and Chair Schenirer. Motion carried at 58 votes.

REPORTS, IDEAS AND QUESTIONS FROM DIRECTORS, AND COMMUNICATIONS

25. Paratransit, Inc. Board of Directors Meeting – November 10, 2016 (Nottoli)

No additional comments were provided.

26. Capitol Corridor Joint Powers Authority Meeting – November 16, 2016
(Harris/Miller)

Director Harris noted that the Vision Implementation Plan passed, and that Mr. Allison provided an excellent presentation. He also congratulated Lucas Frerichs, as the new Chair of the CCJPA.

Director Miller congratulated the Capitol Corridor on its 25th anniversary.

CONTINUATION OF PUBLIC ADDRESSES BOARD ON MATTERS NOT ON THE AGENDA (If Necessary)

ANNOUNCEMENT OF CLOSED SESSION ITEMS

RECESS TO CLOSED SESSION

CLOSED SESSION

- A. Conference with Real Estate Negotiator
Pursuant to Gov. Code Section 54956.8
- 1) Property: Power Inn Road (Parcel 1), Sacramento, CA
Description: APN 079-0031-006
Agency Negotiator: Neil Nance, VP, Strategic Planning and System Development; and
Ken Turton, Turton Commercial
Negotiating Parties: Score Soccer Centers
Under Negotiation: Letter of Interest on Property
- B. Conference with Legal Counsel
Pursuant to Section 54956.9
Existing Litigation
- 1) Yumee Yu v. Sacramento Regional Transit District
Case No. 34-2014-00171495

RECONVENE IN OPEN SESSION

CLOSED SESSION REPORT

No Closed Session Report.

ADJOURN

*Handout

As there was no further business to be conducted, the meeting was adjourned to Closed Session at 8:31 p.m.

JAY SCHENIRER, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary