

SAN JOAQUIN REGIONAL TRANSIT DISTRICT
BOARD OF DIRECTORS - AGENDA

THE BOARD OF DIRECTORS OF THE SAN JOAQUIN REGIONAL TRANSIT DISTRICT WILL HOLD A REGULAR MEETING AT 10:00 A.M. ON FRIDAY, APRIL 14, 2017, IN THE BOARDROOM OF SAN JOAQUIN REGIONAL TRANSIT DISTRICT'S DOWNTOWN TRANSIT CENTER, 421 EAST WEBER AVENUE, STOCKTON, CALIFORNIA.

ACCESSIBLE PUBLIC MEETINGS: San Joaquin Regional Transit District (RTD) will make all reasonable accommodations for persons with disabilities to participate in this meeting. Upon request to the Chief Executive Officer, RTD will provide agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable individuals with disabilities to participate in public meetings. Please send a written request, including your name, mailing address, phone number, and a brief description of the requested materials and/or preferred alternative format or auxiliary aid or service at least three workdays before the meeting. Requests should be sent to RTD by mail at P.O. Box 201010, Stockton, CA 95201, by fax at (209) 948-8516, or by e-mail to BoardSupport@sanjoaquinRTD.com. *Para información en Español, por favor llame al (209) 943-1111.*

1. CALL MEETING TO ORDER
2. MOMENT OF SILENCE/REFLECTION
3. PLEDGE OF ALLEGIANCE TO THE FLAG
4. SAFETY ANNOUNCEMENT
5. ROLL CALL
6. SPECIAL PRESENTATIONS
 - A. EMPLOYEES OF THE MONTH
Special recognition to the Administration, Maintenance, and Transportation Employees of the Month
 - B. YEARS OF SERVICE RECOGNITION
Special recognition to retiring employees for their years of service
7. PUBLIC COMMENT

Each person who addresses the Board shall not make slanderous or profane remarks to or about any member of the Board, staff, or general public. Any person who utters loud, threatening, personal or abusive language, who is unduly repetitious or engages in extended discussion of irrelevancies, or who engages in any disorderly conduct which disrupts, disturbs, or impedes the orderly conduct of any Board meeting shall, at the discretion of the presiding officer or a majority of the Board, be barred from further audience before the Board during that meeting. All public comments shall be limited to no more than THREE MINUTES. In addition, applause, loud noises, or any other outbursts or disruptions from the audience are not allowed during or after a public comment. At the discretion of the presiding officer, those who are in violation of this protocol may be removed from the meeting.

8. REPORTS
 - A. MV REPORT

- B. CHIEF EXECUTIVE OFFICER UPDATE
 - C. STATE/FEDERAL LEGISLATIVE UPDATE
 - D. FINANCIAL REPORTS
February and March Financial Reports provided to the Board
9. INFORMATION ITEMS
10. CONSENT CALENDAR
- A. RESOLUTION: APPROVING THE MINUTES OF THE FEBRUARY 17, 2017, REGULAR BOARD OF DIRECTORS MEETING
Board approval of the February 17, 2017, Regular Board of Directors Meeting minutes
 - B. RESOLUTION: APPROVING THE MINUTES OF THE MARCH 25, 2017, SPECIAL BOARD OF DIRECTORS MEETING
Board approval of the March 25, 2017, Special Board of Directors Meeting minutes
 - C. RESOLUTION: AUTHORIZING THE EXECUTION OF THE CERTIFICATIONS AND ASSURANCES FOR THE FY 2017 LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP)
Board approval for the execution of the Certifications and Assurances for the FY 2017 Low Carbon Transit Operations Program (LCTOP)
11. ACTION ITEMS
- A. RESOLUTION: AUTHORIZING THE SUBMISSION OF THE FY 2017 LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP) TO OBTAIN FINANCIAL ASSISTANCE FOR METRO HOPPER EXPANSION FOR \$221,773.00, AND BRT IV EXPANSION-MLK CORRIDOR FOR \$175,960.00
Board approval of the submission of the FY 2017 Low Carbon Transit Operations Program (LCTOP) to obtain financial assistance for Metro Hopper Expansion for \$221,773.00, and BRT IV Expansion-MLK Corridor for \$175,960.00
 - B. RESOLUTION: AWARDING A THREE-YEAR CONTRACT WITH TWO ONE-YEAR OPTIONS TO MANSFIELD OIL COMPANY OF GAINESVILLE, INC. FOR FURNISHING AND DELIVERING CALIFORNIA AIR RESOURCE BOARD (ARB) ULTRA-LOW SULFUR DIESEL FUEL AND/OR UNLEADED GASOLINE FOR A CONTRACT AMOUNT NOT TO EXCEED \$6,112,569.89
Board approval of a three-year contract with two one-year options to Mansfield Oil Company of Gainesville, Inc. for furnishing and delivering California ARB ultra-low sulfur diesel fuel and/or unleaded gasoline for a contract amount not to exceed \$6,112,569.89
 - C. RESOLUTION: AUTHORIZING THE BOARD CHAIR AND THE CHIEF EXECUTIVE OFFICER TO NEGOTIATE, AWARD, AND EXECUTE A CONTRACT WITH VENTEK INTERNATIONAL, FARE VENDING MACHINE PURCHASE, IN AN AMOUNT NOT TO EXCEED \$2,270,749.00
Board approval for the Board Chair and the Chief Executive Officer to negotiate, award, and execute a contract with Ventek International, fare vending machine purchase, in an amount not to exceed \$2,270,749.00
 - D. RESOLUTION: AWARDING A CONTRACT TO TRAPEZE SOFTWARE GROUP, INC. FOR RADIO CONFIGURATION SERVICES FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$291,104.28
Board approval of a contract to Trapeze Software Group, Inc. for radio configuration services for a total contract amount not to exceed \$291,104.28

- E. RESOLUTION: AWARDING A CONTRACT TO SIEGRIED ENGINEERING, INC. FOR ON-CALL BUS STOP CONCRETE ENGINEERING SERVICES FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$200,000.00
Board approval of a contract to Siegfried Engineering, Inc. for on-call bus stop concrete engineering services for a total contract amount no to exceed \$200,000.00

12. QUESTIONS AND COMMENTS FROM DIRECTORS

13. CLOSED SESSION

A. LABOR NEGOTIATIONS

- 1. Conference with Labor Negotiator
Agency Negotiator: Donna DeMartino, CEO
Employee Organization: Amalgamated Transit Union, Local 276

B. CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION
[Paragraph (1) of subdivision (d) of Government Code, Section 54956.9]:

- 1. San Joaquin Regional Transit District vs. DSS-2731 Myrtle LLC, et al., San Joaquin Superior Court Case No. 39-2010-00252684-CU-EI-STK
- 2. Amalgamated Transit Union Local 276 and Alan Wagner vs. San Joaquin Regional Transit District, Case No. STK-VWM-2016-9596

C. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

RTD Negotiator: Donna DeMartino, CEO

- 1. Property: 1704 East Fremont Street, Stockton, CA
Negotiating Party: Dr. Rami Georgies, Buyer
Under Negotiation: Sale of Real Property, including price and terms of payment
- 2. Property: South Union St., Parcel, Stockton, CA
Negotiating Party: Kevin Dougherty, for property owner
Under Negotiation: Purchase of Real Property, including price and terms of payment

14. ADJOURNMENT

NOTE: THE NEXT REGULARLY SCHEDULED BOARD MEETING WILL BE HELD ON **FRIDAY, MAY 19, 2017, AT 10:00 A.M.**

DATE POSTED: APRIL 7, 2017

**SPECIAL PRESENTATION: RECOGNITION OF ADMINISTRATION, MAINTENANCE,
AND TRANSPORTATION EMPLOYEES OF THE MONTH**

LEAD STAFF: DONNA DeMARTINO, CHIEF EXECUTIVE OFFICER

BACKGROUND:

To qualify as Employee of the Month (EOM), employees must meet the following basic requirements:

1. Has been an employee for at least six months
2. Has not been selected EOM for the previous six months
3. Has a perfect attendance record for the month
4. Does not have any disciplinary action pending or in effect

RTD selects EOMs based on the following criteria:

1. Takes initiative and accepts and carries out additional responsibilities beyond regular job assignments
2. Provides exceptional internal and external customer service by being courteous and helpful
3. Projects a positive image and has a helpful and cooperative attitude
4. Exemplifies trustworthy and ethical behavior
5. Promotes a positive work environment
6. Comes to work on time, on a daily basis

The Administrative EOMs are selected as follows:

1. A member of the management team nominates employees at a monthly meeting.
2. Nominees are selected as EOM when they receive at least a 2/3 majority of the votes cast by members of the management team.

A majority of their respective supervisors selects Maintenance and Transportation EOMs. There may be months where no EOM is selected for Administration, Maintenance, or Transportation.

Every EOM receives:

- EOM watch
- RTD coffee tumbler
- Certificate and acceptance photograph

RTD recognizes Employees of the Month by posting their photographs at each RTD facility in frames designed for EOM recognition and through a feature article with photographs in the employee newsletter, "As the Wheels Turn."

The EOM program provides that RTD selects the Employee of the Year (EOY) from the previous 12 months' EOMs. RTD offers EOYs the opportunity to represent their department/division at one of the conferences of the American Public Transportation Association (APTA).

SPECIAL PRESENTATION:

**RECOGNITION OF YEARS OF SERVICE FOR RETIRING
EMPLOYEES**

LEAD STAFF:

DONNA DeMARTINO, CHIEF EXECUTIVE OFFICER

BACKGROUND:

RTD has benefitted from many employees who have chosen to spend a significant number of years with our agency. To recognize the years of service for retiring employees, RTD will present a certificate honoring the time employees have spent with RTD and thanking them for their service. For employees leaving after 25 years or more, RTD will provide them with a commemorative plaque.

These certificates and plaques will be presented to retiring employees in a special ceremony at the next scheduled RTD Board meeting following their retirement. On behalf of all RTD employees, Board members, customers, and the community, RTD Management wishes to thank these employees for their service and contributions over the years.

REPORT: MV TRANSPORTATION, INC. REPORT/UPDATE

LEAD STAFF: SUSANNA SANCHEZ, MV GENERAL MANAGER

DISCUSSION:

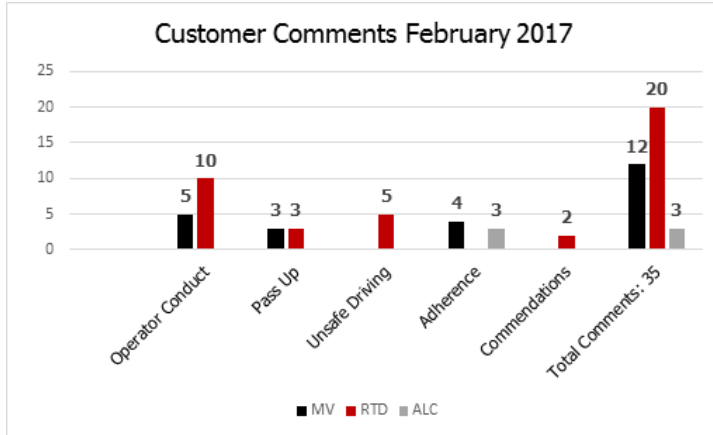
MV Transportation staff will provide an update.

REPORT:

CHIEF EXECUTIVE OFFICER UPDATE

LEAD STAFF:

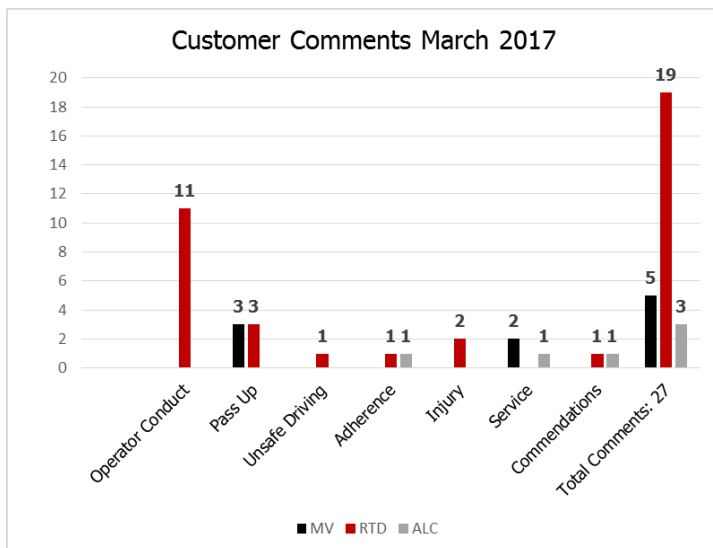
DONNA DeMARTINO, CHIEF EXECUTIVE OFFICER



For the month of February 2017, total comments system-wide was 35. MV received 12, ALC 3, and RTD 20. This is an increase of 12 from January 2017. Additionally, this is an increase of 9 from February 2016.

For February 2017, there was a total of 2 commendations, both received for RTD. This is the same amount as January 2017 and one less from February 2016.

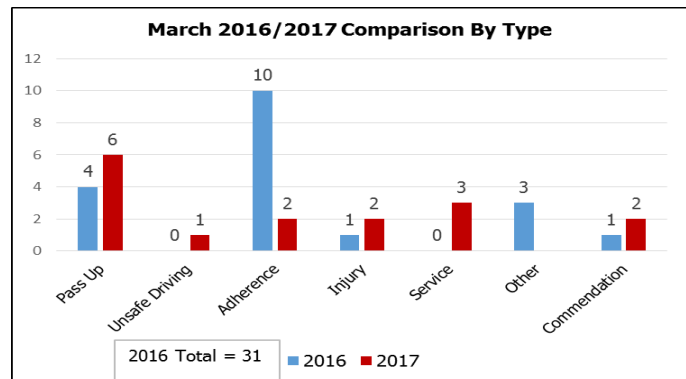
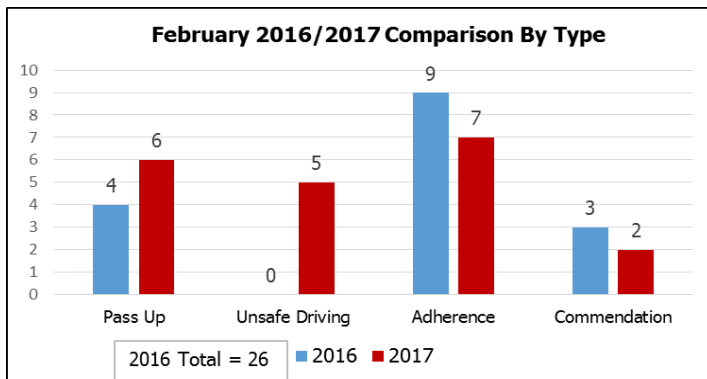
Chart reflects types of comments .



For the month of March 2017, total comments system-wide was 27. MV received 5, ALC 3 and RTD 19. This is a decrease of 8 from February 2017. Additionally, this is a decrease of 4 from March 2016.

For March 2017, there was a total of 2 commendations, one for RTD and one for ALC. This is the same amount as February 2017 and one more from March 2016.

Chart reflects types of comments .



POLICE ACTIVITIES (FEBRUARY)

Officer Tran worked 14 days; Officer Butcher worked 22 days; Officer Rust worked 14 days. Their production statistics for February are listed below:

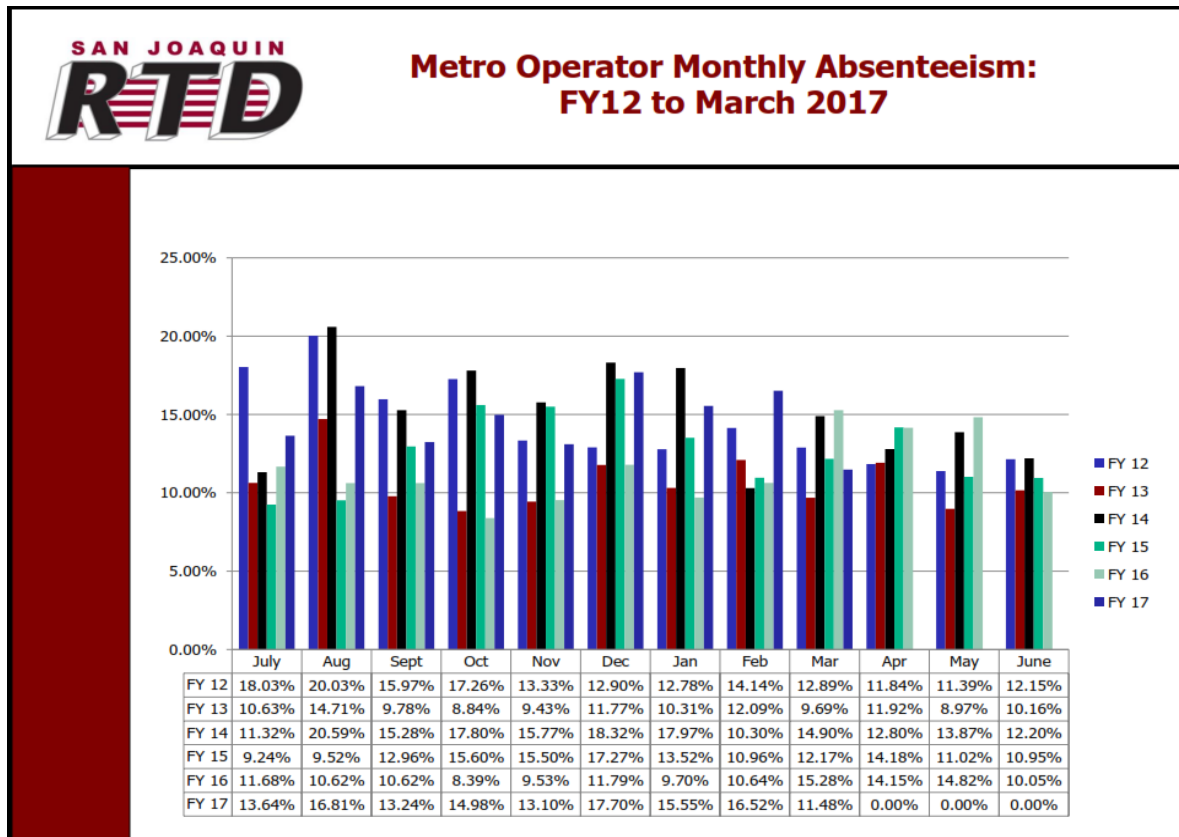
Type of Report Filed	Quantity	Type of Report	Quantity	Type of Report Filed	Quantity
Felony Arrests	2	Intoxication	0	Field Interviews	102
Warrants Arrests	7	Moving Citations	1	PC 640 Citations	64
Other Arrests	0	SMC Citations	2	Misdemeanor Arrests	5
Parking Citations	0	Traffic Citations	3	Abandoned Autos	0
Other Citations	0	Vehicles Towed	0	Self-Initiated Activity	0
Calls for Service	56	Weapons Seized	0		

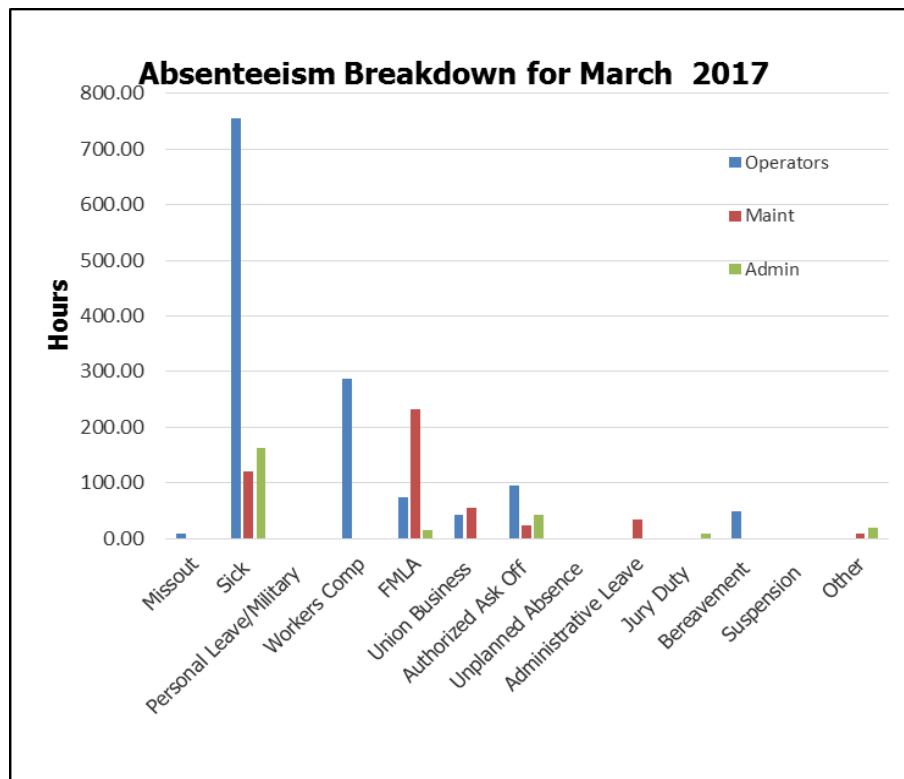
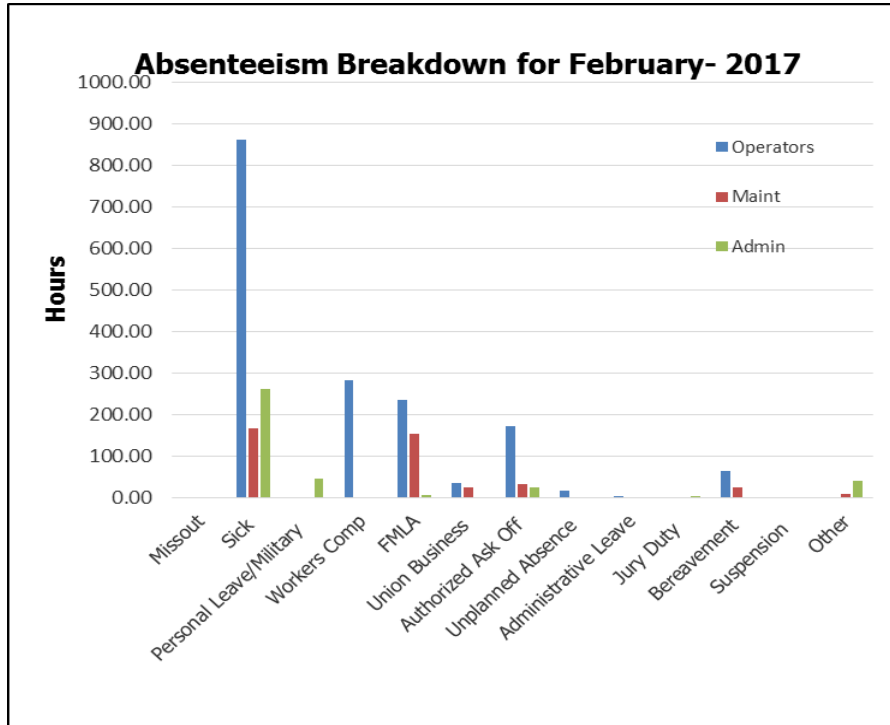
POLICE ACTIVITIES (MARCH)

Officer Tran worked 17 days; Officer Rust worked 14 days; Officer Butcher worked 23 days. Their production statistics for March are listed below:

Type of Report Filed	Quantity	Type of Report	Quantity	Type of Report Filed	Quantity
Felony Arrests	0	Intoxication	0	Field Interviews	205
Warrants Arrests	8	Moving Citations	2	PC 640 Citations	95
Other Arrests	0	SMC Citations	1	Misdemeanor Arrests	15
Parking Citations	1	Traffic Citations	2	Abandoned Autos	0
Other Citations	1	Vehicles Towed	1	Self-Initiated Activity	0
Calls for Service	67	Weapons Seized	0		

ABSENTEEISM REPORT





MEETINGS

RTD participates in conferences and meetings of the following committees and organizations:

- **Air Resources Board:** Donna DeMartino, CEO
- **American Bus Benchmarking Group (ABBG):** Donna DeMartino, CEO; Gloria Salazar, Deputy CEO; Nate Knodt, Director of Planning; Damaris Galvan, Service Development Manager
- **American Public Transportation Association (APTA):** Donna DeMartino, CEO; Gloria Salazar, Deputy CEO
- **Bus Coalition:** Donna DeMartino, CEO
- **California Transportation Association (CTA):** Donna DeMartino, CEO; Gloria Salazar, Deputy CEO; George Lorente, Grants Manager
- **California Association for Coordinated Transportation (CALACT):** Donna DeMartino, CEO
- **CALSTART:** Donna DeMartino, CEO; George Lorente, Grants Manager
- **Southern California Regional Transit Training Consortium (SCR TTC):** Donna DeMartino, CEO; Brad Menil, Superintendent—Operations
- **City of Stockton City Council:** Nate Knodt, Director of Planning
- **City of Stockton Mayor’s Task Force for Person with Disabilities:** Toan Tran, Mobility Manager
- **City of Stockton—RTD Joint Action Committee (JAC):** Donna DeMartino, CEO; Nate Knodt, Director of Planning
- **San Joaquin County Board of Supervisors:** Donna DeMartino, CEO; Nate Knodt, Director of Planning
- **San Joaquin County Smoking & Tobacco Outreach/Prevention Program (STOPP):** Nancy Antonio, Safety and Risk Specialist
- **San Joaquin Council of Governments (SJCOG) Board of Directors:** Donna DeMartino, CEO; Gloria Salazar, Deputy CEO; Nate Knodt, Director of Planning; George Lorente, Grants Manager
- **SJCOG Citizens Advisory Committee (CAC):** Nate Knodt, Director of Planning
- **SJCOG Interagency Transit Committee:** Nate Knodt, Director of Planning; George Lorente, Grants Manager
- **SJCOG Management & Finance Committee:** Donna DeMartino, CEO
- **SJCOG Technical Advisory Committee (TAC):** Nate Knodt, Director of Planning; George Lorente, Grants Manager
- **San Joaquin Regional Rail Commission (SJRR):** Donna DeMartino, CEO; Nate Knodt, Director of Planning
- **Amtrak San Joaquin Joint Powers Authority (AMTRAK SJ-JPA):** Nate Knodt, Director of Planning
- **Business Team San Joaquin:** Nate Knodt, Director of Planning
- **Greater Stockton Chamber of Commerce Business Education Alliance:**
- **Greater Stockton Chamber of Commerce Fresh Wellness Committee:** Nancy Antonio, Safety and Risk Specialist
- **San Joaquin Business Council:**
- **San Joaquin Partnership:**
- **Downtown Stockton Alliance (DS):** Nate Knodt, Director of Planning
- **University Neighborhood Renaissance Committee:** Nate Knodt, Director of Planning

*If you would like more information on any of these meetings please submit a request to BoardSupport@sanjoaquinRTD.com.

EVENTS

Chinese New Year

- RTD participated in Stockton's 49th annual Chinese New Year's Parade celebration on Sunday, March 5, in Downtown Stockton. This year is the "Year of the Rooster." Along with community members and local organizations, RTD celebrated with its "Celebrate Stockton" bus, Artie D., and employees in the parade. The parade began at Weber Point and ended at the Civic Auditorium.

Career Exploration Day

- RTD participated in Carrington College's Career Exploration Day on January 12, 2017. Customer Engagement Analyst Kelvin Cao attended to educate students and faculty about our services and programs.

Love You Baby

- It was all about love! Artie D. and Stockton Ports' Splash teamed up with Downtown Stockton Alliance to hand-out "Love You Baby" buttons at Janet Leigh Plaza in order to promote the Love you Baby Lunch, a Valentine's celebration for participating Downtown Stockton restaurants. One lucky person even won a free lunch.

RTD Night with the Heat

- On February 18, RTD employees and their families were invited to the Stockton Heat hockey game, "Covanta Easy Being Green Night," at the Stockton Arena. Artie D., our new Proterra electric bus, and the RTD commercial were featured during the hockey game. Transit Ambassadors were also present to assist guests with RTD route information and handed out giveaways.

REPORT: STATE/FEDERAL LEGISLATIVE REPORT UPDATE

UPDATED BY: JORDAN & ASSOCIATES

STATE REPORT



SB 1 Approved by Senate Committee

SB 1 cleared the Senate Governance and Finance Committee on March 8, and has been referred to the Senate Appropriations Committee. SB 1, introduced by Senator Jim Beall, provides \$6 billion per year for transportation infrastructure, including \$600 million each year for public transportation.

Effect on RTD: SB 1 would benefit RTD, given the \$600 million dedicated each year for public transportation. This funding increase is partially based on the auctioning of carbon emissions, which have been disappointing in the last year.

Governor Proposes Higher Gas Tax for Transportation Improvements

Governor Brown and state lawmakers released a plan on March 29 that would raise the state's gas tax to pay for highway and transit improvements. The legislation, called the Road Repair and Accountability Act of 2017, would generate \$5 billion annually to fix local streets, state highways, and transit infrastructure. Over the next 10 years, the plan would provide \$7.5 billion for public transportation improvements and would invest a total of \$52.4 billion in transportation projects.

California has not increased its gas tax in 23 years, yet the state's population has grown by eight million in the same time period. The proposal includes accountability provisions to ensure that funds can only be used for transportation. Since Governor Brown's initial proposal to use revenue from the state's cap-and-trade program has not generated the expected revenue, that approach was dropped in favor of the gas tax increase.

The Legislature must consider the bill by April 6, before they break for Spring Recess. It is unclear whether the Governor will be able to get the two-thirds vote in both houses of the Legislature to approve the new revenue sources.

The Road Repair and Accountability Act of 2017 has been folded into SB 1, introduced by Senator Jim Beall. The following provides a general summary of the funding under the bill:

Local Streets and Transportation Infrastructure (50 percent):

- \$15 billion in "Fix-it-First" local road repairs, including fixing potholes.
- \$7.5 billion to improve local public transportation.
- \$2 billion to support local "self-help" communities that are making their own investments in transportation improvements.
- \$1 billion to improve infrastructure that promotes walking and bicycling.

- \$825 million for the State Transportation Improvement Program contribution.
- \$250 million in local transportation planning grants.

State Highways and Transportation Infrastructure (50 percent):

- \$15 billion in "Fix-it-First" highway repairs, including smoother pavement.
- \$4 billion in bridge and culvert repairs.
- \$3 billion to improve trade corridors.
- \$2.5 billion to reduce congestion on major commute corridors.
- \$1.4 billion in other transportation investments, including \$275 million for highway and intercity transit improvements.

Constitutional Amendment to Ensure Accountability

The legislation includes a constitutional amendment to prohibit spending the funds on anything but transportation. The California Transportation Commission (CTC) is authorized to hold state and local governments accountable for making the transportation improvements they commit to delivering. The CTC is required to do the same for Caltrans funding.

The transportation package would raise the following revenue:

- \$7.5 billion by increasing diesel excise tax 20 cents.
- \$3.5 billion by increasing diesel sales tax to 5.75 percent.
- \$24.4 billion by increasing gasoline excise tax 12 cents.
- \$16.3 billion from an annual transportation improvement fee based on vehicle's value.
- \$200 million from annual \$100 Zero Emission Vehicle fee beginning in 2020.
- \$700 million in General Fund loan repayments.

The proposal includes the following transit-specific provisions:

- \$250 million a year by increasing the incremental sales tax on diesel fuel dedicated to the State Transit Assistance (STA) program another 3.5 percent.
- \$40 million a year for intercity passenger rail systems and commuter rail systems by increasing diesel fuel sales tax by .5 percent.
- Establish new "Transportation Improvement Fee" under Vehicle License Fee law that dedicates revenues toward the following:
 - \$105 million a year to the STA program for "State of Good Repair" projects.
 - \$245 million a year to the Transit and Intercity Rail Capital Program.
 - \$250 million a year for a new "Solutions for Congested Corridors Program," which would be available to the California Transportation Commission for a balanced set of transportation, environmental, and community access improvements including public transit projects.

The accelerated loan repayment from the General Fund to public transit would go to the Transit and Intercity Rail Capital Program. The proposal would provide funding for other multimodal programs that increase public transit use, including the following:

- \$200 million a year for the "State and Local Partnership Program" to reward self-help counties.
- \$110 million for the State Transportation Improvement Program.
- \$100 million for the Active Transportation Program to expand and improve bicycle and pedestrian facilities.
- \$2.5 million to fund planning grants to assist regions with developing and updating their Regional Transportation Plans and Sustainable Community Strategies.

The Governor's Office projects that the diesel sales tax increase would generate \$4.3 billion for the State Transit Assistance (STA) program over 10 years. The diesel sales tax is expected to generate \$440 million for intercity passenger rail and commuter rail systems over 10 years.

San Joaquin County is estimated to receive an increase of \$48 million in STA funds over the next 10 years. The San Joaquin Regional Transit District is estimated to receive an increase of \$5,979,012 over the next 10 years from the STA Program.

Estimates of the new funding available to regional entities, transit agencies, and intercity passenger rail and commuter rail systems can be found in the link below:

<https://caltransit.org/cta/assets/File/Combined%20Funding%20Charts%20-%20203-29-17.pdf>

Effect on RTD: The Road Repair and Accountability Act of 2017 would increase funding for transit using reliable revenue sources, as opposed to revenues from the cap-and-trade program. The proposal would benefit RTD due to increased revenues for transit.

FEDERAL REPORT

Trump Budget Seeks Massive Non-Defense Spending Cuts

The White House announced overall discretionary appropriations totals the first week of March that will appear in President Trump's first budget request for Fiscal Year (FY) 2018 later this year. The President will propose an immediate nine percent increase in defense spending offset by an aggregate eleven percent decrease in non-defense appropriations.

On February 27, newly confirmed White House Budget Director Mick Mulvaney announced that the Office of Management and Budget (OMB) had just sent "passback" budget totals for FY 2018 to federal agencies. The top line defense discretionary number is \$603 billion, which is a \$54 billion increase. The topline non-defense number will be \$462 billion, which is a \$54 billion savings. This is the largest proposed reduction since the early years of the Reagan Administration.

The Trump Administration's spending plan will require an amendment of the annual statutory caps on discretionary appropriations enacted in the Budget Control Act of 2011 before the appropriations bills can be signed into law. Unless the spending caps are amended, the administration will automatically order another round of across-the-board sequestration cuts and reduce defense spending back to the spending cap levels. The caps are already scheduled to decrease in 2018 by a combined \$5.2 billion below 2017 levels. The non-defense discretionary budget restrictions do not apply to Highway Trust Fund contract authority programs. The only account that will be affected within the Federal Transit Administration (FTA) budget is the Capital Investment Grants Program, known as New Starts/Small Starts. The Bus Discretionary Program will not be affected, nor will the Section 5337 Formula Program Funds be affected. The TIGER Program is highly unlikely to be included in the President's budget proposal, although Senate appropriators are expected to include funding in the FY 2018 spending bill.

A preliminary budget proposal was released the week of March 16. A more detailed budget proposal will not be submitted to Congress until sometime in May.

Effect on RTD: The drastic reduction in non-defense spending does not have an immediate effect on RTD, although the New Starts/Small Starts Program would likely be significantly decreased, affecting light rail and bus rapid transit projects that have a dedicated right of way.

President's Budget Proposes Cuts to Popular DOT Programs

The Trump Administration FY 2018 budget proposal released on March 16 recommends a 13 percent reduction in discretionary programs at the Department of Transportation as part of a strategy to increase defense spending by \$54 billion.

The release was an outline with more details coming in May. In its current form, the plan does not affect the mandatory side of the budget that provides 75 percent of DOT funding, such as formula programs funded by the Highway Trust Fund programs and the Airport Improvement Program at FAA.

The budget document provides no details about the administration's \$1 trillion infrastructure package, and White House Budget Director Mick Mulvaney remarked that real work on the issue would have to wait until after health care and tax reform were complete.

The FY 2018 budget would eliminate funding for the TIGER discretionary grant program, which received \$500 million in FY 2016. The Federal Transit Administration's Capital Investment Grant Program, also known as New Starts, would essentially be eliminated for any future fixed guideway projects, as funding would be limited to projects with existing full funding grant agreements. The list of New and Small Start projects that could be at risk if they do not have a Full Funding Grant Agreement (FFGA) can be seen here: <http://bit.ly/2mAT6Au> The White House budget would also end federal subsidies for virtually every Amtrak route outside the northeast corridor, as well as funding for the Essential Air Service, which subsidizes air service to underserved rural areas. It is not likely that Congress will eliminate the DOT programs in the Trump budget proposal, as they all have significant bipartisan support. However, the fact that they are funded by the General Fund (as opposed to the transportation trust funds) does make them vulnerable to reductions given the continued interest in deficit reduction without addressing entitlement programs.

Effect on RTD: The President's budget does not directly affect RTD, since the Section 5307 Urbanized Area Formula Program and the Section 5339 Bus and Bus Facilities Discretionary Grant Program are funded through the Highway Trust Fund. These revenues have contract authority, which means they are not dependent on general revenue funds or subject to the annual appropriations /budgetary process. The TIGER program would be eliminated but RTD has not applied for this grant program, due to the highly competitive nature. Trump's budget proposal would hurt transit agencies who are seeking funding through the New Starts program for light/heavy rail projects.

Transportation Programs Cut under President's Rescissions to Fiscal 2017 Spending

The President is proposing to immediately eliminate the \$500 million TIGER Program and cut \$400 million from the Federal Transit Administration's (FTA) New Starts program in the FY 2017 budget rescission proposal that he sent to Congress last Friday. Trump is looking for \$18 billion in non-defense discretionary reductions in FY 2017 to pay for proposed increases in defense spending for the last five months of the fiscal year.

The proposed cuts in transportation were not received well by Senate Transportation-HUD Appropriations Subcommittee Chairman Susan Collins (R-ME). Collins noted that negotiations were completed and that the proposed transportation cuts would affect important programs.

Effect on RTD: The President's proposed rescissions to the Fiscal 2017 budget would also not affect RTD, since the Federal Transit Administration formula and bus discretionary programs are funded through the Highway Trust Fund and therefore not funded from general revenues.

Trump Mentions Infrastructure in Address to Congress

President Trump told a joint session of Congress the week of March 3 that he would ask Members to approve a \$1 trillion infrastructure package, "financed through both public and private capital." No further details on the proposal were provided; however, the President said the core principles of the plan would be "buy American and hire American."

While eager to address the issue, congressional leaders are reticent to develop a plan of their own without hearing details from the White House first. A funding mechanism will be the greatest challenge, and there appears to be no consensus in Congress on how to pay for such a large proposal. In addition, there have been reports that the timing of an infrastructure plan could be delayed as late as 2018, as the Trump Administration focuses on repeal of the Affordable Care Act, immigration, and tax reform in 2017. In a related event, both Transportation Secretary Elaine Chao and House Transportation & Infrastructure Committee Chairman Bill Shuster (R-PA) addressed a group of mayors in Washington the first week of March and once again, neither could provide many details about an infrastructure plan. Chao noted that she "loves the TIGER discretionary grant program," which has been targeted for cuts by House Republicans in the past.

A government-wide effort kicked off the week of March 6 when White House National Economic Council Director Gary Cohn led a meeting with officials from 15 federal agencies and departments, pressing them to come up with answers to six planks for the infrastructure plan. They were told they need to identify new projects; find existing projects that need help with completion; identify policy, regulatory, and statutory issues that would need to be addressed; and finally, a way to pay for it all. The agencies that attended last week's meeting—working on issues such as transportation, housing and energy—are expected to continue meeting and planning; but the White House has not set any deadlines. White House officials envision that the projects could include building or rebuilding ports, roads, bridges, and airports; expanding access to broadband and expanding access to housing.

Effect on RTD: Stakeholders are preparing projects and policy issues they would like to have included in an infrastructure package. While the package may not be considered until 2018, RTD should prepare a list of projects that can be ready in the short term and another list of projects that will provide long-term economic gain to the region.

Infrastructure Deal Prospects Increase

Following the collapse in the House to pass the repeal and replacement of the Affordable Care Act, President Trump is now intent on regaining his footing by taking up tax reform and infrastructure investment together. The infrastructure package was expected to be set aside until the fall, but now this timeline could be accelerated as the President is eager to secure a victory. Since the House could not pass health care reform, there is plenty of room on the legislative agenda.

Transportation leaders think that handling both tax reform and an infrastructure package at the same time may be the best approach. Senate Commerce, Science and Transportation Committee Chairman John Thune (R-SD) suggested this approach could provide bipartisan interest in getting something done. Pairing the issue could get more Democrats on board with tax reform, while also convincing conservatives to vote for massive transportation spending.

President Trump is ready to deal with Democrats after being burned by the House Freedom Caucus, a group of ultra-conservative Republicans who did not vote for repeal and replacement of the health care bill in the House. The President needs fast victories and infrastructure is something that is tangible and potentially bipartisan. House Transportation & Infrastructure Committee Chairman Bill Shuster (R-PA) is optimistic that President Trump could pass an infrastructure package this year. Representative Shuster has the ability to deal effectively with the President, since he was an early campaign supporter and has been talking to President Trump about airports and infrastructure long before he ran for President.

Effect on RTD: The consideration of an infrastructure package by Congress provides an opportunity to increase funding for federal transit programs, particularly for buses. RTD should meet with the congressional delegation over the Easter Recess to advocate for the need for increased transit funding in an infrastructure package.

Congressional Committees Continue to Examine Infrastructure Needs

The Senate Transportation Appropriations Subcommittee held a hearing on March 8 to explore the state of transportation infrastructure and potential funding and financing options. Witnesses included highway and aviation trade groups, as well as the U.S. Chamber of Commerce and Transportation for America. Subcommittee Chair Susan Collins (R-ME) noted that the Department of Transportation's (DOT) *Conditions and Performance Report* identified an \$836 billion backlog of unmet needs for highways and bridges. In order to address the backlog and meet future needs over the next two decades, a 36 percent increase in spending is needed. Chair Collins said she wants to look at all potential revenue sources and that the biggest task is to figure out how to pay for it. Ranking Subcommittee Member Jack Reed (D-RI) emphasized that current federal funding levels are insufficient and that he does not want massive tax incentives for the private sector.

All of the surface transportation-related witnesses agreed that any infrastructure package must focus on direct funding rather than on Federal financing support, since financing tools that leverage existing revenue streams (such as user fees and taxes) are typically not viable for most transportation projects. Witnesses repeatedly stated that private financing of transportation projects should be one of the tools in a tool box, not the only tool. The witnesses agreed that additional revenue is needed to support current spending levels and laid out three scenarios for when revenues from the Highway Trust Fund (HTF) run out:

- Provide additional General Fund transfers to the HTF in order to maintain the current level of investment and prevent a dramatic drop.
- Provide additional receipts to the HTF by adjusting existing revenue mechanisms or implement new sources of revenue.
- Reduce federal highway obligations supported by the HTF by 40 percent in FY 2021 and beyond, and reduce federal transit obligations supported by the HTF by 100 percent for three years.

A link to a video of the subcommittee hearing and statements from witnesses can be found here:

<http://bit.ly/2ILQ296>

Effect on RTD: Congress is wrestling with how to pay for increases in transportation infrastructure. RTD should advocate for increases in the federal transit program, particularly for bus programs that will benefit RTD.

Infrastructure Bills Introduced in House

House Transportation & Infrastructure (T&I) Committee Ranking Member Peter DeFazio (D-OR) introduced legislation (HR 1664) on March 22 that would increase funding for federal highway and transit programs by 30 percent, or about \$500 billion. It would be achieved by increasing the federal gasoline tax by about a penny annually.

The measure would index the federal gasoline and diesel tax to the National Highway Construction Cost Index and Corporate Average Fuel Economy standards and the increase would be capped at 1.5 cents annually. Congress has not increased the 18.4-cents federal gas tax since 1993, resulting in a 40 percent reduction in its purchasing power. The Highway Trust Fund is slated to become insolvent in 2020, unless Congress finds a solution.

To finance the additional investment, the bill authorizes the U.S. Treasury Department to issue 30-year "Invest in America Bonds" annually through 2030, with each bond being repaid at the end of its 30-year term using revenue from indexing the gasoline tax. The proceeds from the bond sales would be deposited into the Highway Trust Fund, and the revenues would be allocated under current highway and transit programs.

Representative DeFazio noted that his legislation is similar to actions taken by 17 states since 2013 to increase their gas taxes, including variable rate taxes that are linked to inflation, fuel prices, or fuel efficiency.

T&I Committee Chairman Bill Shuster (R-PA) was noncommittal about Representative DeFazio's bill, saying he does not yet have a preference on how to fund the President's infrastructure proposal. House Speaker Paul Ryan (R-WI) has shown no support for a gas tax increase. A link to the legislation and summary can be found on the T&I Committee website at: <http://bit.ly/2nkWZNQ>

Meanwhile, Representative John Delaney (D-MD) introduced two bills this week with Republican co-sponsors that would bring overseas corporate income back to the United States to help finance new infrastructure projects. The Partnership to Build America Act, which has Representative Rodney David (R-IL) as a co-sponsor, creates an American Infrastructure Fund (AIF), which would finance a broad range of infrastructure projects. The Fund would be capitalized through a one-time bond sale to U.S. corporations who could repatriate a portion of their international earnings. Highlights of the proposal include the following:

- Transportation, energy, communications, water, and education projects are eligible to receive AIF financing.
- Thirty-five percent of AIF-supported projects are required to have at least ten percent of their financing be private debt or equity.
- The AIF will be capitalized by \$50 billion in infrastructure bond sales and leveraged at a 15:1 bond ratio to provide up to \$750 billion in loans or guarantees.
- AIF bonds would have a 50-year term, pay a one percent fixed rate return and not be guaranteed by the federal government.
- U.S. companies would be allowed to repatriate a certain amount of their overseas earnings tax free for every \$1.00 they invest in the bonds.

Representative Delaney also introduced a bill with Representative Ted Yoho (R-FL) that would tax overseas corporate income at 8.75 percent instead of the current thirty-five percent rate. Known as the Infrastructure 2.0 Act, the bill would raise \$195 billion for the AIF and the Highway Trust Fund. Specifically, the bill would do the following:

- Raise \$120 billion to fund the Highway Trust Fund for six years.
- Raise \$50 billion to capital the AIF.
- Raise \$25 million for a pilot program to create regional infrastructure accelerators.

Chairman Shuster has opposed Representative Delaney's proposals in the past, since they rely on the creation of an infrastructure bank, which Chairman Shuster believes would lead to more federal bureaucracy and fund projects beyond surface transportation.

A link to a press release and the legislation can be found at:

<http://bit.ly/2oe5Xd4>

Effect on RTD: The infrastructure bills introduced in the House recently would benefit RTD through significantly increased public transit funding.

Engineers Give Nation's Infrastructure a Grade of D+

The American Society of Civil Engineers (ASCE) released a report on March 8 that gave an overall grade of D+ for infrastructure. Transit systems declined from a D to a D-minus. The benchmark report, which is released every four years, said it will take almost \$4.6 trillion over the next eight years to bring all those systems up to an acceptable standard.

While transit systems carried 10.5 billion trips in 2015, chronic underfunding and aging infrastructure have led to a \$90 billion repair bill. The report noted that many transit systems are experiencing ridership demand beyond what the systems were designed for, creating tension between the ability to expand to meet demand and the need to maintain the existing system. A transit system's condition

closely correlates to ridership and financial strength. When transit becomes unreliable, fewer people continue to use it, creating a chain effect of lost support in fares and, over time, less investment in the system due to lower ridership.

A link to the full ASCE report can be found here:
<http://www.infrastructurereportcard.org/>

A link to the transit section of the ASCE report can be found here:
<http://www.infrastructurereportcard.org/wp-content/uploads/2017/01/Transit-Final.pdf>

Effect on RTD: The ASCE report provides useful information for RTD to use in congressional delegation meetings in advocating for federal transit program increases.

Senate Unanimously Passes Legislation to Repeal Metropolitan Planning Organization (MPO) Consolidation Rule

On March 8, the Senate passed by unanimous consent legislation to repeal the December 2016 final rule from the U.S. DOT that would force many local MPOs in the same region to merge. The bill, S.496, introduced by Senator Tammy Duckworth (D-IL) stated:

The rule issued by the Federal Highway Administration and the Federal Transit Administration entitled "Metropolitan Planning Organization Coordination and Planning Area Reform" [81 Fed. Reg. 93448 (December 20, 2016)] shall have no force or effect, and any regulation revised by that rule shall be applied as if that rule had not been issued.

This issue was a personal priority for former Transportation Secretary Anthony Foxx, based on problems that he faced when dealing with surrounding jurisdictions as Mayor of Charlotte, North Carolina. The rule was broadly unpopular with MPOs and other stakeholders during the public comment period with only sixteen commenters supporting the rule while 299 opposed it.

The path forward for repeal legislation in the House is unclear, but the House Transportation and Infrastructure Committee will probably mark up the legislation in committee sometime in March. At that point, any bill which could get unanimous consent in the Senate and which is supported by House Republican leaders is a good candidate for the "suspension of the rules" procedure on the House floor, an expedited process which requires a two-thirds vote of the whole House. Representative Jeff Denham is a co-sponsor of the companion House bill, H.R. 1346.

Effect on RTD: The San Joaquin Council of Governments was strongly opposed to the MPO rule; however, it is unclear whether the rule would have directly affected RTD.

House Panel Approves Bill Repealing Metropolitan Planning Rule

The House Transportation & Infrastructure (T&I) Committee easily approved H.R. 1346 this week, which would repeal a December 2016 Department of Transportation rule pushed by former Secretary Anthony Foxx requiring metropolitan planning organizations (MPOs) to consolidate across state lines. H.R. 1346 was introduced by U.S. Rep. Daniel Lipinski (D-IL); Chicago's MPO reportedly would have been required to merge with Indiana and Wisconsin planning organizations, creating a MPO bigger than Massachusetts with 11 million people.

Both T&I Chairman Bill Shuster (R-PA) and Ranking Minority Member Peter DeFazio (D-OR) said the MPO rule exceeded statutory requirements and was contrary to Congressional intent. Repealing the rule will ensure local transportation investment decisions remain with local planning authorities. The rule was widely panned by local planning organizations, who commented that the rule would not strengthen coordination efforts beyond current practices.

The bill sailed easily through full committee by voice vote and now heads to the House floor. H.R. 1346 has strong Democratic and Republican support and could be considered shortly. The Senate passed similar legislation (S.496) on March 8 by unanimous consent.

A link to H.R. 1346 can be found here:

<https://www.congress.gov/115/bills/hr1346/BILLS-115hr1346ih.pdf>

Effect on RTD: The San Joaquin Council of Governments was strongly opposed to the MPO rule; however, it is unclear whether the rule would have directly affected RTD.

President Trump Announces Deputy Secretary of Transportation

President Trump announced on March 7 that he will nominate former U.S. DOT General Counsel Jeffrey A. Rosen to serve as Deputy Secretary of Transportation. The Deputy Secretary acts as the Chief Operating Officer of the Department and makes sure that the Administration's policy is implemented properly.

Mr. Rosen was the General Counsel at DOT from December 2003 to June 2006. He was also Senior Policy Adviser at OMB from June 2006 to January 2009. Mr. Rosen was most publicly identified with Amtrak, having served as Secretary Mineta's designee on the Amtrak Board. In 2005, Rosen testified before Congress five times on Amtrak, intercity passenger rail, and rail safety technology. This means he served as the point person for the Bush Administration's aggressive ideas on Amtrak reform.

Derek Kan is reportedly expected to be nominated for Under Secretary of Transportation for Policy, the number three position at DOT. Mr. Kan is currently the Los Angeles-based general manager for Lyft and also serves as a member of the Amtrak Board of Directors. Mr. Kan is a former staffer for Senate Majority Leader Mitch McConnell (R-KY), having served as a policy advisor in the Leader's office from 2008 through 2010. Majority Leader McConnell is married to Secretary Elaine Chao.

Effect on RTD: RTD should schedule a meeting with Jeffrey Rosen once he is confirmed by the Senate, given his integral role at the Department.

INFORMATION ITEM: FINANCIAL REPORT

LEAD STAFF: RAVI SHARMA, FINANCE SUPERVISOR

DISCUSSION:

Finance staff will provide an update on the following:

- Revenue and Expense Summary
- Graph (Total YTD Expenses vs. Annual Budget)
- Graph (YTD Expenses Composition)
- Cash Flow Projection

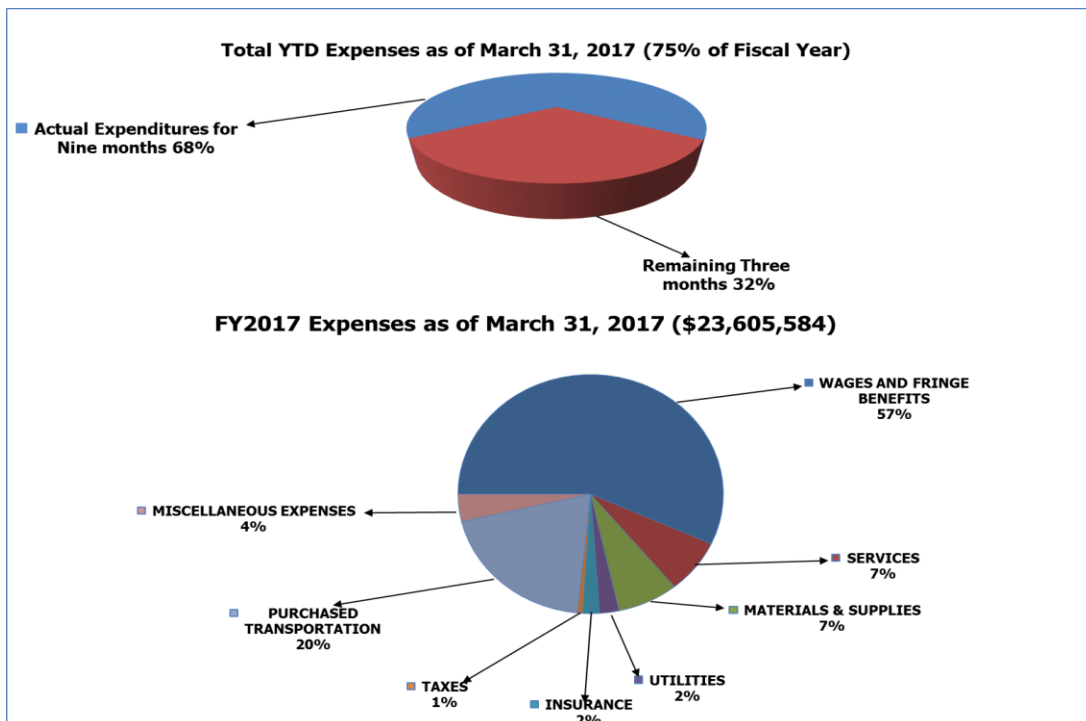
**San Joaquin RTD
 Revenue & Expense Summary
 Year to Date Comparison to Annual Budget
 For the Period Ending March 31, 2017
 (75% of Fiscal Year)**

	Annual Budget	Year to Date Amount (Accrual Basis)	Annual Budget Balance	% of YTD Amount vs. Annual Budget	Year to Date Amount (Cash Basis)
REVENUES					
PASSENGER FARES & SPECIAL FARES	4,430,792	2,850,615	1,580,177	64.34%	2,850,615
NON-TRANSPORTATION REVENUES	149,719	93,599	56,120	62.52%	93,599
FEDERAL GRANTS (5307)	4,675,445	3,506,583	1,168,862	75.00%	-
OTHER FEDERAL GRANTS	379,079	284,309	94,770	75.00%	-
PROPERTY TAXES	866,185	649,639	216,546	75.00%	516,762
TDA - STA	3,000,000	1,730,927	1,269,073	57.70%	-
TDA - LTF	14,706,057	11,208,456	3,497,601	76.22%	10,150,000
OTHER LOCAL GRANTS OPERATING	1,254,613	-	1,254,613	0.00%	-
LCTOP (State funding) low carbon	221,773	166,330	55,443	75.00%	221,773
MEASURE K	4,946,318	3,331,587	1,614,731	67.35%	3,331,586
TOTAL REVENUES	34,629,981	23,822,045	10,807,936	68.79%	17,164,336
EXPENSES					
WAGES AND FRINGE BENEFITS	18,931,947	13,414,372	5,517,575	70.86%	13,119,556
SERVICES	2,829,939	1,717,981	1,111,958	60.71%	1,590,195
MATERIALS & SUPPLIES	2,797,340	1,757,319	1,040,021	62.82%	1,680,105
UTILITIES	729,330	561,018	168,312	76.92%	529,664
INSURANCE	806,879	483,586	323,293	59.93%	665,064
TAXES	190,051	148,012	42,040	77.88%	148,012
PURCHASED TRANSPORTATION	7,073,500	4,651,143	2,422,357	65.75%	3,237,914
MISCELLANEOUS EXPENSES	1,270,995	872,153	398,842	68.62%	872,153
TOTAL EXPENSES	34,629,981	23,605,584	11,024,397	68.17%	21,842,664
Net Revenue (Deficit)		(0)	216,460.87		(4,678,329)

Funds Used to bridge the cash shortfall:

LOC

(4,678,329)



San Joaquin RTD Twelve Months Cash Flow Projection												
	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18
Beginning Cash Balance	1,643,589	0	0	0	0	0	0	2,099,834	2,224,030	1,320,702	215,588	235,434
Projected Cash Inflow	2,273,723	7,734,770	8,916,447	2,064,130	4,978,642	4,484,029	8,541,452	4,318,751	10,103,326	3,082,511	3,718,952	2,063,277
Cash Available	3,917,313	7,734,770	8,916,448	2,064,131	4,978,643	4,484,030	8,541,453	6,418,585	12,327,357	4,403,213	3,934,540	2,298,711
Projected Cash Outflow	5,242,269	7,734,770	9,840,583	3,342,695	4,978,642	4,484,029	6,441,619	4,194,555	11,006,655	4,187,625	3,699,106	3,790,533
Net Cash Available	(1,324,956)	0	(924,135)	(1,278,565)	0	0	2,099,834	2,224,030	1,320,702	215,588	235,434	(1,491,821)
Draw From Line of Credit	1,324,956	0	924,135	1,278,565	0	0	0	0	0	0	0	1,491,821
Balance	0	0	0	0	0	0	2,099,834	2,224,030	1,320,702	215,588	235,434	(0)
LOC Opening Balance	3,300,000	4,624,956	46,484	970,619	2,249,184	1,760,338	1,416,783	0	0	0	0	0
LOC advance	1,324,956	0	924,135	1,278,565	0	0	0	0	0	0	0	1,491,821
LOC Payoff	0	4,578,472	0	0	488,846	343,555	1,416,783	0	0	0	0	0
LOC Closing Balance	4,624,956	46,484	970,619	2,249,184	1,760,338	1,416,783	0	0	0	0	0	1,491,821
LOC Available	5,375,044	9,953,516	9,029,381	7,750,816	8,239,662	8,583,217	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	8,508,179
CASH INFLOW												
Fare Revenue	317,551	317,551	317,551	317,551	317,551	317,551	317,551	317,551	317,551	317,551	317,551	317,551
Advertising, Rental, Interest & Other Income	11,120	11,120	11,120	11,120	11,120	11,120	11,120	11,120	11,120	11,120	11,120	11,120
Federal 5307							4,675,445					
Federal-5311		359,782								359,782		
Property tax Revenue		866,185										
TDA-STA Operating						2,307,903						
TDA-STA Capital		388,798								388,798		
TDA-LTF	1,500,000	1,500,000	1,495,000	1,225,504	1,225,504	1,337,500	1,337,500	1,525,000	1,575,000	1,225,504	1,500,000	1,000,000
LCTOP			397,733									
Measure K		1,110,525			1,110,525			1,110,525			1,110,525	
Capital Echo Drawdown		1,746,000	4,990,665	423,005	423,005	423,005	1,157,611	1,157,611	6,272,394	734,606	734,606	734,606
Other Capital Receivable Collections	445,052	1,434,809	1,704,378	86,950	1,890,937	86,950	1,042,225	196,944	1,927,261	45,150	45,150	
Projected Cash Inflow	2,273,723	7,734,770	8,916,447	2,064,130	4,978,642	4,484,029	8,541,452	4,318,751	10,103,326	3,082,511	3,718,952	2,063,277
DRAW FROM LINE OF CREDIT	1,324,956	0	924,135	1,278,565	0	0	0	0	0	0	0	1,491,821
CASH OUTFLOW												
Payroll and Payroll Related Expenses	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000	1,725,000	1,150,000	1,150,000	1,210,000	1,150,000	1,150,000	1,150,000
Accounts Payable Check-runs	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000
Purchased Transportation Invoices	595,000	595,000	595,000	595,000	595,000	595,000	595,000	595,000	595,000	595,000	595,000	595,000
Qtrly Unemployment (EDD)		15,000			15,000			15,000			15,000	
Insurance Premiums - Prepaid	60,217									582,869	79,350	
Software Maintenance - Prepaid					350,000							
Capital Payments:												
Protterra Bus	1,896,587		5,720,035						4,034,187			
Protterra Charger			810,331		326,093							
Hopper Bus									3,230,000			
BRT IV & V	445,052	316,142	481,987	509,955	967,649	509,955	2,199,836	1,354,555	857,468	779,756	779,756	734,606
Line of Credit Interest	15,413	156	3,230	7,740	6,054	4,713	0	0	0	0	0	5,121
Line of Credit Payoff		4,578,472			488,846	343,555	1,416,783					
Measure K Interest to SJCOG						225,806						225,806
Projected Cash Outflow	5,242,269	7,734,770	9,840,583	3,342,695	4,978,642	4,484,029	6,441,619	4,194,555	11,006,655	4,187,625	3,699,106	3,790,533

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE SAN JOAQUIN REGIONAL TRANSIT DISTRICT
FRIDAY, FEBRUARY 17, 2017

The Board of Directors of the San Joaquin Regional Transit District (RTD) held a Regular Meeting at 10:00 a.m. on Friday, February 17, 2017, in the Boardroom of RTD's Downtown Transit Center, 421 East Weber Avenue, Stockton, California.

1. CALL MEETING TO ORDER Chair Michael Restuccia called the meeting to order at 10:02 a.m.
2. MOMENT OF SILENCE/REFLECTION
3. PLEDGE OF ALLEGIANCE TO THE FLAG
4. SAFETY ANNOUNCEMENT
5. ROLL CALL Present: Les Fong
Joni Bauer
Balwinder Singh
Michael Restuccia

Absent: Gary Giovanetti

Staff Present

Donna DeMartino, Chief Executive Officer
Gloria Salazar, Deputy CEO
Wendell Krell, Director of Facilities
Kent Bradbury, Legal Counsel
Al Hoslett, RTD Legal Counsel
Nancy Braxton, Executive and Board Support Analyst
Merab Talamantes, Executive and Board Support Analyst
Moorea Warren, Customer Engagement Manager
Brad Menil, Superintendent Operations
Sharon Miller, Director of Procurement
George Lorente, Grants Manager
LaShonda Nelson, Transportation Supervisor
Sunny Pannu, Human Resources Specialist
Bee Thao, Part-time Human Resources Office Assistant I
Terry Williams, Marketing Manager
Roberta Paoletti, Customer Information Supervisor
Melissa Comages, Senior Accountant Payroll
Pinky Acosta, Accountant I
Darla Smith, Superintendent Facilities
Damaris Galvan, Service Development Manager
Ericka Rocha, Human Resources Senior Specialist
Angela Chang, Marketing – Graphic Design Analyst
Brandon Vales, Contracts Analyst
Holly Cosio, Accountant I
Virginia Alcayde, Director of Finance
Kelvin Cao, Customer Engagement Analyst
Sharlene Torres, Sr. Administrative Assistant

Members of the Public Who Indicated They Were Present

Jim Paice	Jessie Lopez
Paul Ortega	Deborah Gurley
Greg Aghazarian	Alan Wagner

6. SPECIAL PRESENTATIONS

A. EMPLOYEES OF THE MONTH

Special recognition was given to Paul Ortega, MV Employee of the Month for December 2016.

B. EMPLOYEES OF THE YEAR 2016

Special recognition was given Mechanic A William Dickerson, Maintenance Employee of the Year; Coach Operator Marjorie Holman, Transportation Employee of the Year; and Human Resources Specialist Sunny Pannu, Administration Employee of the Year.

Deputy CEO Gloria Salazar was presented with the John Lopez Inspirational Award.

7. PUBLIC COMMENT

Jessie Lopez requested that BRT updates be included in each board packet to keep the public informed.

Alan Wagner, President, ATU Local 276, congratulated the Employees of the Month, Employees of the Year, and Gloria Salazar on her John Lopez Inspirational Award. He also expressed concerns with the absenteeism report and CalPERS medical benefits. The Union employees would like to keep CalPERS for medical benefits.

8. REPORTS

A. MV REPORT

On behalf of General Manager Susanna Sanchez, MV Operations Manager Jim Paice reported on MV's safety meeting for last month, which included slips, trips, and falls. MV is currently training new employees, the new training class will start on February 27th. MV was recently audited by RTD and no deviations were found. This month MV is featuring a nacho bar in the Saturday safety meeting scheduled for tomorrow.

B. CHIEF EXECUTIVE OFFICER REPORT

- Last week RTD was very pleased and proud to host a Regional Transportation Tour. We took local elected officials from various different jurisdictions throughout the County on a tour. The guests were able to ride our bus, meet our mascot, and hear about San Joaquin Regional Transit District and the work we do in our community.
- As a reminder, Saturday night we have our employee night out at the Stockton Heat hockey game. If you haven't made arrangements for Saturday we would love to have you come to the game.
- Deborah Gurley received a letter from President Barack Obama that she would

like to share with RTD. CEO Donna DeMartino asked Deborah Gurley to stand while she read the letter from the President, recognizing her efforts in the community.

C. STATE/FEDERAL LEGISLATIVE REPORT UPDATE
The CEO provided a written report to the Directors in the Board package.

D. FINANCIAL REPORTS
Director of Finance Virginia Alcaide provided a written report to the Directors in the Board package.

Chair Restuccia asked Ms. Alcaide to provide a spreadsheet that shows a twelve month rolling period of cash flow so the Board can see the projections over time. Ms. Alcaide will provide the Board with the information as requested.

9. INFORMATION ITEMS

A. UPDATE ON CUSTOMER ENGAGEMENT DEPARTMENT
Deputy CEO Gloria Salazar and Customer Engagement Manager Moorea Warren provided an update to the Board on the Customer Engagement Department.

B. UPDATE ON THE FINDINGS OF THE FY 2016 UNMET TRANSIT NEEDS PUBLIC HEARINGS
Director of Planning Nate Knodt provided the Board an update on the findings of the FY 2016 UNMET Transit Needs Public Hearings.

Director Singh stated that he rides the commuter routes 163 and 165. Director Singh would like to know if there's system in place to review the commuter routes and to improve upon those commuter routes. Nate Knodt informed Director Singh that he often rides the commuter routes and speaks to as many customers as he can on those routes to analyze those routes for review and improvement.

C. UPDATE ON EEO REPORT
Legal Counsel Kent Bradbury provided the Board with an update on the EEO Report

10. CONSENT CALENDAR

Chair Restuccia asked that Item 10B be removed from the Consent Calendar and that Item 10E be moved to the Closed Session. He would like more information on item 10B, approving the submission of the RTD Solar Energy Project as a Regional Priority Project for the San Joaquin One Voice 2017 Federal Legislative Agenda, before approving. Chair Restuccia then asked for approval of the remaining items on the Consent Calendar.

A. RESOLUTION NO. 5689
RESOLUTION APPROVING MINUTES OF THE JANUARY 20, 2017, REGULAR BOARD OF DIRECTORS MEETING

ACTION: MOTION: DIRECTOR SINGH

SECOND: DIRECTOR FONG

Roll Call:

AYES: Bauer, Fong, Singh, Restuccia

NAYES: ABSTAIN: ABSENT: Giovanetti

- C. RESOLUTION NO. 5690
RESOLUTION APPROVING AMENDMENT NO. 1 TO THE CONTRACT WITH THE LAW OFFICES OF AL WARREN HOSLETT

ACTION: MOTION: DIRECTOR SINGH SECOND: DIRECTOR FONG
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

- D. RESOLUTION NO. 5691
RESOLUTION APPROVING AMENDED AND RESTATED EMPLOYMENT CONTRACT OF THE CHIEF EXECUTIVE OFFICER (CEO)

ACTION: MOTION: DIRECTOR SINGH SECOND: DIRECTOR FONG
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

Chair Restuccia moved Item 10E to Closed Session.

- F. RESOLUTION NO. 5692
RESOLUTION APPROVING THE COMMUTER FARE INCREASE AND SERVICE MODIFICATIONS

ACTION: MOTION: DIRECTOR SINGH SECOND: DIRECTOR FONG
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

With respect to Item B, on the Consent Calendar, Chair Restuccia asked Grants Manager George Lorente to give a brief summary of this matter for a better understanding of the project. George Lorente stated that every year RTD has the opportunity to submit a high priority project for the One Voice trip to discuss with the Federal Transit Administrations (FTA) to find out about grant opportunities and to inform the legislature of the project. This project is a solar power project that will allow RTD to install solar energy at all RTD facilities to reduce operating costs, provide clean energy for our facilities, and most importantly support our electric buses. This is an opportunity to save significant cost on demand charges when we charge the buses at certain times. By producing our own energy, we would be able to offset some of those costs. This is a very large scale project that will most likely need to be implemented in phases. Chair Restuccia asked if there is funding for these types of projects. George Lorente responded that there is funding for these projects, on the State and Federal level. Director Fong stated that he has been researching projects like this and there is a big push from the Federal Government and the California Air Resources Board in support of green technology. It seems that all the grant monies are going toward green technology. This is a great project and would benefit to RTD.

Chair Restuccia called for a motion to approve item 10B.

- B. RESOLUTION NO. 5693
RESOLUTION APPROVING THE SUBMISSION OF THE RTD SOLAR ENERGY PROJECT AS A REGIONAL PRIORTIY PROJECT FOR THE SAN JOAQUIN ONE VOICE 2017 FEDERAL LEGISLATIVE AGENDA

ACTION: MOTION: DIRECTOR RESTUCCIA SECOND: DIRECTOR FONG
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

11. ACTION ITEMS

- A. RESOLUTION NO. 5696
RESOLUTION AWARDING A CONTRACT TO FASTENAL COMPANY FOR THE PURCHASE OF MAINTENANCE SHOP SUPPLIES, UNDER A THREE YEAR CONTRACT TERM WITH TWO ONE-YEAR OPTIONS, FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$468,622.45

ACTION: MOTION: DIRECTOR FONG SECOND: DIRECTOR BAUER
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

- B. RESOLUTION NO. 5694
RESOLUTION APPROVING A MEMORANDUM OF UNDERSTANDING (MOU) BY AND BETWEEN SAN JOAQUIN REGIONAL TRANSIT DISTRICT (RTD) AND THE COUNTY OF SAN JOAQUIN

ACTION: MOTION: DIRECTOR SINGH SECOND: DIRECTOR FONG
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

- C. RESOLUTION NO. 5695
RESOLUTION APPROVING AN AGREEMENT FOR PROVISION OF HEARING OFFICER SERVICES FOR ADMINISTRATIVE SERVICES

ACTION: MOTION: DIRECTOR FONG SECOND: DIRECTOR SINGH
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

12. QUESTIONS AND COMMENTS FROM DIRECTORS
Director Singh stated that he would like to congratulate Deputy CEO Gloria Salazar on her receiving the John Lopez award.

13. CLOSED SESSION

Chair Restuccia announced that the Board would recess to Closed Session to discuss the following matters:

A. LABOR NEGOTIATIONS

1. Conference with Labor Negotiator
Agency Negotiator: Donna DeMartino, CEO
Employee Organization: Amalgamated Transit Union, Local 276

- B. CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION
[Paragraph (1) of subdivision (d) of Government Code, Section 54956.9]:
San Joaquin Regional Transit District vs. DSS-2731 Myrtle LLC, et al., San Joaquin Superior Court Case No. 39-2010-00252684-CU-EI-STK

- C. CONFERENCE WITH REAL PROPERTY NEGOTIATORS
RTD Negotiator: Donna DeMartino, CEO

1. Property: 1704 East Fremont Street, Stockton, CA
Negotiating Party: Dr. Rami Georgies, Buyer
Under Negotiation: Sale of Real Property, including price and terms of payment

2. Property: 1505 South Union St., Stockton, CA
Negotiating Party: Kevin Dougherty, for property owner
Under Negotiation: Purchase of Real Property, including price and terms of payment

D. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Title: Chief Executive Officer

Upon returning from Closed Session, Chair Restuccia announced that the Board had taken the following action in Closed Session:

1. In connection with the sale by RTD of the real property located at 1704 East Fremont Street, Stockton, California, the following resolution was adopted:

RESOLUTION NO. 5698
RESOLUTION APPROVING OFFER AND AGREEMENT FOR
SALE OF REAL PROPERTY AND AUTHORIZING ITS EXECUTION

ACTION: MOTION: DIRECTOR FONG SECOND: DIRECTOR BAUER
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

2. In connection with the purchase of the real property located at 1505 South Union Street, Stockton, California, the following resolution was adopted:

RESOLUTION NO. 5699
RESOLUTION APPROVING AND AUTHORIZING EXECUTION
OF AGREEMENT TO PURCHASE REAL PROPERTY FROM UNION STREET
PROPERTIES AND AUTHORIZING ACCEPTANCE OF DEED

ACTION: MOTION: DIRECTOR FONG SECOND: DIRECTOR SINGH
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

3. In connection with the following described pending litigation, San Joaquin Regional Transit District vs. DSS-2731 Myrtle LLC, et al., San Joaquin Superior Court Case No. 39-2010-00252684-CU-El-STK, the following resolution was adopted:

RESOLUTION NO. 5700
RESOLUTION APPROVING A SECOND AMENDMENT TO THE CONTRACT OF FREEMAN
FIRM FOR ON-CALL LEGAL SERVICES IN AN AMOUNT NOT TO EXCEED \$50,000.00
FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$300,000.00

ACTION: MOTION: DIRECTOR FONG SECOND: DIRECTOR SINGH
Roll Call:
AYES: Bauer, Fong, Restuccia, Singh NAYES: ABSTAIN: ABSENT: Giovanetti

14. ADJOURNMENT

Chair Restuccia adjourned the meeting at 12:40 p.m.

RESOLUTION NO: _____
DATED: APRIL 14, 2017

RESOLUTION APPROVING THE BOARD MINUTES OF THE
REGULAR MEETING OF FEBRUARY 17, 2017

RESOLVED AND ORDERED by the Board of Directors of the San Joaquin
Regional Transit District that the minutes of the Regular Meeting of February 17, 2017, be approved.

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS
OF THE SAN JOAQUIN REGIONAL TRANSIT DISTRICT
SATURDAY, MARCH 25, 2017

The Board of Directors of the San Joaquin Regional Transit District (RTD) held a Special Meeting at 8:00 a.m. on Saturday, March 25, 2017, in the Boardroom of RTD's Downtown Transit Center, 421 East Weber Avenue, Stockton, California.

1. CALL MEETING TO ORDER Chair Michael Restuccia called the meeting to order at 8:03 a.m.

2. ROLL CALL Present: Les Fong
Joni Bauer
Balwinder Singh
Michael Restuccia
Gary Giovanetti

Absent:

Staff Present

Donna DeMartino, Chief Executive Officer
Gloria Salazar, Deputy CEO
Kent Bradbury, Legal Counsel
Al Hoslett, RTD Legal Counsel
Nancy Braxton, Executive and Board Support Analyst
George Lorente, Grants Manager

Members of the Public Who Indicated They Were Present

Cathy Rivas Amar Singh
Thomas Freeman Alan Wagner
LaRita Jackson
Nakia Foster

3. PUBLIC COMMENT

Nakia Foster expressed concerns about service hours. She feels that the service hours should be extended to accommodate customers who need the service during the evening hours. She also has concerns about the Information Clerk position that has become available; she would like to make sure the position is given to a Union employee.

Alan Wagner, President, ATU Local 276, requested that all the backup information for this meeting be sent to him. He also expressed concerns about the Store Keeper position, pillar safety and the number of incidents nationwide, weekend service hours needing to be extended, and CalPERS medical benefits.

Cathy Rivas expressed concerns with CalPERS medical benefits. She would like to keep CalPERS medical benefits for the Union employees.

Thomas Freeman expressed concerns with CalPERS medical benefits, the Information Clerk position, and negotiations between RTD and the Union.

4. INFORMATION ITEMS

- 1) Strategic Plan for FY 2018
- 2) Updates on RTD Projects/Initiatives
- 3) Funding Outlook

Chief Executive Officer Donna DeMartino gave an overview of the FY 2018 Strategic Plan.

CEO Donna DeMartino gave an overview of the current list of projects which include BRT IV and V, new electric buses, new commuter buses, Fare & Code of Conduct Enforcement, new Hoppers, replacing Pole-Mounted Passenger Information Displays, and the solar project.

Through a conference call, Chief Technology Officer Mike Thompson gave an overview of the current projects, radio upgrade, mobile ticketing pilot and roll-out, and next generation fare vending machines projects. Director Bauer would like to know how user friendly the new generation fare vending machines for individuals with disabilities, in particular blind customers. Mike Thompson responded that the new fare vending machines have a more streamlined interface that should be more user friendly for our disabled customers. Deputy CEO Gloria Salazar stated that there will be a demonstration next week to evaluate the fare vending machine product. She would like to extend the invitation to Director Bauer and some of the customers from the Community Center for the Blind to attend the demonstration. Director Singh would like to know if there is a dedicated safety team or committee that helps with these projects. CEO Donna DeMartino stated that there are two safety teams for RTD and there are Union employees that sit on these safety committees.

Deputy CEO Gloria Salazar gave an overview of last year's budget, the budget projections for this year, and the projections for next year.

5. CONSENT CALENDAR

Chair Restuccia recommended the approval of the Amended Conflict of Interest Code with the following change; the Disclosure Category assigned to the following positions, Chief Financial Officer, Director of Facilities, and the Director of Planning, be changed to Category 1.

- B. RESOLUTION NO. 5697
RESOLUTION APPROVING AND ADOPTING THE AMENDED CONFLICT OF INTEREST CODE,
ADOPTED MARCH 25, 2017, as amended

ACTION: MOTION: DIRECTOR SINGH
Roll Call:
AYES: Bauer, Fong, Singh, Restuccia

SECOND: DIRECTOR FONG

NAYES: ABSTAIN: ABSENT: Giovanetti

6. QUESTIONS AND COMMENTS FROM DIRECTORS

No comments or questions from the Directors

7. CLOSED SESSION

Chair Restuccia announced that the Board would recess to Closed Session to discuss the following matters:

A. LABOR NEGOTIATIONS

1. Conference with Labor Negotiator
Agency Negotiator: Donna DeMartino, CEO
Employee Organization: Amalgamated Transit Union, Local 276

B. CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION

- [Paragraph (1) of subdivision (d) of Government Code, Section 54956.9]:
San Joaquin Regional Transit District vs. DSS-2731 Myrtle LLC, et al., San Joaquin Superior Court Case No. 39-2010-00252684-CU-EI-STK

C. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

RTD Negotiator: Donna DeMartino, CEO

1. Property: 1704 East Fremont Street, Stockton, CA
Negotiating Party: Dr. Rami Georgies, Buyer
Under Negotiation: Sale of Real Property, including price and terms of payment
2. Property: 1505 South Union St. Parcel, Stockton, CA
Negotiating Party: Kevin Dougherty, for property owner
Under Negotiation: Purchase of Real Property, including price and terms of payment

Upon returning from Closed Session, the Chair announced that no action had been taken in Closed Session

8. ADJOURNMENT

Chair Restuccia adjourned the meeting at 12:33 p.m.

RESOLUTION NO: _____
DATED: APRIL 14, 2017

RESOLUTION APPROVING THE BOARD MINUTES OF THE
SPECIAL MEETING OF MARCH 25, 2017

RESOLVED AND ORDERED by the Board of Directors of the San Joaquin
Regional Transit District that the minutes of the Special Meeting of March 25, 2016, be approved.

RECOMMENDATION: **AUTHORIZE THE EXECUTION OF THE CERTIFICATIONS AND ASSURANCES FOR THE FY 2017 LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP)**

LEAD STAFF: **GEORGE LORENTE, GRANTS MANAGER**

BACKGROUND:

The Low Carbon Transit Operations Program (LCTOP) is one of several programs funded as part of the State of California budget (by Senate Bill 852 and Senate Bill 862), which has a goal of reducing greenhouse gas emissions and achievement of other benefits. These programs are funded by auction proceeds from the California Air Resource Board's (ARB) Cap-and-Trade Program, with proceeds deposited into the Greenhouse Gas Reduction Fund (GGRF).

Senate Bill 862 continuously appropriates five percent of the annual auction proceeds in the Greenhouse Gas Reduction Fund (GGRF) for LCTOP beginning in FY 15/16. The LCTOP was created to provide operating and capital assistance for transit agencies to reduce greenhouse gas emissions and improve mobility, with a priority on serving disadvantaged communities. The California Department of Transportation (Caltrans) administers such funds in the Low Carbon Transit Operations Program (LCTOP).

DISCUSSION:

In order to finalize the application process, RTD will submit all applicable and required documentation to receive operational funding, including the required certifications and assurances.

RESOLUTION NO. _____
DATED: APRIL 14, 2017

RESOLUTION AUTHORIZING THE EXECUTION OF THE CERTIFICATIONS AND ASSURANCES FOR THE FY
2017 LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP)

WHEREAS, the San Joaquin Regional Transit District (RTD) is an eligible project sponsor and may receive state funding from the Low Carbon Transit Operations Program (LCTOP) now or sometime in the future for transit projects; and

WHEREAS, the statutes related to state-funded transit projects require a local or regional implementing agency to abide by various regulations; and

WHEREAS, Senate Bill 862 (2015) named the Department of Transportation (Department) as the administrative agency for the LCTOP; and

WHEREAS, the Department has developed guidelines for the purpose of administering and distributing LCTOP funds to eligible project sponsors (local agencies); and

WHEREAS, San Joaquin Regional Transit District will proceed to formally request funds for the purposes stated on this report contingent upon the approval of the LCTOP allocation by the San Joaquin Council of Governments (SJCOG) on March 23, 2017; and

WHEREAS, the San Joaquin Regional Transit District wishes to delegate authorization to finalize and execute these documents and any amendments thereto to the Chief Executive Officer (CEO) or designee.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the San Joaquin Regional Transit District:

1. That the fund recipient agrees to comply with all conditions and requirements set forth in the Certification and Assurances document and applicable statutes, regulations and guidelines for all LCTOP funded transit projects.
2. That the CEO or designee be authorized to finalize and execute all required documents of the LCTOP program and any Amendments thereto with the California Department of Transportation.

AMENDED

RECOMMENDATION: **AUTHORIZE THE SUBMISSION OF THE FY 2017 LOW CARBON TRANSIT OPERATIONS PROGRAM TO OBTAIN FINANCIAL ASSISTANCE FOR METRO HOPPER EXPANSION FOR \$221,773.00 AND BRT IV EXPANSION FOR \$175,970.00 – MLK CORRIDOR PROJECTS**

LEAD STAFF: **GEORGE LORENTE
GRANTS MANAGER**

FINANCIAL IMPACT: **\$397,743**

BACKGROUND:

The Low Carbon Transit Operations Program (LCTOP) is one of several programs funded as part of the State of California budget (by Senate Bill 852 and Senate Bill 862), which has a goal of reducing greenhouse gas emissions and achievement of other benefits. These programs are funded by auction proceeds from the California Air Resource Board's (ARB) Cap-and Trade Program, with proceeds deposited into the Greenhouse Gas Reduction Fund (GGRF).

Senate Bill 862 continuously appropriates five percent of the annual auction proceeds in the Greenhouse Gas Reduction Fund (GGRF) for LCTOP beginning in FY 15/16. The LCTOP was created to provide operating and capital assistance for transit agencies to reduce greenhouse gas emissions and improve mobility, with a priority on serving disadvantaged communities. The California Department of Transportation (Caltrans) administers such funds in the Low Carbon Transit Operations Program (LCTOP).

DISCUSSION:

RTD will submit two project applications for FY17 LCTOP funding. The first application is for the Metro Hopper Expansion project for a total of \$221,773. This project will provide one year of operating funds for the Hopper 9 bus route. The second application is for the BRT IV Expansion – MLK Corridor project for a total of \$175,970. This project will provide operational funding for the BRT IV along the MLK Corridor scheduled to be in operation in January of 2018.

AMENDED

RESOLUTION NO. _____

DATED: APRIL 14, 2017

AUTHORIZATION FOR THE EXECUTION OF THE LOW CARBON TRANSIT OPERATIONS PROGRAM (LCTOP) PROJECTS: METRO HOPPER EXPANSION PROJECT FOR \$221,773, AND BRT EXPANSION-MLK CORRIDOR PROJECT FOR \$175,970

WHEREAS, the San Joaquin Regional Transit District (RTD) is an eligible project sponsor and may receive state funding from the Low Carbon Transit Operations Program (LCTOP) now or sometime in the future for transit projects; and

WHEREAS, the statutes related to state-funded transit projects require a local or regional implementing agency to abide by various regulations; and

WHEREAS, Senate Bill 862 (2014) named the Department of Transportation (Department) as the administrative agency for the LCTOP; and

WHEREAS, the Department has developed guidelines for the purpose of administering and distributing LCTOP funds to eligible project sponsors (local agencies); and

WHEREAS, RTD wishes to implement the LCTOP project(s) listed above.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of San Joaquin Regional Transit District (RTD) that:

1. It hereby authorizes the submittal of the applications for the Metro Hopper Expansion Project for a total of \$221,773 and the BRT IV Expansion – MLK Corridor Project for a total of \$175,970 to the Department for FY 2016-17 LCTOP funds.

RECOMMENDATION: **AWARD A THREE-YEAR CONTRACT WITH TWO ONE-YEAR OPTIONS TO MANSFIELD OIL COMPANY OF GAINESVILLE, INC. FOR FURNISHING AND DELIVERING CALIFORNIA AIR RESOURCE BOARD (ARB) ULTRA-LOW SULFUR DIESEL FUEL AND/OR UNLEADED GASOLINE FOR A CONTRACT AMOUNT NOT TO EXCEED \$6,112,569.89**

LEAD STAFF: **BRANDON VALES, CONTRACTS ANALYST**

FINANCIAL IMPACT: **\$6,112,569.89 (OPERATING)**

BACKGROUND:

On behalf of the Regional Transit Coordinating Council (RTCC) and several RTCC member participating agencies, on November 7, 2016, the Central Contra Costa Transit Authority (CCCTA), as the lead agency, issued an Invitation for Bid (IFB) for Furnishing and Delivering California ARB Ultra-Low Sulfur Diesel Fuel and/or Unleaded Gasolines. The IFB required that each of the participating agencies award separate contracts for an initial contract term of three (3) years with up to two (2) one-year options. RTD was a participating agency.

Bidders provided prices based off of Oil Price Information Service (OPIS) Weekly Rack Average Price per gallon for the fuel type and bidders were instructed to provide a mark-up or discount to the base price to determine the lowest bidder; the mark-up or discount differential will be added or deducted to or from the actual furnished as reported in the OPIS PADD 5 report of wholesale prices for Stockton, California for the initial three (3) year contract term.

The unit bid prices per gallon as submitted by the successful bidder will then be adjusted to coincide with the Notice to Proceed and in accordance with the then current DAILY OPIS RACK AVERAGE PRICE. Thereafter, the unit bid price per gallon will be automatically adjusted on a daily basis according to the formula stated in the IFB documents and accepted bid form(s).

CCCTA advertised a Notice Inviting Bids in the local newspaper, through its website, and sent a copy of the notice to potential bidders throughout the industry.

DISCUSSION:

On December 5, 2016, CCCTA received and opened five (5) bids for the subject project.

BIDDERS →	MANSFIELD OIL COMPANY OF GAINESVILLE, INC.	GOLDEN GATE PETROLEUM	SOUTHERN COUNTIES OIL COMPANY	PINNACLE PETROLEUM, INC.	BOYETT PETROLEUM
Ultra-Low Sulfur Diesel Fuel	\$5,852,202.67	\$5,886,085.27	\$5,840,004.93	\$6,007,046.15	\$6,509,525.12
Unleaded Gasoline	\$260,367.22	\$282,757.55	\$335,166.50	\$268,772.42	\$298,137.67

Pursuant to the revised Disadvantaged Business Enterprise (DBE) regulation in 49 CFR Part 26 and RTD's revised DBE Program; no DBE participation goal was established for the project.

RESOLUTION NO. _____
DATED: APRIL 14, 2017

RESOLUTION AUTHORIZING AWARD OF A THREE-YEAR CONTRACT WITH TWO ONE-YEAR OPTIONS TO MANSFIELD OIL COMPANY OF GAINESVILLE, INC. FOR FURNISHING AND DELIVERING CALIFORNIA AIR RESOURCE BOARD (ARB) ULTRA-LOW SULFUR DIESEL FUEL AND/OR UNLEADED GASOLINE. FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$6,112,569.89

WHEREAS on November 7, 2016 on behalf of the Regional Transit Coordinating Council (RTCC) and several RTCC member participating agencies, the Central Contra Costa Transit Authority (CCCTA), as the lead agency, issued an Invitation for Bids (IFB) for FURNISHING AND DELIVERING CALIFORNIA AIR RESOURCE BOARD (ARB) ULTRA-LOW SULFUR DIESEL FUEL AND/OR UNLEADED GASOLINE; and

WHEREAS, on December 5, 2016, Central Contra Costa Transit Authority (CCCTA) received five (5) bids; and,

WHEREAS, RTD staff independently reviewed the bids received and determined that it is necessary to award contract to the lowest responsible, responsive bidder; and,

WHEREAS, RTD staff conducted a cost/price analysis as part of the pre-award evaluation and determined that the price provided by Mansfield Oil Company of Gainesville, Inc. is fair and reasonable.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Directors of the San Joaquin RTD as follows:

- 1) That a contract in the amount of \$6,112,569.89 be awarded to Mansfield Oil Company of Gainesville, Inc., for Furnishing and Delivering California Air Resource Board (ARB) Ultra-Low Sulfur Diesel Fuel and/or Unleaded Gasolines.
- 2) That the Chair of the Board and the Chief Executive Officer be, and they hereby are, authorized and directed to finalize and execute the initial three (3) year contract with two one-year options to Mansfield Oil Company of Gainesville, Inc. for Furnishing and Delivering California Air Resource Board (ARB) Ultra-Low Sulfur Diesel Fuel and/or Unleaded Gasolines, in a total contract amount not to exceed \$6,112,569.89, in accordance with the Invitation to bid, dated November 7, 2016 being Solicitation No. 16-MA-02.
- 3) That the Chair of the Board and the Chief Executive Officer, acting individually, are hereby authorized and directed to execute such other agreements and amendments to this agreement, and to take such other actions as may be necessary or appropriate to carry out the intent and purpose of this resolution.

RECOMMENDATION: **AUTHORIZE THE BOARD CHAIR AND THE CHIEF EXECUTIVE OFFICER TO NEGOTIATE, AWARD, AND EXECUTE A CONTRACT WITH VENTEK INTERNATIONAL, FARE VENDING MACHINE PURCHASE, IN AN AMOUNT NOT TO EXCEED \$2,270,749.00**

LEAD STAFF: **SHARON MILLER, DIRECTOR OF PROCUREMENT**

FINANCIAL IMPACT: **\$671,527.54 (100% State TIRCP)**
OPTIONS: \$1,599,221.46 (TBD)

BACKGROUND:

In 2016, staff identified the need for seventeen (17) fare vending machines (FVMs) for the Bus Rapid Transit (BRT) IV Martin Luther King, Jr. and BRT V Crosstown Miner corridors, scheduled to open in January 2018. The FVMs will provide customers with the same features as those currently on the other BRT corridors. Staff also identified the need for options as part of this contract for replacement of FVMs at the current corridors; at a minimum, those FVMs which are no longer supported by the current vendor.

The solicitation strategy for this contract is a negotiated procurement instead of low bid.

DISCUSSION:

On January 30, 2017, RTD released and publicly advertised the Request for Proposal (RFP) for Fare Vending Machine Purchase, during which a total of fifteen (15) firms downloaded a copy of the RFP on RTD's eBid website.

On March 13, 2017, RTD received two (2) proposals from Genfare and Ventek International. Follow-up with other firms revealed that they did not have the technical capacity to support our system or they had other commitments.

The Selection Committee evaluated the proposals in the following areas: 1) Paperwork Submittal and Completion, 2) Project Staffing and Experience, 3) Fare Vending Machine Proposed, and price scoring. Oral Presentations and product demonstrations were also conducted.

While staff has determined that Ventek International's proposal prices are fair and reasonable, staff would like the opportunity to negotiate any areas of the proposal that would be in the best interest of RTD. Also staff will verify that the equipment and supplies will provide for a seamless interaction with the existing FVMs.

Staff recommends that the Board award the contract with Ventek International for Fare Vending Machine Purchase for an amount not to exceed \$2,270,749.00.

RESOLUTION NO. _____
DATED: APRIL 14, 2017

RESOLUTION AUTHORIZING THE BOARD CHAIR AND THE CHIEF EXECUTIVE OFFICER TO NEGOTIATE, AWARD AND EXECUTE A CONTRACT WITH VENTEK INTERNATIONAL FOR FARE VENDING MACHINE PURCHASE, IN AN AMOUNT NOT TO EXCEED \$2,270,749.00

WHEREAS, in 2016, staff identified the need for seventeen (17) fare vending machines (FVMs) for the Bus Rapid Transit (BRT) IV Martin Luther King, Jr. and BRT V Crosstown Miner corridors, scheduled to open in January 2018; and

WHEREAS, the solicitation strategy for this contract is a negotiated procurement instead of low bid; and

WHEREAS, on January 30, 2017, RTD released and publicly advertised the Request for Proposal (RFP) for Fare Vending Machine Purchase, during which a total of fifteen (15) firms downloaded a copy of the RFP on RTD's eBid website; and

WHEREAS, on March 13, 2017, RTD received two (2) proposals, from Genfare and Ventek International; and

WHEREAS, the Selection Committee completed both technical and oral evaluations with both proposers; and

WHEREAS, while staff has determined that Ventek International's proposal prices are fair and reasonable, staff would like the opportunity to negotiate any areas of the proposal that would be in the best interest of RTD.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Directors of the San Joaquin RTD as follows:

- 1) That a contract be, and hereby is, awarded to Ventek International for Fare Vending Machine Purchase for a total contract amount not to exceed \$2,270,749.00.
- 2) That the Chair of the Board and the Chief Executive Officer be, and they hereby are, authorized and directed to finalize and execute the contract with Ventek International for Fare Vending Machine Purchase, in a total contract amount not to exceed \$2,270,749.00, in accordance with the Request for Proposal for Fare Vending Machine Purchase, dated January 30, 2017, being Solicitation No. 2017-R109722-MSE.
- 3) That the Chair of the Board and the Chief Executive Officer, acting individually, are hereby authorized and directed to execute such other agreements and amendments to this agreement, and to take such other actions as may be necessary or appropriate to carry out in the intent and purpose of this resolution.

RECOMMENDATION: **AWARD OF A CONTRACT TO TRAPEZE SOFTWARE GROUP, INC. FOR RADIO CONFIGURATION SERVICES FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$291,104.28**

LEAD STAFF: **SHARON MILLER, DIRECTOR OF PROCUREMENT**

FINANCIAL IMPACT: **\$291,104.28 (100% - State FY10 PTMISEA)**

BACKGROUND:

Trapeze Software Group, Inc. (Trapeze) provides the equipment and software to integrate San Joaquin Regional Transit District's (RTD) radio communication into the Bus Operations environment. While not providing radios themselves, Trapeze provides the knowledge and parts to seamlessly integrate the radios into the Trapeze proprietary control equipment used onboard the buses. This contract is for Trapeze to apply their knowledge and supply their proprietary parts in the furtherance of RTD's radio replacement project. The contract would be awarded as a sole source due to the proprietary nature of the work to be performed.

DISCUSSION:

Trapeze will partner with RTD to provide an upgrade to the existing voice and data radio communication system. The new system will replace obsolete hardware and increase the coverage footprint and reliability of the wide area radio communications.

The new system will increase data capacity and coverage with the addition of a second tower site added to the system. It is a wide area public safety grade system that will also allow interoperability with local public safety agencies.

Price Breakdown

Tower Site Equipment	\$27,659.49
Trapeze Mobile Data Radio Interface Cables	\$33,694.75
Installation Services and Expenses	\$200,750.04
Motorola APX 4500XCMP Protocol Licenses	\$29,000.00

The price is determined to be fair and reasonable. Staff recommends awarding of a contract to Trapeze Software Group, Inc. in an amount not to exceed \$291,104.28.

RESOLUTION NO. _____
DATED: APRIL 14, 2017

RESOLUTION AUTHORIZING AWARD OF A SOLE SOURCE CONTRACT TO TRAPEZE SOFTWARE GROUP, INC. FOR RADIO CONFIGURATION SERVICES FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$291,104.28

WHEREAS, Trapeze Software Group, Inc. (Trapeze) provides the equipment and software to integrate San Joaquin Regional Transit District's (RTD) radio communication into the Bus Operations environment; and

WHEREAS, the contract would be awarded as a sole source due to the proprietary nature of the work to be performed; and

WHEREAS, Trapeze will partner with RTD to provide an upgrade to the existing voice and data radio communication system; and

WHEREAS, Trapeze proposes to expand the existing 900MHz TransitMaster™ TDMA data system and migrate voice operations to the San Joaquin County regional UHF conventional analog simulcast voice system, with the intent to eventually move to a San Joaquin County regional UHF P25 Phase I FDMA radio system; and

WHEREAS, the price is determined to be fair and reasonable.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Directors of the San Joaquin RTD as follows:

- 1) That a contract be, and hereby is, awarded to Trapeze Software Group, Inc. for Radio Configuration Services for a total contract amount not to exceed \$291,104.28.
- 2) That the Chair of the Board and the Chief Executive Officer be, and they hereby are, authorized and directed to finalize and execute the contract with Trapeze Software Group, Inc. for Radio Configuration Services, in a total contract amount not to exceed \$291,104.28, in accordance with Quote Number SF006800000kywsT, dated March 7, 2017.
- 3) That the Chair of the Board and the Chief Executive Officer, acting individually, are hereby authorized and directed to execute such other agreements and amendments to this agreement, and to take such other actions as may be necessary or appropriate to carry out in the intent and purpose of this resolution.

RESOLUTION NO. _____
DATED: APRIL 14, 2017

RESOLUTION AUTHORIZING AWARD OF A CONTRACT TO SIEGFRIED ENGINEERING, INC. FOR ON-CALL BUS STOP CONCRETE ENGINEERING SERVICES FOR A TOTAL CONTRACT AMOUNT NOT TO EXCEED \$200,000.00

WHEREAS, San Joaquin Regional Transit District (RTD)'s staff identified numerous locations where concrete pads are needed for American with Disabilities Act (ADA) compliant landings and to place benches; and

WHEREAS, the concrete work will require a building permit; and

WHEREAS, on November 28, 2016, staff sent out the public notice for Request for Proposals (RFP) for On-Call Bus Stop Concrete Engineering Services to potential qualified proposers; and

WHEREAS, the Selection Committee evaluated two (2) proposals; and

WHEREAS, Siegfried Engineering, Inc., from Stockton, received the highest score and was deemed to be the most responsive responsible proposer to provide the on-call bus stop concrete engineering services.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Board of Directors of the San Joaquin RTD as follows:

- 1) That a contract be, and hereby is, awarded to Siegfried Engineering Services, Inc. for On-Call Bus Stop Concrete Engineering Services for a total contract amount not to exceed \$200,000.00.
- 2) That the Chair of the Board and the Chief Executive Officer be, and they hereby are, authorized and directed to finalize and execute the contract with Siegfried Engineering, Inc. for On-Call Bus Stop Concrete Engineering Services in a total contract amount not to exceed \$200,000.00, in accordance with the Request for Proposal for On-Call Bus Stop Concrete Engineering Services, dated November 28, 2016 being Solicitation No. 2016-R109531-S.
- 3) That the Chair of the Board and the Chief Executive Officer, acting individually, are hereby authorized and directed to execute such other agreements and amendments to this agreement, and to take such other actions as may be necessary or appropriate to carry out the intent and purpose of this resolution.