



1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
619.231.1466 FAX 619.234.3407

Agenda

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

November 9, 2006

9:00 a.m.

James R. Mills Building
Board Meeting Room, 10th Floor
1255 Imperial Avenue, San Diego

This information will be made available in alternative formats upon request. To request an agenda in an alternative format, please call the Clerk of the Board at least five working days prior to the meeting to ensure availability. Assistive Listening Devices (ADLs) are available from the Clerk of the Board/Assistant Clerk of the Board prior to the meeting and are to be returned at the end of the meeting.

ACTION RECOMMENDED

1. Roll Call
2. Approval of Minutes - October 19, 2006 Approve
3. Public Comments - Limited to five speakers with three minutes per speaker. Others will be heard after Board Discussion items. If you have a report to present, please give your copies to the Clerk of the Board.
4. Successful First Year of the Green Line - Senator Christine Kehoe Receive



Metropolitan Transit System (MTS) is a California public agency and is comprised of San Diego Transit Corporation and San Diego Trolley, Inc. nonprofit public benefit corporations, in cooperation with Chula Vista Transit and National City Transit. MTS is the taxicab administrator for eight cities and the owner of the San Diego and Arizona Eastern Railway Company. MTS member agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway, City of San Diego, City of Santee, and the County of San Diego.

CONSENT ITEMS

- | | | |
|-----|---|---------|
| 6. | <u>SDTI: LRV Vandalism and Accident Repair - Work Order</u>
Action would authorize the President-General Manager to issue Work Order No. 07-02 under Contract No. C.O.011.0-05 to Carlos Guzman, Inc. for light rail vehicle (LRV) accident and vandalism repair services, which would include funds for estimated services for the remainder of the current fiscal year and funds for the payments made in FY 06 and FY 07 under the base contract. | Approve |
| 7. | <u>MTS: Transportation Management and Design, Inc. Contract Amendment</u>
Action would authorize the CEO to enter into a contract amendment (MTS Doc. No. G0939.4-05) with Transportation Management and Design, Inc. (TMD) to increase the existing contract budget and to encumber those funds into Work Task No. 8 (Financial and Implementation Plan). | Approve |
| 8. | <u>MTS: San Diego and Arizona Eastern (SD&AE) Railway Company Quarterly Reports and Ratify Actions Taken by the SD&AE Railway Company Board of Directors at its October 24, 2006, Meeting</u>
Action would: (1) receive the San Diego and Imperial Valley (SD&IV) Railroad, Pacific Southwest Railway Museum Association (Museum), and Carrizo Gorge Railway, Inc. (Carrizo) quarterly reports; and (2) ratify actions taken by the SD&AE Railway Company Board of Directors at its meeting on October 24, 2006. | Approve |
| 9. | <u>MTS: CNG Hybrid Bus Demonstration Project</u>
Action would receive a report on the development of a compressed natural gas (CNG) hybrid bus. | Receive |
| 10. | <u>MTS: Closed-Circuit Television (CCTV) Project Update - Chula Vista and Spring Street in La Mesa</u>
Action would receive a report for information. | Receive |
| 11. | <u>MTS: Renewal of San Diego Transit Corporation and San Diego Trolley, Inc. Operating Agreements</u>
Action would authorize the CEO to execute amendments for the renewal of San Diego Transit Corporation and San Diego Trolley, Inc. operating and license agreements. | Approve |
| 12. | <u>MTS: Workers' Compensation Audit Report</u>
Action would receive a report for information. | Receive |
| 13. | <u>MTS: SDTC Warranty Management Audit Report</u>
Action would receive a report for information. | Receive |
| 14. | <u>MTS: SDTI Warranty Management Audit Report</u>
Action would receive a report for information. | Receive |

15. MTS: Investment Report
Action would receive a report for information.

Receive

CLOSED SESSION

24. a. MTS: CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
Pursuant to California Government Code Section 54956.9(a):
Tonantzin LeGrette v. SDTC, Gonzalez Jurado (GIC 857654)
- b. MTS: CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
Pursuant to California Government Code Section 54956.9(a):
Balfour Beatty/Ortiz v. MTS (Claim No. Unassigned)
- c. MTS: CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
Pursuant to California Government Code Section 54956.9(a):
Wooten (Case No. GIC 853080)
- d. MTS: CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION
Pursuant to of California Government Code
Section 54956.9(a) (Stella Reed) (Claim No. Unassigned)

Oral Report of Final Actions Taken in Closed Session

NOTICED PUBLIC HEARINGS

None.

DISCUSSION ITEMS

None.

REPORT ITEMS

45. SDTI: Padres Baseball 2006 Year-End Summary
Action would receive a report for information.

Receive

60. Chairman's Report

Possible Action

61. Chief Executive Officer's Report

Information

62. Board Member Communications

- | | | |
|-----|---|-----------------|
| 63. | <u>Additional Public Comments Not on the Agenda</u>
If the limit of 5 speakers is exceeded under No. 3 (Public Comments) on this agenda, additional speakers will be taken at this time. If you have a report to present, please furnish a copy to the Clerk of the Board. Subjects of previous hearings or agenda items may not again be addressed under Public Comments. | Possible Action |
| 64. | <u>Next Meeting Date:</u> December 14, 2006 | |
| 65. | <u>Adjournment</u> | |

JGarde
AGENDAS EC (CANCELLED) 11-2-06 BD 11-9-06
11/3/2006

1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
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Oral Report of Final Actions Taken in Closed Session

NOTICED PUBLIC HEARINGS

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DISCUSSION ITEMS

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REPORT ITEMS

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60. Chairman's Report

Possible Action

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64. Next Meeting Date: December 14, 2006

65. Adjournment

JGarde

AGENDAS EC (CANCELLED) 11-2-06 BD 11-9-06

11/3/2006

Return to Posting File	_____
OR Pick One:	
Return to Submitter	_____
Remove On:	_____
Submitted by:	_____

Submitted by: D. Bridge

Remove On: 11/9/06

Return to Submitter: G. Williams

OR (Pick One)

Retain in Posting File: _____

**METROPOLITAN TRANSIT DEVELOPMENT BOARD
ROLL CALL**

MEETING OF (DATE): 11/09/06

CALL TO ORDER (TIME): 9:04 a.m.

RECESS: _____

RECONVENE: _____

CLOSED SESSION: 9:21 a.m.

RECONVENE: 10:19 a.m.

ORDINANCES ADOPTED: _____

ADJOURN: 10:48 a.m.

BOARD MEMBER	(Alternate)	PRESENT (TIME ARRIVED)	ABSENT (TIME LEFT)
ATKINS	<input checked="" type="checkbox"/> (Vacant) <input type="checkbox"/>		
CLABBY	<input checked="" type="checkbox"/> (Selby) <input type="checkbox"/>		
EMERY	<input checked="" type="checkbox"/> (Cafagna) <input type="checkbox"/>		
EWIN	<input checked="" type="checkbox"/> (Allan) <input type="checkbox"/>	9:08 a.m. during AI 3	
FAULCONER	<input checked="" type="checkbox"/> (Vacant) <input type="checkbox"/>		
HANSON-COX	<input type="checkbox"/> (Lewis) <input checked="" type="checkbox"/>		
MAIENSCHIN	<input checked="" type="checkbox"/> (Vacant) <input type="checkbox"/>		
MATHIS	<input checked="" type="checkbox"/> (Vacant) <input type="checkbox"/>		
MCLEAN	<input checked="" type="checkbox"/> (Janney) <input type="checkbox"/> (Rose) <input type="checkbox"/>		
MONROE	<input checked="" type="checkbox"/> (Tierney) <input type="checkbox"/>		10:37 a.m. during AI 45
RINDONE	<input checked="" type="checkbox"/> (McCann) <input type="checkbox"/>		
ROBERTS	<input type="checkbox"/> (Cox) <input type="checkbox"/>		<input checked="" type="checkbox"/>
RYAN	<input type="checkbox"/> (B. Jones) <input type="checkbox"/>		<input checked="" type="checkbox"/>
YOUNG	<input checked="" type="checkbox"/> (Vacant) <input type="checkbox"/>	9:26 a.m. during AI 24	
ZARATE	<input type="checkbox"/> (Parra) <input type="checkbox"/>		<input checked="" type="checkbox"/>

SIGNED BY THE OFFICE OF THE CLERK OF THE BOARD

CONFIRMED BY OFFICE OF THE GENERAL COUNSEL

Gail Williams
Duffy Williams

JOINT MEETING OF THE BOARD OF DIRECTORS FOR THE
METROPOLITAN TRANSIT SYSTEM (MTS),
SAN DIEGO TRANSIT CORPORATION (SDTC), AND
SAN DIEGO TROLLEY, INC. (SDTI)

October 19, 2006

MTS
1255 Imperial Avenue, Suite 1000, San Diego

MINUTES

1. Roll Call

Chairman Harry Mathis called the meeting to order at 9:06 a.m. A roll call sheet listing Board member attendance is attached.

2. Approval of Minutes

Mr. Young moved to approve the minutes of the September 28, 2006, Board of Directors meeting with one correction on page two, sentence two. The word "Orchid" was corrected to read "Orcutt". Mr. Emery seconded the motion, and the vote was 8 to 0 in favor.

3. Public Comment

Don Stillwell: Mr. Stillwell made suggestions for improving the schedule for Route No. 14.

Kit Gardner: Mr. Gardner presented the Board with a report prepared by the Rolling Hills Neighborhood Coalition regarding Route Nos. 707 and 709A on MacKenzie Creek Road. The report included a picture of a bus traveling down MacKenzie. He stated that the Coalition requests that these routes travel down Proctor Valley Road where there are six lanes and bus curb cuts. He stated that Lane Avenue could be used when buses are traveling in the opposite direction. He stated that Chula Vista Mayor Stephen C. Padilla sent a letter to MTS requesting that MTS expedite its planned analysis of the efficiency and effectiveness of the changes that were made to these routes. Mr. Gardner requested that concerned individuals be given an opportunity to make comments and be properly notified of that opportunity. He referred to his phone number as listed on the Request to Speak Form and provided his e-mail address to the Board.

Mr. Paul Jablonski, MTS Chief Executive Officer (CEO), advised the Board that MTS has responded to Mayor Padilla's letter regarding this matter. He added that a committee, headed by Andy Trujillo of Chula Vista Transit, has been formed to work with the community and to review this matter. He stated that MTS Planning Department personnel will also be serving on this committee, and it is anticipated that the committee will complete its work 90 days after it begins.

Mr. Monroe questioned why MTS is providing service where it is not wanted when there are other people in need of service. Vice Chair Rindone stated that there are competing groups with varying opinions regarding this matter as evidenced by a recent three-hour community

meeting during which this issue was discussed. He added that Mr. Jablonski was present at this meeting and pledged to expedite the analysis of Route Nos. 707 and 709A. He added that MTS will be considering ridership demands as well as other alternatives as part of its analysis. He added that anyone who is interested in this issue is encouraged to participate in the study the newly formed committee will be doing.

Donna Erickson: Ms. Erickson provided the Board with a handout showing Route No. 25 schedule times and illustrating Linda Vista's objections to not having direct access to Sharp. The handout included a request that a change be made to improve the connections between the Route No. 25 shuttle and Route No. 120 to Sharp. Ms. Erickson advised the Board that she was recently selected as the Transportation Chair of the Linda Vista Community Planning Committee and that her remarks were being made in that context. She stated that the community would also like to have its direct access to downtown restored. She stated that there would probably be lower ridership as a result of the changes to Route No. 25. She added that she used to ride this route three to four times per week and is now only riding two or three times per month. She also referred to the schedule and stated that the varying frequencies of service are confusing to riders.

4. Successful First Year of the Green Line – Senator Christine Kehoe

This item was trailed to the Board's November 9, 2006, meeting.

5. MTS: Appointment of Ad Hoc Nominating Committee for Recommending Appointments to MTS Committees for 2007 (LEG 410, PC 50101)

Chairman Mathis reported that Mr. Clabby, Mr. Emery, and Mr. Ewin had volunteered to serve on the Ad Hoc Nominating Committee. He asked for other volunteers and there were none.

Action Taken

Mr. Rindone moved to appoint Board members Tom Clabby, Bob Emery, and Ernie Ewin to an Ad Hoc Nominating Committee (pursuant to MTS Board Policy No. 22) to make recommendations to the Board with respect to the appointment of members of the Board to serve on MTS and non-MTS committees for 2007. Ms. Atkins seconded the motion, and the vote was 9 to 0 in favor with Mr. Clabby, Mr. Emery, and Mr Ewin abstaining.

CONSENT ITEMS

6. MTS: Adoption of 2007 MTS Executive Committee and Board of Directors Meeting Schedule (ADM 110.1, PC 50101)

Recommend that the Board of Directors adopt the 2007 Executive Committee and Board of Directors Meeting Schedule as outlined in Attachment A of the agenda item.

7. MTS: Liability Claims Analysis (LEG 491, PC 50633)

Recommend that the Board of Directors receive the Liability Claims Analysis Report (Attachment A of the agenda item) for MTS, SDTC, and SDTI.

8. MTS: Investment Report (FIN 300, PC 50601)

Recommend that the Board of Directors receive this report for information.

9. MTS: Increased Authorization for Legal Services (LEG 491, PC 50633)

Recommend that the Board of Directors authorize the CEO to enter into a contract amendment (MTS Doc. No. G0960.3-05) with Robert Howard of the law firm Latham & Watkins, LLP for legal services (in substantially the same form as Attachment A of the agenda item) and ratify prior amendments entered into under the CEO's and/or previous General Manager's authority(ies).

10. MTS: SDTI Revenue Process Audit Report (LEG 492, PC 50121)

Recommend that the Board of Directors receive this report for information.

11. MTS: FY 2007 Capital Improvement Program Amendment (FIN 310, PC 50601)

Recommend that the Board of Directors approve a shift in the available projects that funded the FY 2007 Capital Improvement Program (CIP) totaling \$201,374 (as detailed within Attachment A of the agenda item).

Recommended Consent Items

Mr. Emery moved to approve Consent Agenda Items No. 6, 7, 8, 9, 10, and 11. Ms. Atkins seconded the motion, and the vote was 12 to 0 in favor.

CLOSED SESSION:

24. Closed Session Items (ADM 122)

The Board convened to Closed Session at 9:22 a.m.

- a. MTS: CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Significant Exposure to Litigation Pursuant to California Government Code Section 54956.9(b) (One Potential Case)

The Board reconvened to Open Session at 9:31 a.m.

Oral Report of Final Actions Taken in Closed Session

Ms. Tiffany Lorenzen, MTS General Counsel, reported the following:

- a. The Board received a report from staff and gave direction to staff and General Counsel.

NOTICED PUBLIC HEARINGS

- 25. There were no Noticed Public Hearings.

DISCUSSION ITEMS

30. MTS: Federal Railroad Administration Horn Rule – Quiet Zones (AG 210.3, PC 50111)

Ms. Lorenzen reminded the Board that a report had already been given on this item at a previous Board meeting and that the item had been continued at that time. Chairman Mathis stated that the request that the boundaries originally identified for this project be extended to Old Town would have to be handled as a separate issue in the future. Ms. Lorenzen clarified for the record that the motion being proposed in the agenda item involves approving the scope of the Quiet Zone Project and authorizes the CEO and General Counsel to negotiate an agreement with the Centre City Development Corporation (CCDC). She stated that subsections a, b, c, d, and e of the second part of the recommended action are guiding principles only. She stated that the attorneys will reach an agreement and bring it back to the Board for final approval.

Mr. Faulconer stated that this is a very important and complex issue. He stated that he was impressed that the individuals involved have been able to keep this project on schedule given its complexity. Ms. Lorenzen stated that, since the City of San Diego has not yet heard this item, City representatives on the MTS Board should not take action on this item.

Action Taken

Mr. Emery moved to direct the Chief Executive Officer (CEO) to: (1) continue to work with the City of San Diego, Centre City Development Corporation (CCDC), and other public agencies impacted to support the "Quiet Zone" concept at public grade crossings between Park and Laurel and other locations that may be considered; and (2) negotiate a Maintenance and Operations Agreement for Quiet Zones with CCDC, the City of San Diego, or North County Transit District (NCTD) as appropriate. This agreement shall include, as a minimum: (a) essential indemnification and/or standard insurance language to cover MTS operations, its Board, and appropriate other entities; (b) provide that MTS shall not incur any costs associated with studies or risk analysis documentation, construction, equipment procurement or contractor expenses; (c) provide that MTS light rail transit (LRT) operations not be adversely impacted by the construction, including maintaining the status quo of operations as it pertains to gate bell activation and nearside gate hold-off features; (d) require that specialized track detection loops be maintained by the City of San Diego or its contractor; and (e) require the City of San Diego to authorize spare-parts inventory for special equipment necessary for the Quiet Zone. Mr. Cox seconded the motion, and the vote was 9 to 0 in favor, with Ms. Atkins, Mr. Faulconer, Mr. Maienschein, and Mr. Young abstaining.

REPORT ITEMS

45. SDTI: FY 06 Year-End Rail Operations Report (OPS 960.2)

Mr. Wayne Terry, Vice President of Operations for SDTI, provided the Board with an overview of San Diego Trolley operations for the year ending FY 2006. He reviewed statistics on ridership, accidents, schedule adherence, wheelchair boardings, special events, car miles between service failures, the light rail vehicle body restoration and painting program, and activities performed by the Wayside Maintenance Department. He also reported on activities of the Security/Code Compliance Department, the K-9 Unit, and provided some details on the new

Operations Control Center, which was activated March 14, 2006. He also provided details on ridership, number of train trips, and semester passes sold at SDSU for the Green Line.

Mr. Monroe requested that future reports identify car miles between service failures for each type of trolley car as well as how ridership on the Green Line compares with ridership projections made during the development of the project. Mr. Jablonski stated that SANDAG made the projections, which were based on the number of passengers per station, and he believed they projected 12,000 riders by 2015 for the four stations on the Green Line. He stated that ridership is close to that level already. He added that he would confirm that figure with SANDAG. Mr. Monroe stated that this would make a good news story. Mr. Ewin agreed that benchmarks are valuable and stated that he would like to see ridership comparisons with previous years.

In response to a question from Mr. Clabby, Mr. Terry explained that the accident statistics presented in his report are those accidents classified as reportable to the California Public Utilities Commission (CPUC) and include collision and pedestrian accidents only. Mr. Ewin stated that the number of nonpreventable accidents should be indicated in future reports. Mr. Terry reported that 2 of the 24 accidents were nonpreventable. Mr. Terry explained the process used by SDTI to determine if accidents are preventable and nonpreventable.

Mr. Monroe stated that even though the restrooms at SDSU are the University's responsibility to maintain, there is probably a perception that the responsibility lies with MTS. Mr. Terry reported that security officers who are housed at the station have recently been instructed to monitor the condition of the restrooms and call for service when needed.

Action Taken

Mr. Monroe moved to receive this report for information. Ms. Atkins seconded the motion, and the vote was 13 to 0 in favor.

46. MTS: Year-To-Date Operations Budget Status Report Through August 2006 (FIN 310, PC 50601)

Mr. Larry Marinesi, MTS Budget Manager, provided an overview of the operations budget through August 2006. He reported a total net operating subsidy variance of \$721,000 and a total cost variance of \$652,000.

Action Taken

Mr. Ewin moved to receive this report for information. Mr. Young seconded the motion, and the vote was 13 to 0 in favor.

60. Chairman's Report

Chairman Mathis reported the following:

Executive Committee: The November, 2, 2006 Executive Committee meeting has been cancelled.

Opening of Morena Linda Vista Project: An invitation to the opening for this project was placed at each Board member's place.

2007 Meeting Schedule: The 2007 Executive Committee and Board Meeting Schedule was approved as part of the Consent Agenda. There are several months with only one Board meeting based on the amount of business MTS has to discuss during those particular months.

San Diego Symphony Pops: Ms. Lorenzen reported that the tickets provided to Board members for the Symphony Pops are valued at \$40 each (each ticket is for two people).

61. Chief Executive Officer's Report

APTA Annual Meeting in San Jose: Mr. Jablonski reported that he, staff, and several Board members recently attended this meeting. He reported that he is on the Bus & Paratransit CEO's Committee, Rail CEO's Committee, LRT Subcommittee, and Awards Committee. He reported that there were a lot of discussions about zero-emission hydrogen buses. He added that he attended several meetings with other transit agencies from Southern California to discuss the impending zero-emission bus regulations. He added that he participated in some discussions regarding street furniture for bus shelters and advised the Board that this will be important when MTS's contract for bus shelters is due for renewal.

Mr. Jablonski reported that the highlight of the trip was having lunch with James Simpson, the newly installed Administrator of the Federal Transit Administration (FTA). He stated that David B. Horner, Chief Counsel for the FTA, was also present.

Grossmont Trolley Station Joint Development Project: Mr. Jablonski reported that escrow for this project has closed, and construction should begin this week. MTS will coordinate a ground-breaking ceremony during November with Fairfield Residential, LLC.

62. Board Member Communications

George Stevens: Mr. Young reported that the memorial service for former San Diego City Council Member and former MTS Board member will be held at 1:00 p.m. on Tuesday, October 24, 2006, at the Bayview Baptist Church at 6126 Benson Avenue. He added that a viewing will be held on Monday, October 23, 2006 from 9:00 a.m. to 4:00 p.m. at the Mount Erie Baptist Church. Chairman Mathis made remarks about his association with Mr. Stevens and stated that he did many good things for his district. He added that he was single-minded about improving things for his constituents. Mr. Rindone stated that he enjoyed serving with Mr. Stevens on the MTS Board. He stated that he served passionately and made a difference. He requested that the meeting be adjourned in Mr. Stevens' honor.

Full Access and Coordinated Transportation: Mr. Monroe reported that he has been appointed by SANDAG to serve on this committee. He stated that this committee will identify all specialized transportation services within the San Diego region and provide information on those services at one location. He stated that this committee intends to seek new funding, but there is a potential that MTS and North County Transit could be in competition for funding. He stated that MTS should have a member on this committee or, at a minimum, staff should closely monitor its activities.

Transit Security Participation in Community: Mr. Young thanked Mr. Bill Burke, SDTI Transit Security Administrator, for participating in the National Day of Peace that was held recently on 47th Street. He stated that Mr. Burke spoke to the public at this event.

San Diego Symphony Pops: Mr. Young stated that he would like to know about these types of promotions while they are being considered. Ms. Lorenzen pointed out that, when a program has a nominal value, it is not typically brought to the Board. Mr. Schupp briefly discussed the particulars of the program and its cost and benefits to MTS. He reported that Coca-Cola is also a partner in this program. Mr. Schupp added that the Symphony plans to hold small ensemble performances throughout the community for many different types of audiences. Mr. Young stated that he would like to have a discussion of how to increase ridership through these types of activities in the community. He congratulated staff on the Symphony Pops partnership.

Security Cameras in Chula Vista: Mr. Rindone requested that an agenda item on the security camera project in Chula Vista be brought back to the Board under its Consent Agenda.

63. Additional Public Comments on Items Not on the Agenda

There were no additional public comments.

64. Next Meeting Date

The next regularly scheduled Board meeting is Thursday, November 9, 2006, at 9:00 a.m. in the same location.

65. Adjournment

Chairman Mathis adjourned the meeting at 10:18 a.m. in George Stevens' honor.



Chairperson
San Diego Metropolitan Transit System
Filed by:



Office of the Clerk of the Board
San Diego Metropolitan Transit System

Approved as to form:



Office of the General Counsel
San Diego Metropolitan Transit System

Attachment: A. Roll Call Sheet

gail.williams/minutes

**METROPOLITAN TRANSIT DEVELOPMENT BOARD
ROLL CALL**

MEETING OF (DATE): 10/19/06

CALL TO ORDER (TIME): 9:06 a.m.

RECESS: _____

RECONVENE: _____

CLOSED SESSION: 9:22 a.m.

RECONVENE: 9:31 a.m.

ORDINANCES ADOPTED: _____

ADJOURN: 10:18 a.m.

BOARD MEMBER (Alternate)				PRESENT (TIME ARRIVED)	ABSENT (TIME LEFT)
ATKINS	<input checked="" type="checkbox"/>	(Vacant)	<input type="checkbox"/>	9:08 a.m. during AI 3	
CLABBY	<input checked="" type="checkbox"/>	(Selby)	<input type="checkbox"/>		
EMERY	<input checked="" type="checkbox"/>	(Cafagna)	<input type="checkbox"/>		
EWIN	<input checked="" type="checkbox"/>	(Allan)	<input type="checkbox"/>		
FAULCONER	<input checked="" type="checkbox"/>	(Vacant)	<input type="checkbox"/>		
HANSON-COX	<input type="checkbox"/>	(Lewis)	<input type="checkbox"/>		<input checked="" type="checkbox"/>
MAIENSCHIEIN	<input checked="" type="checkbox"/>	(Vacant)	<input type="checkbox"/>		
MATHIS	<input checked="" type="checkbox"/>	(Vacant)	<input type="checkbox"/>		
MCLEAN	<input checked="" type="checkbox"/>	(Janney) (Rose)	<input type="checkbox"/> <input type="checkbox"/>		
MONROE	<input checked="" type="checkbox"/>	(Tierney)	<input type="checkbox"/>		
RINDONE	<input checked="" type="checkbox"/>	(McCann)	<input type="checkbox"/>	9:10 a.m. during AI 3	
ROBERTS	<input type="checkbox"/>	(Cox)	<input checked="" type="checkbox"/>	9:30 a.m. during AI 24	
RYAN	<input type="checkbox"/>	(B. Jones)	<input checked="" type="checkbox"/>		
YOUNG	<input checked="" type="checkbox"/>	(Vacant)	<input type="checkbox"/>		
ZARATE	<input type="checkbox"/>	(Parra)	<input type="checkbox"/>		<input checked="" type="checkbox"/>

SIGNED BY THE OFFICE OF THE CLERK OF THE BOARD

CONFIRMED BY OFFICE OF THE GENERAL COUNSEL

Gail Williams
Deputy Clerk



AGENDA ITEM NO.

3

REQUEST TO SPEAK FORM

ORDER REQUEST RECEIVED

1

****PLEASE SUBMIT THIS COMPLETED FORM (AND YOUR WRITTEN STATEMENT) TO THE CLERK OF THE BOARD PRIOR TO DISCUSSION OF YOUR ITEM****

1. INSTRUCTIONS

This Request to Speak form must be filled out and submitted in advance of the discussion of your item to the Clerk of the Board (please attach your written statement to this form). Communications on hearings and agenda items are generally limited to three (3) minutes per person unless the Board authorizes additional time. However, the Chairperson may limit comment to one or two minutes each if there are multiple requests to speak on a particular item. General public comments on items not on the agenda are limited to three (3) minutes. Please be brief and to the point. No yielding of time is allowed. Subjects of previous Hearings or agenda items may not again be addressed under General Public Comments.

Date 11-9-06
 Name (PLEASE PRINT) Donna ERICKSON
 Address 1514 Coolidge St
S. D CA 92111
 Telephone 858-277-2169
 Organization Represented (if any) _____

Subject of your remarks: Those missing from the
25 Shuttle Numbers

Agenda Item Number on which you request to speak _____

Your comments are presenting a position of: SUPPORT ☐ OPPOSITION ☐

2. TESTIMONY AT NOTICED PUBLIC HEARINGS

At Public Hearings of the Board, persons wishing to speak shall be permitted to address the Board on any issue relevant to the subject of the Hearing.

3. DISCUSSION OF AGENDA ITEMS

The Chairman may permit any member of the public to address the Board on any issue relevant to a particular agenda item.

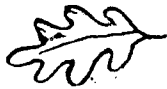
4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA

Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each, under the Public Comment Agenda Item. Additional speakers will be heard at the end of the Board's Agenda.

****REMEMBER: Subjects of previous Hearings or agenda items may not again be addressed under General Public Comments.****



DONNA ERICKSON
1814 Coolidge Street, San Diego CA 92111 + 858-277-2169



November 9, 2006
MTS Board Meeting Speech
"Missing - Where Have They Gone?"

Last November 9th I was at home making five phone calls trying to find out if the COA meeting scheduled for November 11, 2005 would still be held at the H Street Trolley Station. Finally, I received my answer from Donna Frye's office. Lisa put me on hold while she called MTS. Yes, the meeting was a go.

So, on November 11th, I took the trolley to H Street and arrived at 3:40PM for the four o'clock meeting. No one was setting-up, passengers were milling around, some catching the trolley to Petco for the Rolling Stones concert. At 4:20PM I headed back home. MTS was a no show.

Later I learned that their van's windows had been shot out and the planners had arrived shortly after I left. When I asked Mr. Cheung why his staff hadn't taken the trolley to H Street, he replied that their materials were too heavy.

Yet, everyday, throughout the city, many of your customers who depend solely on public transportation must carry heavy loads on the bus or trolley.....there are seniors struggling with heavy and bulky grocery items with/without a cart; mothers with their babies and strollers; youth with book-bags that make their backs ache.

The one thing I have observed on the 25 shuttle is that seniors with their shopping carts, mothers with their babies and strollers, students with their heavy back-packs are missing. They are missing along with the blind woman with her seeing-eye dog, the disabled in their wheel-chairs. ALL ARE MISSING - WHERE HAVE THEY GONE? Apparently the 25 shuttle is no longer serving their needs; the 25 shuttle is no longer convenient for them.

My neighbor [Delwin] who is disabled and has one of those scooters told me he wasn't allowed on the 25 shuttle - there was no room, there were too many passengers. It amazes me that sometimes there are more passengers on the 25 shuttle than on the 120 from downtown who get off at Fashion Valley or who continue on to Sharp. Once again we ask you to

"BRING BACK THE BIG BUS TO LINDA VISTA."

Thank You For Listening.
Thank You For Your Hard Work And Dedication To Serving The People.
May You and Your Families
HAVE A BLESSED THANKSGIVING!



8:54



AGENDA ITEM NO.

3

REQUEST TO SPEAK FORM

ORDER REQUEST RECEIVED

2

****PLEASE SUBMIT THIS COMPLETED FORM (AND YOUR WRITTEN STATEMENT) TO THE CLERK OF THE BOARD PRIOR TO DISCUSSION OF YOUR ITEM****

1. INSTRUCTIONS

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Date 11-9-2006

Name (PLEASE PRINT) DON STILLWELL

Address 6308 RANCHO MISSION RD #173

SAN DIEGO, CA 92108

Telephone (619) 282-7760

Organization Represented (if any) _____

Subject of your remarks: BUS TIMING CHANGES TO ALLOW TRANSFERS FROM GREEN LINE TROLLEY TO BUS.

Agenda Item Number on which you request to speak _____

Your comments are presenting a position of: SUPPORT

☐

OPPOSITION

☐

2. TESTIMONY AT NOTICED PUBLIC HEARINGS

At Public Hearings of the Board, persons wishing to speak shall be permitted to address the Board on any issue relevant to the subject of the Hearing.

3. DISCUSSION OF AGENDA ITEMS

The Chairman may permit any member of the public to address the Board on any issue relevant to a particular agenda item.

4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA

Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each, under the Public Comment Agenda Item. Additional speakers will be heard at the end of the Board's Agenda.

****REMEMBER: Subjects of previous Hearings or agenda items may not again be addressed under General Public Comments.****



9:07



AGENDA ITEM NO.

3

REQUEST TO SPEAK FORM

ORDER REQUEST RECEIVED

3

****PLEASE SUBMIT THIS COMPLETED FORM (AND YOUR WRITTEN STATEMENT) TO THE CLERK OF THE BOARD PRIOR TO DISCUSSION OF YOUR ITEM****

1. INSTRUCTIONS

This Request to Speak form must be filled out and submitted in advance of the discussion of your item to the Clerk of the Board (please attach your written statement to this form). Communications on hearings and agenda items are generally limited to three (3) minutes per person unless the Board authorizes additional time. However, the Chairperson may limit comment to one or two minutes each if there are multiple requests to speak on a particular item. General public comments on items not on the agenda are limited to three (3) minutes. Please be brief and to the point. No yielding of time is allowed. Subjects of previous Hearings or agenda items may not again be addressed under General Public Comments.

Date 2006-11-09
 Name (PLEASE PRINT) Clive Richard
 Address 5153 La Dorna St.
San Diego, CA 92115-1530
 Telephone 619.582.4036
 Organization Represented (if any) _____

Subject of your remarks: _____

Agenda Item Number on which you request to speak _____

Your comments are presenting a position of: SUPPORT

☐

OPPOSITION

☐
2. TESTIMONY AT NOTICED PUBLIC HEARINGS

At Public Hearings of the Board, persons wishing to speak shall be permitted to address the Board on any issue relevant to the subject of the Hearing.

3. DISCUSSION OF AGENDA ITEMS

The Chairman may permit any member of the public to address the Board on any issue relevant to a particular agenda item.

4. GENERAL PUBLIC COMMENTS ON MATTERS NOT ON THE AGENDA

Public comment on matters not on the agenda will be limited to five (5) speakers with three (3) minutes each, under the Public Comment Agenda Item. Additional speakers will be heard at the end of the Board's Agenda.

****REMEMBER: Subjects of previous Hearings or agenda items may not again be addressed under General Public Comments.****



Public Comment



Date: Saturday, November 4, 2006 9:04 PM

From: Clive Richard <s-clive@cox.net>

To: s-clive@cox.net

Subject: Precluded

Mister Chairman:

I have a brochure from the development at Morena/Linda Vista. The tag line reads, "The best kept secret revealed". How appropriate!

On Friday, I learned that on Thursday there was a ribbon cutting at M/LV.

While I said that I did not like being excluded, I realize that to exclude requires an active thought process. I show a lack of humility in thinking I would be given any thought.

I was precluded from attending the event.

On the one hand, I appreciate staff relieving me of the burden of hearing long speeches, often full of words and devoid of substance.

On the other hand, I prefer the right to choose whether or not to waste my time listening for some kernel of useful information.



1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
619.231.1466 FAX 619.234.3407

Agenda

Item No. 6

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

OPS 970.6

November 9, 2006

SUBJECT:

SDTI: LRV VANDALISM AND ACCIDENT REPAIR - WORK ORDER

RECOMMENDATION:

That the Board of Directors authorize the President-General Manager to issue Work Order No. 07-02 under Contract No. C.O.011.0-05 to Carlos Guzman, Inc. for light rail vehicle (LRV) accident and vandalism repair services for a cost not to exceed \$646,364.00, which would include \$250,000 for estimated services for remainder of the current fiscal year and \$396,365.00 in ratified payments made in FY 06 and FY 07 under the base contract.

Budget Impact

The total cost of \$646,364.00 for these services has been budgeted in the FY 06 and FY 07 operating budgets under "LRV Vandalism and Accident Damage Repair."

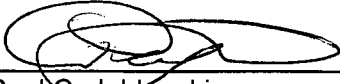
DISCUSSION:

In August 2004 the Board of Directors approved a three-year base contract (C.O.011.0-05) with an option for two 1-year extensions for a total cost not to exceed \$2.2 million for LRV accident and vandalism repair services. Under this contract, Work Order No. 05-01 was approved for \$500,000; all funds under this work order have been expended. Work continued in accordance with the contract even after the work order limit was reached. The original agenda item contained a requirement that subsequent work orders be approved by the Board in subsequent years. Due to an oversight of this provision, work in conjunction with this contract continued in FY 06 and into FY 07. In order to fulfill the original contract provisions, staff is seeking approval for Work Order No. 07-02 (Attachment A) not to exceed \$646,364 to cover the cost of



Metropolitan Transit System (MTS) is comprised of the Metropolitan Transit Development Board (MTDB) a California public agency, San Diego Transit Corp., and San Diego Trolley, Inc., in cooperation with Chula Vista Transit and National City Transit. MTS is Taxicab Administrator for eight cities. MTDB is owner of the San Diego and Arizona Eastern Railway Company. MTDB Member Agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway, City of San Diego, City of Santee, and the County of San Diego.

services already provided in FY 06 and the estimated need for services in FY 07. The dollar amount is well within the overall contract limit of \$2.2 million and is consistent with original Board approval. Ratification by the Board of \$396,365.00 in payments made during FYs 06 and 07 is also requested.



Paul G. Jablonski
Chief Executive Officer

Key Staff Contact: Russ Desai, 619.595.4908, rdesai@sdti.sdmts.com

NOV-9.06.6.LRV VANDAL ACCIDENT REPAIR.PTERESCHUCK

Attachment: A. Work Order No. 07-02



San Diego Trolley, Inc.

1255 Imperial Avenue, Suite 900
San Diego, CA 92101-7492
(619) 595-4949 • FAX (619) 238-4182

DRAFT

November 9, 2006

SDTI Doc. No. C.O.011.0-05

Work Order No. 07-02

Mr. Carlos Guzman
President
Carlos Guzman, Inc.
1619 East Creston Street
Signal Hill, CA 90755

Dear Mr. Guzman:

Subject: SDTI DOC. NO. C.O. 011.0-05, WORK ORDER NO. 07-02 for LRV ACCIDENT/VANDALISM
DAMAGE REPAIR SERVICES FOR FYS 06 AND 07

This letter will serve as our agreement for services to be provided under the Light Rail Vehicle (LRV)
Accident/Vandalism Damage Repair Services Agreement as further described below.

Scope of Services

Provide LRV accident/vandalism damage repair services on an as-needed basis for fiscal years 2006 and
2007 in accordance with the LRV Accident/Vandalism Damage Repair Services Agreement.

Schedule

All work under this work order will be completed by June 30, 2007. The original Request for Proposals
(RFP), Attachment B-II, Section 1-3, *Requirement for Contractor Response Time*, shall apply for each
incident.

Payment

Payment shall be made on a monthly basis. The invoice shall include a list of preapproved cost estimates
for each incident during the previous month with appropriate supporting paperwork. The total cost of
services provided for this work order shall not exceed \$646,364.

If you agree with the above, please sign in the space provided below and return the document marked
"Original" to Rima Abi-Najm. The second copy is to be retained for your records.

Sincerely,

Agreed:

Peter D. Tereschuck
President-General Manager

Carlos Guzman
Carlos Guzman, Inc.

NOV9-06.6.AttA.LRV ACCIDENT WORK ORDER.PTERESCHUCK

Date: _____





1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
619.231.1466 FAX 619.234.3407

Agenda

Item No. 7

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

SRTP 805.1 (PC 50451)

November 9, 2006

SUBJECT:

MTS: TRANSPORTATION MANAGEMENT AND DESIGN, INC. CONTRACT AMENDMENT

RECOMMENDATION:

That the Board of Directors authorize the Chief Executive Officer (CEO) to enter into a contract amendment (MTS Doc. No. G0939.4-05 - Attachment A) with Transportation Management and Design Inc. (TMD) to increase the existing contract budget by \$22,000 (from \$600,000 to \$622,000) and encumber this additional \$22,000 into Work Task No. 8 (Financial and Implementation Plan).

Budget Impact

Budget impacts are projected not to exceed an additional \$22,000 for Task No. 8 of the Comprehensive Operational Analysis (COA) contract. This amendment would bring the total contract amount of the COA to \$622,000.

DISCUSSION:

On November 12, 2004, the MTS Board approved the selection of TMD to conduct the COA of MTS services. The purpose of COA Task No. 8 is to develop a financial and implementation plan for COA recommendations. A key task of the implementation plan is to identify ancillary actions and strategies needed to ensure success. As MTS completes the implementation of the COA service changes, strategies for improving the efficiency and quality of service delivery have been identified. Specifically, the increased budget would allow MTS to pursue strategies for optimizing schedules, vehicle management, and operator assignments. All hourly rates for work performed shall be based upon the originally negotiated and approved contract rates. Board approval for this additional work is therefore requested pursuant to MTS Procurement Policy No. 52, Section 52.2.A (iii).

Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Michael Daney, 619.515.0932, Mike.Daney@sdmts.com

NOV9-06.7.TMD AMDMT.MDANEY

Attachment: A. Draft MTS Doc. No. G0939.4-05





Metropolitan Transit System

Att. A, AI 7, 11/9/06, SRTP 805.1

1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
(619) 231-1466 • FAX (619) 234-3407

DRAFT

November 9, 2006

MTS Doc. No. G0939.4-05
SRTP 805.1 (PC 50451)

Mr. Russell Chisholm
Transportation Management & Design, Inc.
5541 Fermi Court, Suite 170
Carlsbad, CA 92008

Dear Mr. Chisholm:

Subject: AMENDMENT NO. 4 TO MTS CONTRACT NO. G0939.4-05, AGREEMENT BETWEEN
MTS AND TRANSPORTATION MANAGEMENT & DESIGN, INC., TO PROVIDE
CONSULTANT SERVICES TO COMPLETE A COMPREHENSIVE OPERATIONS
ANALYSIS FOR THE METROPOLITAN TRANSIT SYSTEM

This letter will serve as Amendment No. 4 to MTS Document No. G0939.0-05 to increase the
Comprehensive Operational Analysis (COA) budget by \$22,000.00 for a total COA budget of
\$622,000.00.

In addition, this letter will serve as authorization for Amendment No. 4 to Work Order No 05.08.01 to
MTS Doc. No G0939.0-05 to encumber the full amount of \$22,000.00.

This increase in budget will allow TMD to complete Task No. 8, which will ensure that MTS service is
being provided as efficiently as possible through the development of phasing strategies for
implementing the Service Redevelopment Plan, as described in the attached Task No. 8 Scope of
Services (attached).

PAYMENT

The original budget for Task No. 8 is \$36,792.00 (Exhibit 1). The total budget for Financial and
Implementation Plan (Task No. 8) with the added \$22,000.00 (Exhibit 2) will not exceed the revised
amount of \$58,792.00. Written authorization from MTS is required for any work that would exceed
\$58,792.00 in total value for this task.

All other provisions of the original contract dated November 12, 2004, shall remain unchanged. If you
agree with the above, please sign below and return the copy marked "original" to Traci Bergthold,
Contracts Specialist at MTS. The other copy is for your records.

Sincerely,

Accepted:

Paul C. Jablonski
Chief Executive Officer

Russell Chisholm
Transportation Management & Design, Inc.

NOV9-06.7.AttA.TMD AMDMT.MDANEY

Date: _____

Attachment: Scope of Services (with Exhibits 1 and 2)

SCOPE OF SERVICES

PROVIDE A FINAL REPORT, INCLUDING AN EXECUTIVE SUMMARY, DESCRIPTION OF THE SERVICE CONCEPTS AND GUIDELINES, SERVICE REDEVELOPMENT PLAN, FINANCE PLAN, AND IMPLEMENTATION PLAN FOR THE COMPREHENSIVE OPERATIONAL ANALYSIS (COA)

AMENDMENT NO. 4
MTS DOC. NO. G0939.0-05
WORK ORDER NO. 05.08.01

PURPOSE

Task 8 – Financial and Implementation Plan

Financial Plan. Transportation Management & Design, Inc. (TMD) will develop a financial plan to support the implementation of the redevelopment plan that will include the following:

- Five-year financial plan with FY 2005 as the baseline year and covering fiscal years 2006 through 2010.
- Operating costs to be based on TMD's draft schedules using the San Diego Association of Governments' (SANDAG's) cost allocation and SANDAG-approved inflation indexing. Changes in support staff or functions will be budgeted directly. Operating costs will include maintenance and support of any new technology proposed by the service redevelopment plan.
- Capital costs will include any improvements and expansion for passenger or operations facilities, newly proposed vehicles (replacement vehicle plan will be per current MTS policy), and any additional enhanced technology systems. Costs will be based on prevailing local and/or industry rates.
- Operating revenue will be based on ridership estimates from Task No. 6 at current average fares. Where new transit options require different fares, the ridership estimate will include elasticity factors. No changes are planned in current fares; any currently planned MTS regular fare changes during the five-year plan horizon will be included based on MTS estimates.
- Current funding sources and levels will be provided by MTS/SANDAG. The consultant will identify applicable, additional, nontraditional public and private funding sources to augment existing funding.
- TMD will provide the final Excel-based financial planning tool to MTS.

Implementation Plan. The Implementation Plan will include the following:

- Key action task list will identify lead departments and agencies, time line, and critical decision points.
- Plan will identify ancillary actions and strategies needed to ensure success.
- Identify key actions by quarter for the first year and annually thereafter.

Final Report. TMD will prepare a final report and technical appendix based on the previous task work.

Key Personnel: R. Chisholm, B. Boyd (TMD); M. S. O'Melia (OMC)

Deliverable: (a) Final report, including an executive summary, description of the service concept and guidelines, service redevelopment plan, financial plan, and implementation plan; and (b) supporting information will be provided in a Technical Appendix.

Exhibit 1
MTS COA
Project Cost Proposal - Best and Final

TRANSPORTATION MANAGEMENT & DESIGN, INC.	Labor/Tasks	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Project Mgmt & Team Meetings	Labor Hours	Labor Rate	Total Cost
		Public Part. Process	Data Collection & Review	Existing Conditions	Regional Service Concept	Syet/Svc Evaluation	Service Restructure Plan	Operational Analysis	Financial/ Impl Plan				
	Russell Chisholm - PM	124	40	24	80	100	80	40	40	100	628	\$129.90	\$81,577
	Brent Boyd - Deputy PM	152	40	24	140	140	80	8	80	84	748	\$59.90	\$44,805
	Phillip Boyle				24	120	80	120			344	\$112.50	\$38,700
	John Pappas				24	120	80	120			344	\$112.50	\$38,700
	Barry George					40	40	24			104	\$95.80	\$9,963
	Michel Courval		40					40			80	\$112.57	\$9,006
	Senior Associate	16	40	40	80	120	80		64		440	\$59.90	\$26,356
	Associate	16	120	64	80	280	80	64	80		784	\$54.90	\$43,042
	Project Support	16	8	8	8	8	8	8	40	32	136	\$40.80	\$5,549
	LABOR HOURS	324	288	160	436	928	528	424	304	216	3,608		
	LABOR COST	\$27,702	\$21,405	\$10,791	\$33,688	\$75,094	\$46,526	\$43,317	\$19,846	\$19,327			\$297,698
	FIXED FEE (15%)	\$4,155	\$3,211	\$1,619	\$5,053	\$11,264	\$6,979	\$8,498	\$2,977	\$2,899			\$44,655
	TOTAL LABOR & FEE	\$31,857	\$24,616	\$12,410	\$38,741	\$86,358	\$53,505	\$49,815	\$22,823	\$22,226			\$342,353
	OTHER DIRECT COSTS	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt			Total Cost
	Travel	\$204	\$2,350					\$2,350					\$4,904
	Lodging		\$3,600					\$3,600					\$7,200
	Per Diem		\$980					\$980					\$1,960
	Communications	\$2,000								\$500			\$2,500
	Printing	\$1,875							\$3,075				\$4,950
	Software Fees (Hastus)							\$1,000					\$1,000
	Materials & Supplies									\$200			\$200
OTHER DIRECT COSTS	\$4,079	\$6,930					\$7,930	\$3,075	\$700			\$22,714	
TOTAL TMD	\$35,936	\$31,546	\$12,410	\$38,741	\$86,358	\$53,505	\$57,745	\$25,898	\$22,926	3,608		\$365,067	

	Labor/Tasks	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt	Labor Hours	Labor Rate	Total Cost
Katz & Associates, Inc.	Lewis Michaelson/Facilitator	160									160	\$170.00	\$27,200
	Account Exec II	80									80	\$110.00	\$8,800
	Project Support	160									160	\$40.00	\$6,400
	Labor Hours	400									400		
	Labor Cost	\$42,400											\$42,400
	OTHER DIRECT COSTS	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt			Total Cost
	Communications	\$250											\$250
	Printing												
	Materials & Supplies												
	Miscellaneous												
	OTHER DIRECT COSTS	\$250											\$250
	TOTAL KATZ	\$42,650									400		\$42,650

EXHIBIT 1

Exhibit 1
MTS COA
Project Cost Proposal - Best and Final

Ilium	Labor/Tasks	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt	Labor Hours	Labor Rate	Total Cost
	Bob Prowda				40						40	\$150.00	\$6,000
	Labor Hours				40						40		
	Labor Cost				\$6,000								\$6,000
	OTHER DIRECT COSTS	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt			Total Cost
	Travel				\$500								\$500
	Lodging				\$100								\$100
	Per Diem				\$35								\$35
	Auto Rental				\$150								\$150
	OTHER DIRECT COSTS				\$785								\$785
TOTAL ILIUM					\$6,785						40		\$6,785

O'Melia Consulting	Labor/Tasks	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt	Labor Hours	Labor Rate	Total Cost
	Mary Sue O'Melia	8	40		64	80	40		80		312	\$135.00	\$42,120
	Labor Hours	8	40		64	80	40		80		312		
	Labor Cost	\$1,080	\$5,400		\$8,640	\$10,800	\$5,400		\$10,800				\$42,120
	OTHER DIRECT COSTS	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt			Total Cost
	Travel	\$94			\$94	\$94	\$94		\$94				\$469
	OTHER DIRECT COSTS	\$94			\$94	\$94	\$94		\$94				\$469
	TOTAL OMC	\$1,174	\$5,400		\$8,734	\$10,894	\$5,494		\$10,894		312		\$42,589

Cambridge Systematics	Labor/Tasks	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt	Labor Hours	Labor Rate	Total Cost
	Maren Outwater		16	8			32			16	72	\$204.83	\$14,755
	Christopher Wornum	80	16	40	80		40			16	272	\$201.83	\$54,843
	Andrew Tang			80	72		40				192	\$124.49	\$23,902
	Vamsee Modugula		16	40	24		40				120	\$127.72	\$15,326
	Yushuang Zhou		48	40	40		120				248	\$109.18	\$27,077
	Labor Hours	80	96	208	216		272			32	904		
	Labor Cost	\$16,130	\$13,789	\$29,140	\$32,526		\$37,813			\$6,505			\$135,903
	OTHER DIRECT COSTS	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt			Total Cost
	Travel	\$1,320	\$1,320										\$2,640
	Lodging	\$1,200	\$1,200										\$2,400
	Per Diem	\$350	\$350										\$700
	Auto Rental	\$525	\$375										\$900
	OTHER DIRECT COSTS	\$3,395	\$3,245										\$6,640
TOTAL CAMBRIDGE		\$19,525	\$17,034	\$29,140	\$32,526		\$37,813			\$6,505	904		\$142,543

TOTAL	TOTAL	Task 1	Task 2	Task 3	Task 4	Task 5	Task 6	Task 7	Task 8	Proj Mgmt	Total Hours		Total Cost
	TOTAL PROJECT COST	\$99,286	\$53,980	\$41,549	\$86,786	\$97,252	\$96,812	\$57,745	\$36,792	\$29,431	5,264		\$599,634

SD MTS Fall 2006 Scheduling Support

Project Cost Proposal

TRANSPORTATION MANAGEMENT & DESIGN	Labor/Tasks	Task A Jan 07 Support	Task B Final Block/Runs	Task C Rostering	Project Mgmt	Labor Hours	Labor Rate	Total Cost
	Russell Chisholm				4	4	\$129.90	\$520
	Michel Courval		96	96		192	\$112.57	\$21,613
	John Pappas	80				80	\$112.50	\$9,000
	Project Support				4	4	\$40.80	\$163
	LABOR HOURS	80	96	96	8	280		
	LABOR COST	\$9,000	\$10,807	\$10,807	\$683			\$31,296
	OTHER DIRECT COSTS	Task A	Task B	Task C	Proj Mgmt			Total Cost
	Travel	\$900		\$650				\$1,550
	Lodging	\$1,500		\$750				\$2,250
	Per Diem	\$350		\$175				\$525
	OTHER DIRECT COSTS	\$2,750	\$0	\$1,575	\$0			\$4,325
	TOTAL TMD	\$11,750	\$10,807	\$12,382	\$683	280		\$35,621

EXHIBIT 2

TOTAL	TOTAL	Task A	Task B	Task C	Proj Mgmt	Total Hours	Total Cost
	PROJECT FEE (10%)	\$1,175	\$1,081	\$1,238	\$68		\$3,562
	TOTAL PROJECT COST	\$12,925	\$11,887	\$13,620	\$751	280	\$39,183

COA BUDGET REMAINING (NON FEE)
ADDITIONAL REQUIRED

\$	19,000
\$	20,183



Metropolitan Transit System

1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
619.231.1466, FAX: 619.234.3407

Agenda

Item No. 8

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

SDAE 710.1 (PC 50771)

November 9, 2006

SUBJECT:

MTS: SAN DIEGO AND ARIZONA EASTERN (SD&AE) RAILWAY COMPANY
QUARTERLY REPORTS AND RATIFY ACTIONS TAKEN BY THE SD&AE RAILWAY
COMPANY BOARD OF DIRECTORS AT ITS OCTOBER 24, 2006, MEETING

RECOMMENDATION:

That the Board of Directors:

1. receive the San Diego and Imperial Valley Railroad (SD&IV), Pacific Southwest Railway Museum Association (Museum), and Carrizo Gorge Railway, Inc. (Carrizo) quarterly reports (Attachment A); and
2. ratify actions taken by the San Diego and Arizona Eastern (SD&AE) Railway Company Board of Directors at its meeting on October 24, 2006 (Attachment B).

Budget Impact

None.

DISCUSSION:

Quarterly Reports

Pursuant to the Agreement for Operation of Freight Rail Services, SD&IV, Museum, and Carrizo have provided the attached quarterly reports of their operations during the third quarter of calendar year 2006 (Attachment A).



Metropolitan Transit System (MTS) is a California public agency and is comprised of San Diego Transit Corporation and San Diego Trolley, Inc. nonprofit public benefit corporations, in cooperation with Chula Vista Transit and National City Transit. MTS is the taxicab administrator for eight cities and the owner of the San Diego and Arizona Eastern Railway Company. MTS member agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway, City of San Diego, City of Santee, and the County of San Diego.

SD&AE Property Matters

Under its adopted policy for dealing with the SD&AE Railway, the MTS Board of Directors must review all property matters acted on by the SD&AE Board. At its meeting of October 24, 2006, the SD&AE Board approved:

- Summary of SD&AE Documents Issued Since July 25, 2006 (Attachment B).



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Tiffany Lorenzen, 619.557.4512, tiffany.lorenzen@sdmts.com

OCT24-06.8.SDAEREPORTS.TLOREN

Attachments: A. Operators' Quarterly Reports
B. SD&AE Agenda Item No. 6

Agenda

Item No. 3

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

SDAE 710.1 (PC 50771)

October 24, 2006

SUBJECT:

REPORT ON SAN DIEGO AND IMPERIAL VALLEY (SD&IV) RAILROAD OPERATIONS

RECOMMENDATION:

That the SD&AE Board of Directors receive this report for information.

Budget Impact

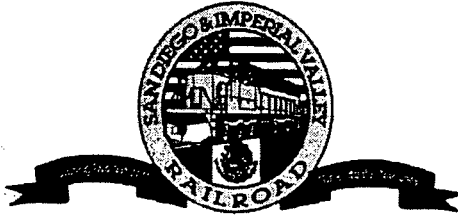
None.

DISCUSSION:

An oral report will be given during the meeting.

JGarde
3-SDIVOPS
10/13/06

Attachment: Periodic Report for the 3rd Quarter of 2006



October 24, 2006

SD&AE Board
C/O MTS
1255 Imperial Avenue, Suite 1000
San Diego, California 92101

Periodic Report

In accordance with Section 20 of the Agreement for Operational Freight Service and Control through Management of the San Diego and Arizona Eastern Railway Company; activities of interest for the 3rd Quarter of 2006 are listed as follows:

1. Labor

At the end of September 30, 2006 the San Diego & Imperial Railroad had 15 employees:

- 1 General Manager
- 1 Trainmaster
- 1 Manager - Marketing & Sales
- 1 Office Manager
- 1 Mechanical Employee
- 2 Maintenance of Way Employees
- 8 Transportation Specialists

2. Marketing

In the 3rd Quarter of 2006 versus 2005, US lumber carloads declined due to market conditions. Mexican traffic remained steady.

3. Reportable Injuries/Environmental

Through year to date, September 30, 2006, there were no FRA Reportable injuries on the SDIY Railroad.

Days FRA Injury Free: 2692

Days FRA Incident Free: 2672

FRA Inspection Reports for the 3rd Quarter of 2006 are attached.

4. Summary of Freight

	2006	2005	2004
Total rail carloads that moved by SDIY Rail Service in the quarter.	1,863	1,938	2,429
Total railroad carloads Terminating/Originating Mexico in the quarter.	1,328	1,405	1,578
Total railroad carloads Terminating/Originating El Cajon, San Diego, National City, San Ysidro, California in the quarter.	535	533	851
Total customers directly served by SDIY in the quarter	12	12	12
Regional Truck trips that SDIY Railroad Service replaced in the quarter	12,296	12,791	16,031

Respectfully,

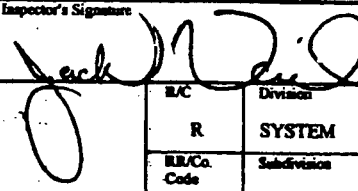
Pete Jespersen

General Manager

DEPARTMENT OF TRANSPORTATION
FEDERAL RAILROAD ADMINISTRATION (FRA)

INSPECTION REPORT

OMB Approval No.: 2130-0509

Inspector's Name VAIL, JACK J.		Inspector's Signature 		Inspector's ID No. 91130		Report No. 220		Date yy mm dd 2006 9 12	
Railroad/Company Name & Address SAN DIEGO & IMPERIAL VALLEY 1501 NATIONAL AVE. SUITE 200 SAN DIEGO, CA 92113				RAC R Division SYSTEM RR/Co. Code SDIY		RR/Co. Representative (Receipt Acknowledged) Name PETE JESPERSEN Title TRAINMASTER Signature			
From: City SAN DIEGO		Code 3260		Destination City & County		Code		From Latitude	
State CA		Code 06		City				From Longitude	
County SAN DIEGO		Code C073		County				To Latitude	
Mile Post: From _____ To _____				Inspection Point: SAN YISDRO				To Longitude	
Activity Code	RRO	TC1	TPLH	TC2	215	232	172C		CARS
Units	1	5	5	4	4	4	4		4

Item	Initials/Milepost	Equipment/Track #	Type/Kind	49 CFR/USC	Defect	Subrule	Speed	Class	Train #/Site	SNFR*	RCL**	# of Occ.***	Activity Code
1										N	N	0	
Description ** Comment to Railroad/Company ** CONDUCTED INSPECTION ON RAILROAD OPERATIONS. NO DEFECTS WERE NOTED.													
Violation Recommended Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Latitude: Longitude:													
Written Notification to FRA of Remedial Action is: Required <input type="checkbox"/> Optional <input type="checkbox"/> Railroad Action Code: Date (mm/dd/yyyy): Comments on back? <input type="checkbox"/>													
2										N	N	0	
Description ** Comment to Railroad/Company ** CONDUCTED VISUAL INSPECTION ON TANK CARS ON OUT GO (CRZY) TRAIN FOR PROPER PLACARDING, SECUREMENT, MARKING AND TEST DATES. NO DEFECTS WERE NOTED.													
Violation Recommended Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Latitude: Longitude:													
Written Notification to FRA of Remedial Action is: Required <input type="checkbox"/> Optional <input type="checkbox"/> Railroad Action Code: Date (mm/dd/yyyy): Comments on back? <input type="checkbox"/>													
3										N	N	0	
Description ** Comment to Railroad/Company ** CONDUCTED INSPECTION ON TANK CARS CONTAINING A HAZARDOUS MATERIAL FOR PROPER CAR PLACEMENT IN OUT GO TRAIN. NO DEFECTS WERE NOTED.													
Violation Recommended Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Latitude: Longitude:													
Written Notification to FRA of Remedial Action is: Required <input type="checkbox"/> Optional <input type="checkbox"/> Railroad Action Code: Date (mm/dd/yyyy): Comments on back? <input type="checkbox"/>													

Source Code A	File Number	ID's of Accompanying Inspector(s)
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DEPARTMENT OF TRANSPORTATION

INSPECTION REPORT

FEDERAL RAILROAD ADMINISTRATION (FRA)

(Continuation)

OMB Approval No.: 2130-0509

Inspector's ID No.	Report No.	Report Date
91130	220	9/12/2006

Item	Initials/Milepost	Equipment/Track #	Type/Kind	49 CFR/USC	Defect	Subrule	Speed	Class	Train #/Site	SNFR*	RCL**	# of Occ.***	Activity Code
4										N	N	0	

Description ** Comment to Railroad/Company **

CONDUCTED INSPECTION ON TANK CARS IN THE SAN YISDRO YARD FOR PROPER PLACARDING, SECUREMENT, MARKING, AND TEST DATES. NO DEFECTS WERE NOTED.

Violation Recommended	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Latitude:	Longitude:
-----------------------	---	-----------	------------

Written Notification to FRA of Remedial Action is:	Required <input type="checkbox"/> Optional <input type="checkbox"/>	Railroad Action Code	Date (mm/dd/yyyy)	Comments on back?
--	---	----------------------	-------------------	-------------------

Item	Initials/Milepost	Equipment/Track #	Type/Kind	49 CFR/USC	Defect	Subrule	Speed	Class	Train #/Site	SNFR*	RCL**	# of Occ.***	Activity Code
5										N	N	0	

Description ** Comment to Railroad/Company **

CONDUCTED INSPECTION ON GENERAL CREW SAFETY INSPECTION ON RAIL CARS CONTAINING A HAZARDOUS MATERIAL. NO DEFECTS WERE NOTED.

Violation Recommended	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Latitude:	Longitude:
-----------------------	---	-----------	------------

Written Notification to FRA of Remedial Action is:	Required <input type="checkbox"/> Optional <input type="checkbox"/>	Railroad Action Code	Date (mm/dd/yyyy)	Comments on back?
--	---	----------------------	-------------------	-------------------

Item	Initials/Milepost	Equipment/Track #	Type/Kind	49 CFR/USC	Defect	Subrule	Speed	Class	Train #/Site	SNFR*	RCL**	# of Occ.***	Activity Code
6										N	N	0	

Description ** Comment to Railroad/Company **

CONDUCTED SAFETY APPLIANCE INSPECTION ON RAIL CARS CONTAINING A HAZARDOUS MATERIAL. NO DEFECTS WERE NOTED.

Violation Recommended	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Latitude:	Longitude:
-----------------------	---	-----------	------------

Written Notification to FRA of Remedial Action is:	Required <input type="checkbox"/> Optional <input type="checkbox"/>	Railroad Action Code	Date (mm/dd/yyyy)	Comments on back?
--	---	----------------------	-------------------	-------------------

Item	Initials/Milepost	Equipment/Track #	Type/Kind	49 CFR/USC	Defect	Subrule	Speed	Class	Train #/Site	SNFR*	RCL**	# of Occ.***	Activity Code
7										N	N	0	

Description ** Comment to Railroad/Company **

CONDUCTED INSPECTION ON THE SHIPPING PAPERS FOR TANK CARS CONTAINING A HAZARDOUS MATERIAL FOR PROPER DESCRIPTION OF LADING. NO DEFECTS WERE NOTED.

Violation Recommended	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Latitude:	Longitude:
-----------------------	---	-----------	------------

Written Notification to FRA of Remedial Action is:	Required <input type="checkbox"/> Optional <input type="checkbox"/>	Railroad Action Code	Date (mm/dd/yyyy)	Comments on back?
--	---	----------------------	-------------------	-------------------

Agenda

Item No. 4

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

SDAE 710.1 (PC 50771)

October 24, 2006

SUBJECT:

REPORT ON PACIFIC SOUTHWEST RAILWAY MUSEUM

RECOMMENDATION:

That the SD&AE Board of Directors receive the report for information.

Budget Impact

None.

DISCUSSION:

A report will be presented during the meeting.

JGarde/4-PSRM
10/12/06

Attachment: A. Third Quarter Report for 2006

Pacific Southwest Railway Museum

4695 Nebo Drive
La Mesa, CA 91941-5259

October 12, 2006

SD&AE Board
C/O MTS
1255 Imperial Av #1000
San Diego, CA 92101

THIRD QUARTER REPORT FOR 2006

The year 2006 represents the Museum's 45th anniversary year, with our 26th year at Campo and our 21st year operating passenger trains on the San Diego & Arizona Railway. Here are the highlights for this quarter:

1. Using all volunteer crews, we ran 51 passenger trains and carried 2,029 passengers, with no accidents or incidents. Our check for the 2nd quarter '06 revenue is being sent under separate cover.
2. Unfortunately, our August Campo to Tecate train was caught up between an ongoing disagreement with CZRy and Admicarga. Upon arrival in Mexico, we learned that the Mexican crews and track warrants were not available for our train. A potential huge problem was averted when we were able to contact US Customs, who quickly assembled a team of Customs and Border Patrol to meet us in Campo to clear the train at 12:15PM instead of the 4:30PM scheduled. We are extremely grateful to US Customs at Tecate for their outstanding customer service.
3. Since that ill-fated Tecate train, we have signed an agreement with CZRy to provide Mexican crews and track warrants allowing the continued operation of

A California Non-Profit, Public Benefit Corporation, IRS Tax # 95-2374478

Owners and operators of the Campo Railroad Museum,
San Diego & Arizona Railway and the La Mesa Depot Museum

these trains. Both of our September trains went off without a hitch, including the Huell Howser special. The disagreement between CZRy and Admicarga has not been resolved as of the date of this letter. A meeting with the Mexican SCT has been promised between Admicarga, CZRy and PSRM to iron out the disagreement.

4. PBS and Huell Howser filmed a segment of "California's Gold" on our Tecate train. This was shown to the local KPBS station as a fund raiser for both the Museum and KPBS, with a sold out train running September 30th. The extremely positive public relations show will bring great increase in tourists to East County, as well as knowledge of the railroad and our Museum. In addition, this segment of "California's Gold" has also shown in Los Angeles, generating lots of new business for the Museum and attention to the railway.
5. We have greatly improved our relationship with CZRy by forming a working group between Ken Kahan, VP at CZRy and Jim Lundquist, President, PSRM. This has lead to several proposals which have been addressed to the SD&AE.
6. CZRy and PSRM have jointly requested the operation of a volunteer members and CZRy personal only train on December 30th from Campo to HiPass. This request only involves one additional bridge, which was inspected last year at the request of SD&AE and found to be in good condition. We would hope that the SD&AE approves this joint cooperative effort.
7. In working with Tim Alison, CZRy and the Museum, we have conceptually discussed a property trade between PSRM and the SD&AE, whereby PSRM gives the access road to the Campo depot to SD&AE and the SD&AE gives the Campo Depot parking lot, structures and property 10 feet away from the existing tracks to existing museum Campo Junction switch to the Museum. This trade allows the SD&AE highway access to their property at Campo, and, brings the historic Campo Depot and Section House into the ownership of the railroad museum, thereby saving this historic area for future generations. This swap of property would require an easement from Forrest Gate Road to the Campo Depot parking lot to be granted. In speaking with CZRy, they have suggested that they grant access to Sheridan Road on leased private property, which would allow the Museum to not use the new easement through their yard. In addition, the MTS would gain legal access to the existing bus parking site. This entire proposal appears to be a win-win-win-win situation for all parties involved – the SD&AE, PSRM, CZRy and MTS. We look forward to meaningful

discussion of this proposal with the SD&AE.

8. CZRy and PSRM have jointly requested the operation of a motorcar event over the SD&AE from Campo to Plaster City and return sometime in the Spring. Details of the event have been passed along via email to the SD&AE. We would hope that the SD&AE approves this joint cooperative effort.
9. The new public bathrooms with funding from Supervisor Dianne Jacob of the County of San Diego is currently in the design phase. During the next quarter, construction should be well underway. When completed, this will be a tremendous improvement for the museum as well as the Campo community. The first stop for most of our visitors is the restroom after the drive out.
10. Rehabilitation of the Campo Depot continues, with additional new siding, stairs to the new deck, installation of a new water fountain and the finishing of new hardwood flooring upstairs completed. We hope to put the upstairs into service by the time of our North Pole Express trains. Plans are underway to install track(s) on the east side of the depot, with a raised path and exhibits for the viewing public. Eight new trees and 8 new bushes have been planted at the depot.
11. We have teamed up with the Mountain Empire High School again this year to present the North Pole Express trains. Our corporate sponsors for this event so far are the Golden Acorn Casino and Qualcomm. This year, we will operate eight special trains with Santa onboard. I hope some of the SD&AE Board members could join us. We are working hard to make improvements to some of our passenger cars for these trips.
12. For the past several years, the Museum has had a project funded by the SD&AE waiting for CZRy cooperation. We have heard from CZRy that there are now in the planning stages for the rerailing and installation of new ties on the three tracks in front of the depot. Once this work is accomplished, the effort to install a brick platform will start. This effort requires a cooperative effort between the Museum and CZRy as we need to install new ties and rail on the house track in front of the depot, and new ties on the main and siding, with a slight regrading of the tracks to fall away from the depot. The current condition of the ties and the rail on the house track is getting critical and I hope this project can start very soon.

SD&AE

October 12, 2006

We appreciate the support of everyone and every organization in our efforts to save the railway history of San Diego and our region. We would love to entertain the SD&AE or the MTS Board anytime at Campo.

Sincerely,

Jim Lundquist

Jim Lundquist, President
Pacific Southwest Railway Museum

Agenda

Item No. 5

San Diego and Arizona Eastern (SD&AE)
Railway Company
Board of Directors Meeting

SDAE 710.1 (PC 50771)

October 24, 2006

SUBJECT:

REPORT ON THE DESERT LINE

RECOMMENDATION:

That the SD&AE Board of Directors receive a report on the status of the Desert Line (attached) and updates regarding:

- freight/sand movements for July, August, and September 2006;
- the meeting with Osmose and the status of the bridge inspections;
- mediation;
- the fire hazard abatement order;
- the status of the property tax payments due from Carrizo Gorge Railway; and
- the status of all payments due and owed to SD&AE and San Diego and Imperial Valley (SD&IV) Railroad.

Budget Impact

None.

JGarde
OCT24-06.5.DESERTLINE.TLOREN
10/18/06

Attachment: Order to Abate Fire Hazards within Railroad Right-of-Way
Periodic Report 3rd Quarter 2006

DEPARTMENT OF FORESTRY AND FIRE PROTECTION

2249 Jamacha Road
El Cajon, CA 92019
Website: www.fire.ca.gov
(619) 590-3100



Charles R. Maner, Unit Chief
California Department of Forestry and Fire Protection
San Diego Unit
2249 Jamacha Road
El Cajon, CA 92019
(619)590-3120

ORDER TO ABATE FIRE HAZARDS WITHIN RAILROAD RIGHT-OF-WAY

Carrizo Gorge Railway, Inc.
2295 Fletcher Parkway, Suite 101
El Cajon, CA 92020
(619)938-1943

You are hereby ordered, pursuant to the provision of Section 4296.5 of the California Public Resources Code and in accordance with the provisions of Title 14 of the California Code of Regulations Section 1290 through 1294, to remove all vegetation and/or other flammable material ten feet vertically from each outside rail as well as areas between the rails from mile post 73.5 Miller Creek to mile post 94.0 Titus.

Said hazard abatement is to be completed on or before September 1, 2006.

Failure to comply with the provision of this order is a misdemeanor as provided by section 4021 of the California Public Resources Code.

Signature of Authorized Agent or Representative:

A handwritten signature in black ink, appearing to read 'James P. Garrett', written over a horizontal line.

James P. Garrett

Title: Battalion Chief

Date: July 15, 2006

At: El Cajon, CA.

cc: file
MTB

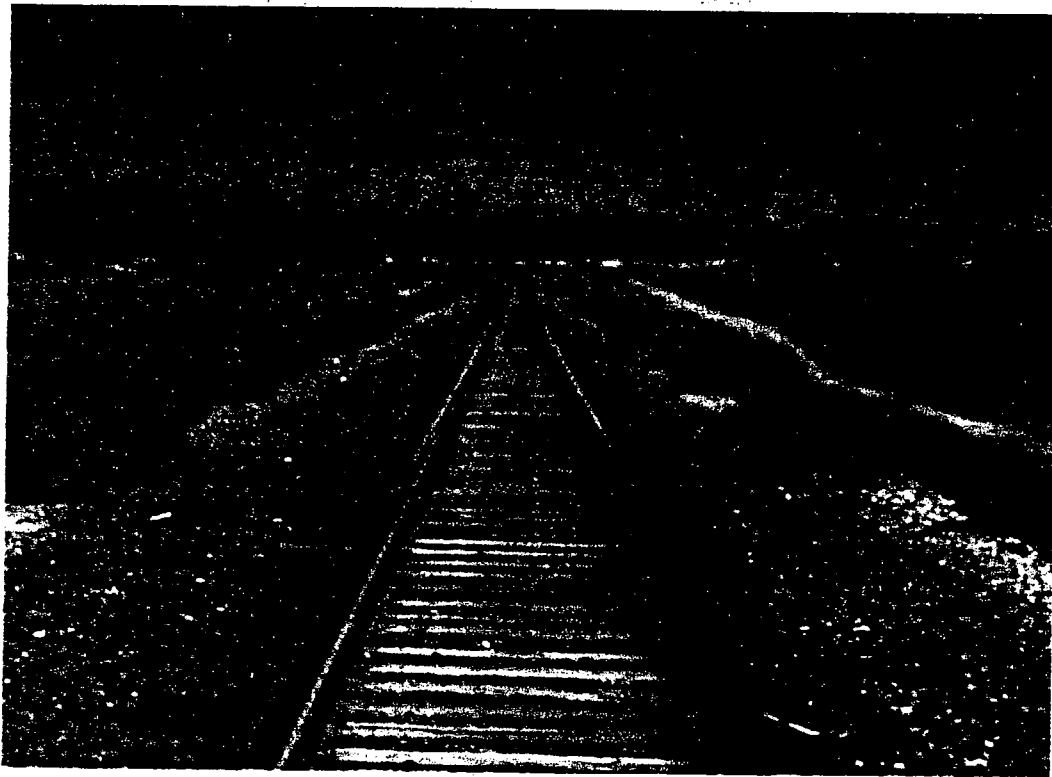
Public Resources Code Section 4296.5

- (a) Any person or corporation operating a railroad on forest, brush, or grass covered land shall, if ordered by the director or the agency having primary responsibility for fire protection of the area, destroy, remove, or modify so as not to be flammable any vegetation or other flammable material defined by regulation of the director to be a fire hazard on the railroad right-of-way. The director shall adopt regulations establishing fire prevention hazard reduction standards for broad geographic areas by fuel type, slope, and potential for ignition from hot or flaming exhaust, carbon particles, hot metal, burning signal devices, burning tobacco, and other similar potential sources of ignition.
- (b) The order to destroy, remove, or modify vegetation or other flammable material shall specify the location of the hazard to be destroyed, removed, or modified within the right-of-way, the width of the hazard which shall not exceed the width of the right-of-way, and the time within which compliance with the order is required.
- (c) The director or the agency having primary responsibility for fire protection of the area shall allow a reasonable period of time for compliance with an order to destroy, remove, or modify vegetation or other flammable material.

It is a Misdemeanor to violate the provisions of the Regulations. for Citations use Section 4021 in the PRC with supporting Sections of PRC 4296.5 and California Code of Regulations (CCR) 1293.



Examples of Rail way in compliance with PRC 4296.5. (Phelan, San Bernardino County)



Examples of San Diego Arizona Eastern Railway (June 29, 2006)





Periodic Report

to the San Diego & Arizona Eastern Railway Company

3rd Quarter 2006





Periodic Report

to the San Diego & Arizona Eastern Railway Company

3rd Quarter 2006

The Periodic Report to the SD&AE Railway Company
is produced quarterly by the *Carrizo Gorge Railway*
for the SD&AE Board, in fulfillment of contractual requirements
and to document activity in the restoration of the line to regional service
along with its ongoing improvement for future generations.

Cover photo is cargo of lumber awaiting customs clearance in Campo yard.
It is destined for the truss assembly plant west of Tecate, B.C.
and ultimately new housing in Chula Vista.

© 2006
Carrizo Gorge Railway, Inc.

CONTENTS

3rd QUARTER 2006 ACTIVITY

Appendix A– MOW Summary

**Appendix B– Desert Line Track Rehabilitation
Offset Financial Summary**

**Appendix C- Desert Line Freight Revenues
Financial Summary**



CARRIZO GORGE RAILWAY, INC.

2295 Fletcher Parkway, Suite No. 101, El Cajon, CA 92020
Phone (619) 938-1943
Fax (619) 561-4367

October 13, 2006

Metropolitan Transit Development Board
San Diego & Arizona Eastern Railway Board
1255 Imperial Avenue
San Diego, California 92101

Pursuant to reporting agreement, here is the summary of 3rd Quarter activity for 2006.

PERIODIC REPORT

1. Labor

As of September 30, 2006, the *Carrizo Gorge Railway* had 26 employees to cover operations in the U.S. on the Desert Line.

- 1 Vice President of Operations
- 1 General Superintendent
- 1 Safety & Training Officer
- 1 Marketing/Station Agent
- 1 Office Manager/ Accounting
- 2 Revenue Freight Administrators
- 1 Superintendent/Engineer MOW
- 9 Maintenance-of-Way Employees
- 4 Mechanical Employees
- 4 Train Service Employees
- 1 Railroad Police Chief

2. Marketing

The marketing team has been making progress with new customers to bring commodities not yet hauled on the Desert Line. This is a slow process due to multi-national issues spanning the globe as far away as China and in our own backyard such as Imperial Valley. CZRY is also working with Rail America on some products that both railroads can profit from. Even though this time of year tends to slow down, the 3rd QTR. for CZRY and UP has risen to 1st QTR. levels.

3. Mexican Railroad

Carrizo Gorge Railway is the rail freight operator for the State of Baja California, México and interchanges railcars with the *San Diego & Imperial Valley Railroad* (SD&IV) at San Ysidro. *Carrizo Gorge Railway's* Subsidiary, *Ferrocarriles Peninsulares del Noroeste* (FPN), employs the following 26 personnel dedicated to freight service south of the border:

- 1 Manager
- 1 Trainmaster
- 3 Agents
- 6 Train Service Employees
- 1 Carman
- 1 General Track Engineer
- 13 Maintenance-of-Way Employees

4. Desert Line

Carrizo Gorge Railway is the rail freight operator on the Desert Line by contractual agreement with *RailAmerica / SD&IV* and with the approval of *SD&AE / MTDB*.

The Desert Line came through the intense summer heat and monsoon season without any damage. The MOW crews have prepared the railroad for winter and are now shifting their focus to brush control and more bridge work. CGRy and the Pacific Southwest Railway Museum (PSRM) have begun planning for work on the yard tracks in front of the Campo Depot using mostly PSRM materials and CGRy labor. CGRy is also making plans to begin a program of changing out 75 lb. rail with 132 lb. along the line and will be installing larger ties (7" x 9" x 8'), instead of the smaller customary ties, to strengthen the mainline trackage.

Overall freight activity in the 3rd Quarter has dropped about 9% on the SD&IV end of the line, while it is holding steady on the UP end. Due to the sagging construction market (blamed on interest rates by the economists), sand is not in demand and sales have suffered nearly a 50% cut. This is a typical cycle and will return to a booming market when the economy improves.

Other activities of note:

1. KUSI TV included a short segment on the Desert Line in their 'OLD Highway 80' series that aired in September. This was a warm and positive story.
2. Carrizo Gorge Railway attended a workshop sponsored by Union Pacific (UP) in Omaha, during September. The event was designed to improve relationships between railroads, increase freight, and generally help mutual understanding for smoother business activities.
3. UP continues with construction on the El Centro Sub Division, which, in turn, caused some delays and problems with our freight interchange.

5. Reportable Injuries / Environmental Incidents

There was one reportable injury during the 3rd Quarter of 2006.

There was one reportable accident in the 3rd Quarter of 2006

There were no environmental incidents during the 3rd Quarter of 2006.

The injury and the accident were unrelated and the railroad has been accident/injury free for 60 days

6. Freight Activity

From July 1, 2006 to September 30, 2006

MOW Sand carloads moved on the Desert Line	0
Revenue Sand carloads moved on the Desert Line	370
Revenue Freight carloads moved to/from Seeley via interchange with <i>UPRR</i> , on the Desert Line	116
Revenue Freight carloads terminating / originating in México to/from San Ysidro via interchange with <i>SD&IV</i> Railroad	1334
Total Overall 3rd Quarter 2006 Carloads Moved:	1820

Respectfully,



Ken Kahan
V.P. Operations
Carrizo Gorge Railway, Inc.

Images are courtesy of the *Mountain Empire Historical Society*,
International Border Rail Institute, or individual photographers as noted.

Appendix A
M.O.W. SUMMARY



DESERT LINE

July, August, September of 2006

TRACK

Ties Installed (6" x 8" x 8')	846 each
(7" x 9" x 9")	230 each
113 lb. Rail Change Out	897 ft.
Angle Bar Repair, Broken or Cracked (60 lb.)	10 each
Repair Open Joints	6 each
Track Regaging	702 ft.
Separator Rails (4" x 8" x 20')	58 each
Replace Missing Track Bolts	13 each
Rail Anchors Replaces	159 each
Repair broken angle bars (60 lb.)	6 each
(75 lb.)	15 each
(90 lb.)	12 each
Track Surfaced	855 ft.
Track Spikes Used (new)	15 Kegs
Switch Ties Installed	10 each

BRIDGE & TUNNEL

Bridges- Repairs on 2	Bents, Braces, and Decks
Tunnels- loose Rockfall Clearance	6 each

GENERAL RIGHT-OF-WAY

Weed and Brush Control	10 miles
------------------------	----------

Henry Musgrave, Division Engineer
Carrizo Gorge Railway, Inc.

Appendix B

OFFSET FINANCIAL SUMMARY



DESERT LINE REHABILITATION

July, August, September of 2006

There was no production or commercial sale of sand from M.O.W. activity on the Desert Line during 3rd Quarter 2006.

Appendix C
FINANCIAL SUMMARY



DESERT LINE FREIGHT REVENUE

July, August, September of 2006

REVENUE FREIGHT HAULED

116 railcar loads from / to *UP* Interchange, Seeley

370 railcar loads revenue sand from Dixie (Plaster City) to Campo

Total **486**

Track Use Fees:

Interchange freight to / from *UPRR* over Desert Line

SD&AE / MTS 1% payment \$216.92

SD&IV / RailAmerica diversion payment \$13,496.74

Revenue Sand from Dixie to Campo

SD&AE / MTS 1% payment \$1,980.79

SD&IV / RailAmerica payment (370 cars at \$50 each) \$18,500.00

Agenda

Item No. 10

San Diego and Arizona Eastern (SD&AE)
Railway Company

SDAE 710.1 (PC 50771)

Board of Directors Meeting

October 24, 2006

SUBJECT:

APPROVAL OF THE 2007 SD&AE BOARD OF DIRECTORS MEETING SCHEDULE

RECOMMENDATION:

That the SD&AE Board of Directors approve the 2007 SD&AE Board of Directors meeting schedule.

Budget Impact

None.

DISCUSSION:

The SD&AE Board of Directors customarily meets once each quarter to discuss business and receive reports from its contract operators. The following meeting schedule is recommended for 2007:

Tuesday, January 23, 2007	9:00 a.m.	(Fourth Quarter 2006 Reports)
Tuesday, April 24, 2007	9:00 a.m.	(First Quarter 2007 Reports)
Tuesday, July 24, 2007	9:00 a.m.	(Second Quarter 2007 Reports)
Tuesday, October 23, 2007	9:00 a.m.	(Third Quarter 2007 Reports)

Upon approval of the above meeting dates, additional information regarding materials due dates and mail-outs are as follows:

Materials Due to Clerk

Friday, January 12, 2007
Friday, April 13, 2007
Friday, July 13, 2007
Friday, October 12, 2007

Materials Mailed

Wednesday, January 17, 2007
Wednesday, April 18, 2007
Wednesday, July 18, 2007
Wednesday, October 17, 2007

JGarde
OCT24-06.10.2007 MTGS.TLOREN
10/18/06

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Agenda

Item No. 9

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

CIP 11171

November 9, 2006

SUBJECT:

MTS: CNG HYBRID BUS DEMONSTRATION PROJECT

RECOMMENDATION:

That the Board of Directors receive a report on the development of a compressed natural gas (CNG) hybrid bus.

Budget Impact

None with this action.

DISCUSSION:

MTS (in cooperation with ISE Corporation, South Coast Air Quality Management District, San Diego Air Pollution Control District, California Air Resources Board, and New Flyer Corporation) has embarked on a project to demonstrate the viability of natural gas fuel in a hybrid propulsion-system bus. A 1997 New Flyer Bus owned by MTS will be refitted with a hybrid propulsion system developed by ISE Corporation. This bus will act as a prototype for future production buses and will demonstrate the added advantage that this propulsion system will provide in the further reduction of the already low CNG exhaust emissions. It is anticipated that this technology will also reduce fuel usage. Once the new power drive system has been developed and installed, the bus will undergo (at New Flyer's direction and expense) exterior modifications to give it a new and more vibrant aerodynamic appearance.



Metropolitan Transit System (MTS) is comprised of the Metropolitan Transit Development Board (MTDB) a California public agency, San Diego Transit Corp., and San Diego Trolley, Inc., in cooperation with Chula Vista Transit and National City Transit. MTS is Taxicab Administrator for eight cities. MTDB is owner of the San Diego and Arizona Eastern Railway Company. MTDB Member Agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway, City of San Diego, City of Santee, and the County of San Diego.

Rollout of this product and use in revenue service is anticipated to occur in the second quarter of 2007. The funding and the program came together as an idea of County Supervisor Ron Roberts. Air Pollution Control District funds (\$180,000) were proposed by Mr. Roberts and approved by the Board of Supervisors on April 26, 2006. The Chief Executive Officer is expected to authorize the use of Miscellaneous capital (\$70,000) in accordance with Board Policy No. 41, and MTS will seek reimbursement for up to half of the MTS funding through the Federal Transit Administration. Additional funding is being supplied by the California Air Resources Board (\$100,000) and South Coast Air Quality Management District (\$200,000). By demonstrating the viability and advantages of this project, we would be initiating the next wave of CNG/clean-air technology and gain the continued advantages that stem from our significant investment in a CNG fueling infrastructure.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Claire Spielberg, 619.238.0100, Ext 400, Claire.Spielberg@sdmts.com

NOV9-06.9.CNG HYBRID BUS DEMO.CSPIELBERG



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Agenda

Item No. 10

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

CIP 11166

November 9, 2006

SUBJECT:

MTS: CLOSED-CIRCUIT TELEVISION (CCTV) PROJECT UPDATE – CHULA VISTA
AND SPRING STREET IN LA MESA

RECOMMENDATION:

That the Board of Directors receive this report for information.

Budget Impact

None.

DISCUSSION:

MTS has undertaken an expansion of the CCTV station surveillance network based on Board direction and security interests. MTS has been working closely with staff from the City of Chula Vista and equipment suppliers in order to integrate additional stations into MTS's monitoring network to increase the total number of stations with CCTV capability from 9 to 13. In the Chula Vista application, the City of Chula Vista provided 50% of the total project funding from reallocated Capital Improvement Program (CIP) monies while the Spring Street application utilized funding from the MTS Miscellaneous Operations capital account. Both CCTV project applications have active monitoring capability and are connected to the Operations Control Center security desk console.

Chula Vista Stations

There are three stations now equipped with CCTV cameras: Bayfront/E Street, H Street, and Palomar Street. Each station provides multiple cameras that incorporate both



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pan-tilt-zoom features and fixed cameras. The cameras provide coverage for the station waiting area and parking lots. The technology also incorporates a wireless feature, which will provide for connectivity to the Chula Vista Police Department and patrol units that are equipped with monitoring capability. The number of cameras per station varies from 8 to 10 based on station size and the location requiring monitoring. All three stations are complete, and the monitoring at MTS's Operations Control Center is currently active. Images from surveillance will be kept for up to 15 days. The overall cost to provide CCTV capability for the three Chula Vista stations was \$465,000.

Spring Street in La Mesa

The Spring Street project included the installation of a new level of technology (SentryScope) to reduce the overall number of cameras while providing an enhanced capability to generate wide, panoramic images, ultra-high resolution, and the capability to zoom in for detail enhancement after the fact. This technology provides for a 90-degree field of view and resolution equal to 21 million pixels resulting in the capability to view details up to 200 feet away. This single camera installation was determined to be appropriate in order to evaluate the effectiveness of this new technology. Additional cameras will be considered to augment the SentryScope technology as funds become available and are determined to be justified. The viewing capability is active within MTS's Operations Control Center security console array as a computer display. The project cost for this Spring Street application was \$31,000.

Future CCTV Installations

With the new stations in Chula Vista and Spring Street being brought on-line, a total of 13 stations will be so equipped. Additionally, MTS currently has contracts in place and/or funding earmarked through the Federal Transportation Security Grant Program (TSGP) for San Ysidro, 12th & Imperial, America Plaza, and the Trolley Maintenance and Storage Facility; the result will be 17 locations equipped system wide.

With the significant increase in the number of CCTV applications, the recurring operations and maintenance costs to reflect this capability is reaching a threshold level that exceeds MTS's current budget allocation. This issue has presented itself in the form of staffing in order to currently monitor 16 screens with a projected increase to 22. Moreover, the recurring operations and maintenance costs reflect levels that are higher than originally projected. Outsourced contracts to maintain the field equipment alone is at \$80,000 for FY 07 and likely will increase substantially in FY 08. This aside, MTS's IT Department is required to maintain servers and associated software and hardware, which further impacts operations overall.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Peter Tereschuck, peter.tereschuck@sdmts.com, 619.595.4902

NOV9-06.10.CCTV UPDATE.PTERESCHUCK



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Agenda

Item No. 11

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

OPS 960.6, 970.6

November 9, 2006

SUBJECT:

MTS: RENEWAL OF SAN DIEGO TRANSIT CORPORATION AND SAN DIEGO
TROLLEY, INC. OPERATING AND LICENSE AGREEMENTS

RECOMMENDATION:

That the Board of Directors authorize the Chief Executive Officer (CEO) to execute amendments (Attachments A and B) for the renewal of San Diego Transit Corporation (SDTC) and San Diego Trolley, Inc. (SDTI) operating and license agreements.

Budget Impact

None.

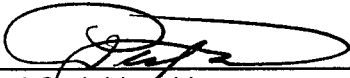
DISCUSSION:

MTS has entered into operating and license agreements with SDTC and SDTI since 1985 to license the use of MTS-owned facilities and equipment with the corporations being obligated to provide transit services in accordance with routes, fares, and frequency of services determined by MTS. These agreements have been entered into for five-year terms. Pursuant to the agreements, the corporation can also make a licensing fee payment to MTS to be held in the capital depreciation account. Staff is recommending an extension of both agreements for a five-year period effective July 1, 2005. In addition, staff will be reviewing the agreements and related



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corporate policies to update both to reflect budget determinations relative to the capital depreciation account and insurance reserves as well as any changes necessitated by adjustments to the funding of regional and local services.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Tiffany Lorenzen, 619.557.4512, tiffany.lorenzen@sdmts.com

NOV9-06.11.SDTI SDTC OPERATING AMD.TLOREN

Attachments: A. SDTC Operating and License Agreement Amendment No. 3
B. SDTI Operating and License Agreement Amendment No. 3

DRAFT

MTS Doc. No. T0035.3-90
OPS 960.6

SAN DIEGO TRANSIT CORPORATION
OPERATING AND LICENSE AGREEMENT
AMENDMENT NO. 3

This Agreement is effective beginning on July 1, 2005, between the San Diego Metropolitan Transit System (MTS) and San Diego Transit Corporation (SDTC). MTS and SDTC hereby agree as follows:

The SDTC Operating and Licensing Agreement (MTS Doc. No. T0035.0-90) entered into on July 1, 1990, is amended as follows:

I. TERM OF AGREEMENT AND TERMINATION, Section A (Term) is amended to read as follows:

- "A. Term. This Agreement shall commence and take effect on July 1, 2005, and will expire on June 30, 2010, unless previously terminated as provided herein or unless extended by written agreement prior to such expiration date, provided that MTS annually exercises its annual option in writing during each year of the term hereof to continue this agreement for the next year by approval of the proposed SDTC budget for the next fiscal year by MTS."

Except as amended above, all other terms and conditions of the SDTC Operating and License Agreement shall remain the same.

SAN DIEGO TRANSIT CORPORATION

METROPOLITAN TRANSIT SYSTEM

Chief Operating Officer-Bus

Chief Executive Officer

Approved as to form:

General Counsel

DRAFT

MTS Doc. No. T0034.3-90
OPS 970.6

SAN DIEGO TROLLEY, INC.
OPERATING AND LICENSE AGREEMENT
AMENDMENT NO. 3

This Agreement is effective beginning on July 1, 2005, between the San Diego Metropolitan Transit System (MTS) and San Diego Trolley, Inc. (SDTI). MTS and SDTI hereby agree as follows:

The SDTI Operating and Licensing Agreement (MTS Doc. No. T0034.0-90) entered into on July 1, 1990, is amended as follows:

I. TERM OF AGREEMENT AND TERMINATION, Section A (Term) is amended to read as follows:

"A. Term. This Agreement shall commence and take effect on July 1, 2005, and will expire on June 30, 2010, unless previously terminated as provided herein or unless extended by written agreement prior to such expiration date, provided that MTS annually exercises its annual option in writing during each year of the term hereof to continue this agreement for the next year by approval of the proposed SDTI budget for the next fiscal year by MTS."

Except as amended above, all other terms and conditions of the SDTI Operating and License Agreement shall remain the same.

SAN DIEGO TROLLEY, INC.

METROPOLITAN TRANSIT SYSTEM

President-General Manager

Chief Executive Officer

Approved as to form:

General Counsel



1255 Imperial Avenue, Suite 1000
San Diego, CA 92101-7490
619.231.1466, FAX: 619.234.3407

Agenda

Item No. 12

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

LEG 492 (PC 50121)

November 9, 2006

SUBJECT:

MTS: WORKERS' COMPENSATION AUDIT REPORT

RECOMMENDATION:

That the Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

During September 2006, the MTS Internal Auditor performed a review of MTS's workers' compensation procedures. The objective of the review was to assess the adequacy of internal controls over the workers' compensation process. As a result of the review, three recommendations were made for management's consideration. These recommendations have been accepted, and corrective action is underway for implementation.

Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Mark Abbey, 619.557.4573, mark.abbey@sdmts.com

NOV9-06.12.WKRS COMP AUDIT.MABBEY

Attachment: A. Workers' Compensation Audit Report **(Board Only)**



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Agenda

Item No. 13

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

LEG 492 (PC 50121)

November 9, 2006

SUBJECT:

MTS: SDTC WARRANTY MANAGEMENT AUDIT REPORT

RECOMMENDATION:


That the Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

During October 2006, the MTS Internal Auditor performed a review of San Diego Transit Corporation's (SDTC's) warranty management process. The objective of the review was to assess the adequacy of internal controls over the warranty management process. As a result of the review, five recommendations were made for management's consideration. These recommendations have been accepted, and corrective action is underway for implementation.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Mark Abbey, 619.557.4573, mark.abbey@sdmts.com

NOV9-06.13.SDTC WARRANTY AUDIT.MABBEY

Attachment: A. SDTC Warranty Management Process Audit Report **(Board Only)**



Metropolitan Transit System (MTS) is a California public agency and is comprised of San Diego Transit Corporation and San Diego Trolley, Inc. nonprofit public benefit corporations, in cooperation with Chula Vista Transit and National City Transit. MTS is the taxicab administrator for eight cities and the owner of the San Diego and Arizona Eastern Railway Company. MTS member agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway, City of San Diego, City of Santee, and the County of San Diego.

Agenda

Item No. 14

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

LEG 492 (PC 50121)

November 9, 2006

SUBJECT:

MTS: SDTI WARRANTY MANAGEMENT AUDIT REPORT

RECOMMENDATION:

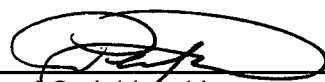
That the Board of Directors receive a report for information.

Budget Impact

None.

DISCUSSION:

During October 2006, the MTS Internal Auditor performed a review of San Diego Trolley, Inc.'s (SDTI's) warranty management process. The objective of the review was to assess the adequacy of internal controls over the warranty management process. As a result of the review, five recommendations were made for management's consideration. These recommendations have been accepted, and corrective action is underway for implementation.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Mark Abbey, 619.557.4573, mark.abbey@sdmts.com

NOV9-06.14.SDTI WARRANTY AUDIT.MABBEY

Attachment: A. SDTI Warranty Management Process Audit Report **(Board Only)**





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Agenda

Item No. 15

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

FIN 300 (PC 50601)

November 9, 2006

SUBJECT:

INVESTMENT REPORT

RECOMMENDATION:

Receive a report for information.

DISCUSSION:

Attachment A is a report of MTS investments as of September 30, 2006. It is broken into two columns: the first column relates to investments restricted either for capital support or for debt service, and the second column is the unrestricted portion.

As the schedule shows, the overwhelming bulk of investments are restricted primarily for debt service. These are set to serve the payments on the 1989/1990 and 1995 lease and leaseback transactions.

The second column (unrestricted assets) provides the working capital for MTS operations allowing for payments to employees for payroll and vendors for goods and services.

Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Tom Lynch, 619.557.4538, tom.lynch@sdmts.com

NOV9-06.15.INVESTMT RPT.TLYNCH

Attachment: A. Investment Report



**San Diego Metropolitan Transit System
Investment Report
September 30, 2006**

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Avg. Rate of Return</u>
<u>Cash and Cash Equivalents</u>			
Metropolitan Transit System	\$ -	\$ 3,618,583	N/A
San Diego Transit Corporation	-	1,591,415	N/A
San Diego Trolley, Inc.	-	1,589,049	N/A
	<hr/>	<hr/>	
Total Cash and Cash Equivalents	-	6,799,047	
	<hr/>	<hr/>	
<u>Investments - Working Capital</u>			
Metropolitan Transit System	-	921,749	4.89%
San Diego Transit Corporation	-	65,493	4.93%
San Diego Trolley, Inc.	-	-	N/A
	<hr/>	<hr/>	
Total Investments - Working Capital	-	987,242	
	<hr/>	<hr/>	
<u>Cash - Restricted for Capital Support</u>			
Metropolitan Transit System	6,276,398	-	N/A
	<hr/>	<hr/>	
Total Cash - Restricted for Capital Support	6,276,398	-	
	<hr/>	<hr/>	
<u>Investments - Restricted for Debt Service</u>			
Metropolitan Transit System	144,601,596	-	4.63%
	<hr/>	<hr/>	
Total Investments - Restricted for Debt Service	144,601,596	-	
	<hr/>	<hr/>	
Total Cash and Investments	\$ 150,877,994	\$ 7,786,289	
	<hr/>	<hr/>	

Controller: _____

Date: _____



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Agenda

Item No. 45

Joint Meeting of the Board of Directors for
Metropolitan Transit System,
San Diego Transit Corporation, and
San Diego Trolley, Inc.

OPS 970.12

November 9, 2006

SUBJECT:

SDTI: PADRES BASEBALL 2006 YEAR-END SUMMARY

RECOMMENDATION:

That the Board of Directors receive this report for information.

Budget Impact

None.

DISCUSSION:

The 2006 San Diego Padres baseball season marked the third year of Major League Baseball at the downtown ballpark. This was also the first complete season since the opening of the Green Line in July 2005.

Attendance and Ridership Recap

	<u>2005</u>	<u>2006</u>
Overall Attendance	2,535,489	2,325,880 (down 8%)
Attendance per Game	30,921	27,689 (down 10%)
No. of Games Below 20K	8	12 (up 50%)
No. of Games Above 30K	47	31 (down 34%)
Average Ridership	5,019	3,873 (down 23%)
Average Gate %	16%	14%



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Ticket Booth Revenue – Ballpark Summary

Ticket sales were conducted for all 84 games in 2006. For high-attendance games, manual sales were conducted at as many as 12 locations. For midweek or low-attendance games, sales locations were reduced to four. This latter action was taken as part of MTS's continued effort to refine operations and tailor service levels to ridership. The average amount collected per game dropped to \$4,108, compared to \$7,140 last year. This decline was somewhat mitigated by increased ticket vending machine (TVM) sales at stations that previously had manual sales.

Cost Recovery

As part of a cost-recovery exercise, a five-game series was chosen to obtain numbers from high-attendance weekend games as well as lower-attendance weeknight games. The sample includes a three-game, Friday through Sunday series against the New York Mets and two games against the Arizona Diamondbacks played on Monday and Tuesday nights.

All operating costs generated by the event service were considered, including car miles, staffing levels, and contract services. Revenue sources include manual tickets sales and estimated revenue from TVMs. The TVM figures were created using conservative estimates based on pass use and average fare. For this exercise, of the riders who did not purchase fares at the ticket booths, 20% were assumed to have been pass users. From field observations, this percentage is likely significantly lower. The average round-trip fare to PETCO Park is \$4.50 (4 – 10 stations). Allowing for senior/disabled fares and trips originating within 1 – 3 stations or within the downtown zone, the average amount collected was estimated at \$3.50 per TVM customer.

Padres Five-Game Sample

- Average Attendance.....26,528
- Average Ridership.....3,862
- Gate %15%
- Average Collected per Rider.....\$3.03 (estimate)
- Average Gross Revenue.....\$11,731 (estimate)
- Average Operating Costs.....\$7,967
- Average Net Revenue.....\$3,764 (estimate)

Using these figures, based on the level of service offered, the current breakeven point for a typical baseball game at PETCO Park is approximately **2,629** passengers (Note: 2006 average = 3,873).

OPERATING COST/REVENUE COMPARISON
Five-Game Series

Category	Revenue	Expenses
Ticket sales (Booth)	\$24,395.00	
Ticket sales (TVM)	\$34,261.00	
Security		(\$10,516.00)
Transportation Department		(\$13,990.00)
Car Miles (Traction Power)		(\$11,100.00)
Revenue Department		(\$3,828.00)
LRV Maintenance		(\$0.00)
Facilities Department		(\$402.00)
Wayside Maintenance		(\$0.00)
Total Expenses		(\$39,837.00)
Total Revenues	\$58,656.00	
Net-Operating Rev. 5-Game Series:	\$18,819.00	
Net-Operating Rev. per Game:	\$3,764.00	

Season Summary

The 2006 season marked the third year that SDTI provided service to baseball games at PETCO Park. Overall, the season was considered successful. Ridership, as a percentage of the gate, remained consistent through the year averaging between 11% and 15% for most games. Other factors that affected gate percentages included ten midweek day games (17% average gate percentage), although attendance for these games was moderate averaging less than 25,000 per game. Games on holidays represented the opposite end of the spectrum averaging less than 11% of the gate. These trends are consistent with parking availability in the ballpark area.



Paul C. Jablonski
Chief Executive Officer

Key Staff Contact: Tom Doogan, 619.595.4984, tom.doogan@sdti.sdmtns.com

NOV9-06.45.PADRES 06.TDOOGAN

Attachment: A. Attendance/Ridership Summary

Attendance / Ridership Summary

DAY	DATE	GAME #	TEAM	GAME ATT (GATE)	CUMULATIVE ATT	CUMULATIVE ATT 2005	% DIFF 04 - 05	GAS	IMP	TOTAL RIDERS	GATE %	CUM TOT RIDERS	CUM TOT RIDERS 2005	% DIFFER 05 - 06	COMMENTS
MON	4/3	1	SAN FRAN	39,848	39,848	41,361	-3.7%	3,080	3,236	6,316	15.9%	6,316	7,393	-14.6%	4:05pm Opening Day
TUE	4/4	2	SAN FRAN	9,397	49,245	78,042	-36.9%	450	1,153	1,603	17.1%	7,919	14,386	-45.0%	7:05pm RAIN OUT, Charter gp 500 pass.
WED	4/5	3	SAN FRAN	19,926	69,171	113,301	-38.9%	1,010	1,448	2,458	12.3%	10,377	20,628	-49.7%	7:05pm 7:05pm Cold, damp weather
FRI	4/7	4	COLORADO	30,543	99,714	142,793	-30.2%	1,896	2,606	4,502	14.7%	14,879	25,644	-42.0%	7:05pm 7:05pm Long-sleeve T-shirts
SAT	4/8	5	COLORADO	27,007	126,721	170,102	-25.5%	1,721	2,092	3,813	14.1%	18,692	30,100	-37.9%	7:05pm 7:05pm Fireworks
SUN	4/9	6	COLORADO	25,512	152,233	195,910	-22.3%	1,497	1,989	3,486	13.7%	22,178	34,323	-35.4%	1:05pm 1:05pm Kids' T-shirts
THU	4/20	7	NY METS	25,011	177,244	231,167	-23.3%	1,705	1,622	3,327	13.3%	25,505	39,703	-35.8%	7:05pm
FRI	4/21	8	NY METS	35,859	213,103	270,936	-21.3%	2,345	3,111	5,456	15.2%	30,961	46,145	-32.9%	7:05pm Camouflage Caps
SAT	4/22	9	NY METS	35,266	248,369	309,165	-19.7%	2,535	2,796	5,331	15.1%	36,292	52,742	-31.2%	7:05pm Military Opening Night
SUN	4/23	10	NY METS	29,131	277,500	343,934	-19.3%	2,160	1,855	4,015	13.8%	40,307	58,476	-31.1%	1:05pm Kid's batting helmets
MON	4/24	11	ARIZONA	15,761	293,261	374,833	-21.8%	874	1,305	2,179	13.8%	42,486	63,393	-33.0%	7:05pm
TUE	4/25	12	ARIZONA	16,623	309,884	391,562	-20.9%	911	1,419	2,330	14.0%	44,816	65,892	-32.0%	7:05pm
WED	4/26	13	ARIZONA	14,659	324,543	410,722	-21.0%	1,088	1,071	2,159	14.7%	46,975	68,668	-31.6%	12:35pm
FRI	4/28	14	LA	33,148	357,691	429,070	-16.6%	2,072	2,802	4,874	14.7%	51,849	72,152	-28.1%	7:05pm Pennants
SAT	4/29	15	LA	39,280	396,971	470,471	-15.6%	2,299	3,623	5,922	15.1%	57,771	78,925	-26.8%	7:05pm
SUN	4/30	16	LA	32,472	429,443	508,936	-15.6%	1,733	2,379	4,112	12.7%	61,883	84,916	-27.1%	1:05pm Kids' photo cubes
FRI	5/5	17	CHICAGO	33,172	462,615	542,147	-14.7%	2,229	2,898	5,127	15.5%	67,010	90,513	-26.0%	7:05pm Floppy hats (Cinco, Gaslamp)
SAT	5/6	18	CHICAGO	33,572	496,187	564,514	-12.1%	2,024	2,250	4,274	12.7%	71,284	94,141	-24.3%	7:05pm
SUN	5/7	19	CHICAGO	34,707	530,894	593,181	-10.5%	2,323	2,406	4,729	13.6%	76,013	98,807	-23.1%	1:05pm Kids' baseball pillows
MON	5/8	20	CHICAGO	20,469	551,363	619,883	-11.1%	1,148	1,710	2,858	14.0%	78,871	103,677	-23.9%	7:05pm
TUE	5/9	21	MILWAUKEE	17,941	569,304	649,690	-12.4%	1,028	1,703	2,731	15.2%	81,602	108,264	-24.6%	7:05pm
WED	5/10	22	MILWAUKEE	16,003	585,307	669,196	-12.5%	945	1,177	2,122	13.3%	83,724	111,459	-24.9%	7:05pm
THU	5/11	23	MILWAUKEE	16,593	601,900	696,109	-13.5%	1,277	1,368	2,645	15.9%	86,369	115,214	-25.0%	12:35pm
MON	5/22	24	ATLANTA	21,127	623,027	723,537	-13.9%	1,441	1,649	3,090	14.6%	89,459	119,614	-25.2%	7:05pm
TUE	5/23	25	ATLANTA	21,475	644,502	762,138	-15.4%	1,180	1,699	2,879	13.4%	92,338	125,676	-26.5%	7:05pm
WED	5/24	26	ATLANTA	20,090	664,592	801,915	-17.1%	1,066	1,435	2,501	12.4%	94,839	131,779	-28.0%	7:05pm
FRI	5/26	27	ST. LOUIS	37,503	702,095	837,879	-16.2%	2,712	3,029	5,741	15.3%	100,580	138,348	-27.3%	7:05pm Beanie caps
SAT	5/27	28	ST. LOUIS	28,494	730,589	866,440	-15.7%	2,375	2,037	4,412	15.5%	104,992	142,727	-26.4%	7:05pm
SUN	5/28	29	ST. LOUIS	34,479	765,068	892,240	-14.3%	2,207	2,256	4,463	12.9%	109,455	146,301	-25.2%	1:05pm Kids' baseball cards
MON	5/29	30	COLORADO	20,445	785,513	912,998	-14.0%	1,162	1,321	2,483	12.1%	111,938	150,275	-25.5%	6:05pm Memorial Day
TUE	5/30	31	COLORADO	18,575	804,088	947,913	-15.2%	996	1,660	2,656	14.3%	114,594	155,562	-26.3%	7:05pm
WED	5/31	32	COLORADO	17,622	821,710	984,545	-16.5%	1,307	1,618	2,925	16.6%	117,519	161,348	-27.2%	12:35pm
FRI	6/9	33	FLORIDA	27,381	849,091	1,017,342	-16.5%	1,848	1,797	3,645	13.3%	121,164	166,648	-27.3%	7:05pm Baseball caps
SAT	6/10	34	FLORIDA	22,471	871,562	1,055,240	-17.4%	1,530	1,488	3,018	13.4%	124,182	173,367	-28.4%	7:05pm Fireworks
SUN	6/11	35	FLORIDA	26,199	897,761	1,086,928	-17.4%	1,291	1,734	3,025	11.5%	127,207	178,685	-28.8%	1:05pm Kids' bat & ball sets
TUE	6/13	36	LA	26,769	924,530	1,120,272	-17.5%	1,659	1,883	3,542	13.2%	130,749	183,910	-28.9%	7:05pm
WED	6/14	37	LA	26,595	951,125	1,156,068	-17.7%	1,938	2,633	4,571	17.2%	135,320	189,979	-28.8%	7:05pm
THU	6/15	38	LA	26,628	977,753	1,189,170	-17.8%	1,938	2,483	4,421	16.6%	139,741	195,405	-28.5%	12:35pm
FRI	6/23	39	SEATTLE	36,774	1,014,527	1,216,508	-16.6%	2,287	3,136	5,423	14.7%	145,164	200,157	-27.5%	7:05pm Beach towels
SAT	6/24	40	SEATTLE	27,041	1,041,568	1,250,132	-16.7%	1,837	1,928	3,765	13.9%	148,929	205,637	-27.6%	7:05pm Concert
SUN	6/25	41	SEATTLE	27,077	1,068,645	1,288,659	-17.1%	1,542	2,025	3,567	13.2%	152,496	211,752	-28.0%	1:05pm Kids' Mr. Potato Heads
TUE	6/27	42	OAKLAND	29,171	1,097,816	1,327,717	-17.3%	2,209	2,355	4,564	15.6%	157,060	218,501	-28.1%	7:05pm
WED	6/28	43	OAKLAND	32,960	1,130,776	1,365,844	-17.2%	2,139	2,517	4,656	14.1%	161,716	224,052	-27.8%	7:05pm
THU	6/29	44	OAKLAND	23,573	1,154,349	1,398,301	-17.4%	1,697	1,698	3,395	14.4%	165,111	230,226	-28.3%	12:35pm

A-1

Att. A, AI 45, 11/9/06, OPS 970.12

Attendance / Ridership Summary

DAY	DATE	GAME #	TEAM	GAME ATT (GATE)	CUMULATIVE ATT	CUMULATIVE ATT 2005	% DIFF 04 - 05	GAS	IMP	TOTAL RIDERS	GATE %	CUM TOT RIDERS	CUM TOT RIDERS 2005	% DIFFER 05 - 06	COMMENTS
FRI	6/30	45	SAN FRAN	35,592	1,189,941	1,438,827	-17.3%	2,438	3,130	5,568	15.6%	170,679	239,200	-28.6%	7:05pm Jersey T-shirts
SAT	7/1	46	SAN FRAN	14,609	1,204,550	1,477,231	-18.5%	907	918	1,825	12.5%	172,504	247,972	-30.4%	1:05pm Rescheduled from 4/5
SAT	7/1	47	SAN FRAN	38,649	1,243,199	1,511,806	-17.8%	2,786	2,675	5,461	14.1%	177,965	256,989	-30.7%	7:05pm Fireworks
SUN	7/2	48	SAN FRAN	34,052	1,277,251	1,544,955	-17.3%	1,917	1,975	3,892	11.4%	181,857	262,040	-30.6%	1:05pm Kids' baseball gloves
FRI	7/14	49	ATLANTA	39,024	1,316,275	1,578,863	-16.6%	2,465	3,354	5,819	14.9%	187,676	267,339	-29.8%	7:05pm Duffle bags
SAT	7/15	50	ATLANTA	34,925	1,351,200	1,610,566	-16.1%	2,587	1,985	4,572	13.1%	192,248	272,880	-29.5%	7:05pm Concert
SUN	7/16	51	ATLANTA	26,059	1,377,259	1,643,856	-16.2%	1,749	2,075	3,824	14.7%	196,072	278,144	-29.5%	1:05pm Kids' kites
MON	7/17	52	PHIL	22,210	1,399,469	1,679,827	-16.7%	1,286	1,368	2,654	11.9%	198,726	283,489	-29.9%	7:05pm
TUE	7/18	53	PHIL	27,108	1,426,577	1,707,478	-16.5%	1,521	1,967	3,488	12.9%	202,214	287,720	-29.7%	7:05pm
WED	7/19	54	PHIL	22,534	1,449,111	1,744,813	-16.9%	1,650	2,206	3,856	17.1%	206,070	293,504	-29.8%	12:35pm
TUE	8/1	55	HOUSTON	34,219	1,483,330	1,781,533	-16.7%	2,005	2,194	4,199	12.3%	210,269	299,211	-29.7%	7:05pm
WED	8/2	56	HOUSTON	27,177	1,510,507	1,809,187	-16.5%	1,661	2,175	3,836	14.1%	214,105	303,840	-29.5%	7:05pm Baseball caps
THU	8/3	57	HOUSTON	21,878	1,532,385	1,846,448	-17.0%	1,544	1,887	3,431	15.7%	217,536	310,360	-29.9%	12:35pm Retro Day
FRI	8/4	58	WASH	32,692	1,565,077	1,879,287	-16.7%	1,568	2,547	4,115	12.6%	221,651	315,183	-29.7%	7:05pm T-Shirts
SAT	8/5	59	WASH	35,286	1,600,363	1,909,938	-16.2%	1,711	2,093	3,804	10.8%	225,455	319,367	-29.4%	7:05pm Fireworks
SUN	8/6	60	WASH	28,739	1,629,102	1,934,933	-15.8%	1,687	2,161	3,848	13.4%	229,303	323,043	-29.0%	1:05pm Kids' lunch boxes
MON	8/14	61	SAN FRAN	25,675	1,654,777	1,968,394	-15.9%	1,440	1,931	3,371	13.1%	232,674	328,017	-29.1%	7:05pm
TUE	8/15	62	SAN FRAN	26,276	1,681,053	1,992,950	-15.7%	1,736	1,883	3,619	13.8%	236,293	331,652	-28.8%	7:05pm
WED	8/16	63	SAN FRAN	26,984	1,708,037	2,022,817	-15.6%	1,580	1,895	3,475	12.9%	239,768	336,302	-28.7%	7:05pm
THU	8/17	64	SAN FRAN	23,035	1,731,072	2,050,281	-15.6%	1,772	1,917	3,689	16.0%	243,457	340,458	-28.5%	12:35pm
FRI	8/18	65	ARIZONA	30,787	1,761,859	2,072,228	-15.0%	1,976	2,410	4,386	14.2%	247,843	343,599	-27.9%	7:05pm Bobbleheads
SAT	8/19	66	ARIZONA	26,033	1,787,892	2,090,956	-14.5%	1,775	1,957	3,732	14.3%	251,575	346,300	-27.4%	1:05pm Concert
SUN	8/20	67	ARIZONA	26,053	1,813,945	2,113,457	-14.2%	1,363	1,730	3,093	11.9%	254,668	349,726	-27.2%	1:05pm Kids' back-to-school sets
MON	8/21	68	LA	29,391	1,843,336	2,132,443	-13.6%	1,785	2,173	3,958	13.5%	258,626	353,134	-26.8%	7:05pm
TUE	8/22	69	LA	30,193	1,873,529	2,149,509	-12.8%	1,601	2,033	3,634	12.0%	262,260	355,874	-26.3%	7:05pm
WED	8/23	70	LA	33,183	1,906,712	2,166,239	-12.0%	1,991	2,273	4,264	12.8%	266,524	358,387	-25.6%	7:05pm
FRI	9/1	71	CINCINNATI	29,028	1,935,740	2,190,447	-11.6%	1,846	1,975	3,821	13.2%	270,345	361,926	-25.3%	7:05pm Drinking glasses
SAT	9/2	72	CINCINNATI	32,226	1,967,966	2,225,285	-11.6%	2,050	2,245	4,295	13.3%	274,640	367,468	-25.3%	7:05pm Famous Chicken appearance
SUN	9/3	73	CINCINNATI	25,958	1,993,924	2,256,607	-11.6%	1,632	1,944	3,576	13.8%	278,216	371,613	-25.1%	1:05pm Kids' Hot Wheels
MON	9/4	74	COLORADO	26,259	2,020,183	2,284,439	-11.6%	1,205	1,304	2,509	9.6%	280,725	375,911	-25.3%	6:05pm Labor Day Friends Ride Free
TUE	9/5	75	COLORADO	17,481	2,037,664	2,311,460	-11.8%	903	1,513	2,416	13.8%	283,141	379,895	-25.5%	7:05pm
WED	9/6	76	COLORADO	20,911	2,058,575	2,337,876	-11.9%	1,277	1,665	2,942	14.1%	286,083	383,953	-25.5%	7:05pm
TUE	9/19	77	ARIZONA	23,935	2,082,510	2,368,631	-12.1%	1,105	2,057	3,162	13.2%	289,245	388,165	-25.5%	7:05pm
WED	9/20	78	ARIZONA	28,319	2,110,829	2,393,958	-11.8%	1,548	2,173	3,721	13.1%	292,966	391,920	-25.2%	7:05pm
THU	9/21	79	ARIZONA	25,081	2,135,910	2,428,091	-12.0%	1,225	2,123	3,348	13.3%	296,314	396,804	-25.3%	7:05pm
FRI	9/22	80	PITTS	35,042	2,170,952	2,463,774	-11.9%	2,481	2,895	5,376	15.3%	301,690	401,846	-24.9%	7:05pm Team calendars
SAT	9/23	81	PITTS	39,526	2,210,478	2,492,427	-11.3%	1,225	3,049	4,274	10.8%	305,964	405,658	-24.6%	7:05pm Fireworks (SKY SHOW @ Q)
SUN	9/24	82	PITTS	37,254	2,247,732	2,535,489	-11.3%	1,898	2,087	3,985	10.7%	309,949	411,559	-24.7%	1:05pm Kids' T-shirts
TUE	10/3	83	ST. LOUIS	37,971	2,285,703	2,535,489	-9.9%	3,427	3,620	7,047	18.6%	316,996	411,559	-23.0%	1:09pm Playoffs
THU	10/5	84	ST. LOUIS	40,177	2,325,880	2,535,489	-8.3%	3,854	4,486	8,340	20.8%	325,336	411,559	-21.0%	1:09pm Playoffs
			GRAND TOTALS	2,325,880		2,535,489	-8.3%	146,888	178,448	325,336	14.0%		411,559	-21.0%	
			Per Game Averages	27,689		30,548	-9.4%	1,749	2,124	3,873			5,019	-22.8%	

Padres Baseball

2006 Year-End Summary

Board of Directors Meeting
November 9, 2006

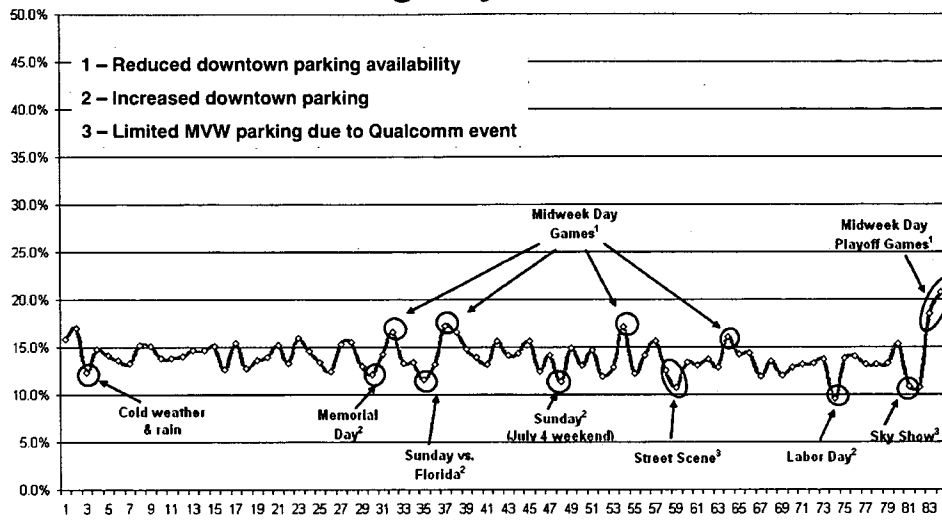


Attendance & Ridership Statistics

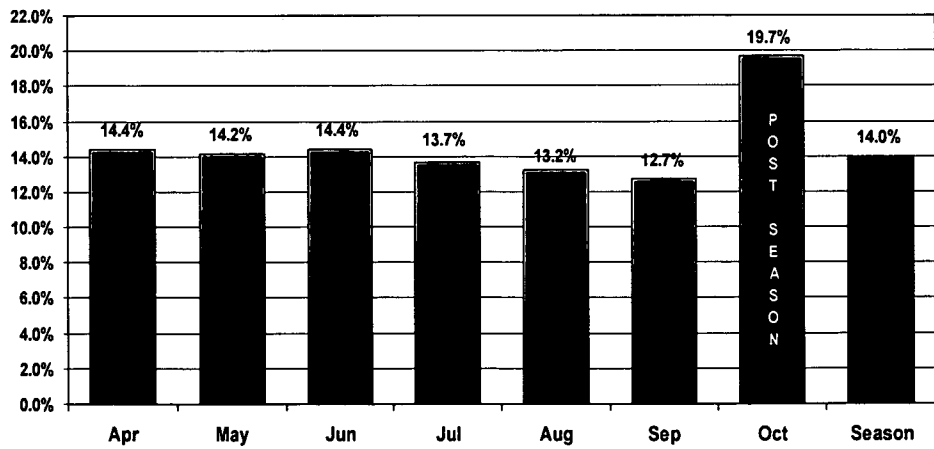
	2005	2006	
• Attendance:	2.5 million	2.3 mil.	↓ 8%
• Average attendance:	30,921	27,689	↓ 10%
• Ridership:	411,556	325,336	↓ 21%
• Average Ridership:	5,019	3,873	↓ 23%
• Gate Percentage	16%	14%	



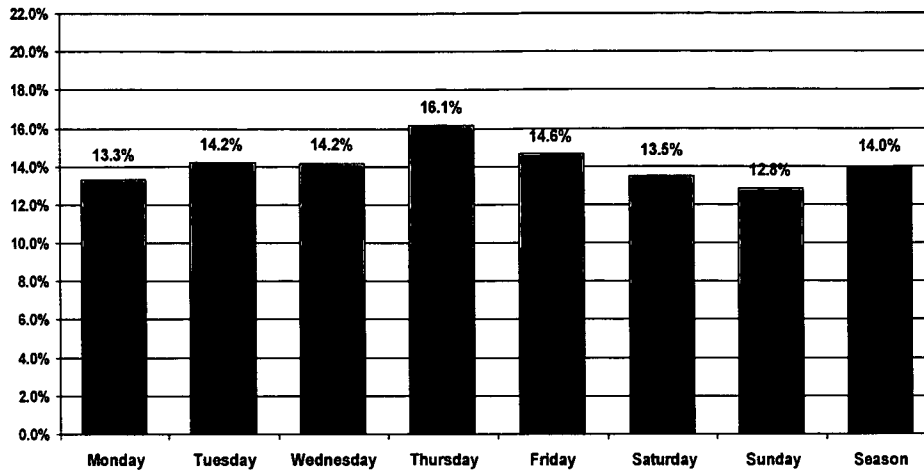
Gate Percentage by Game



Gate Percentage by Month

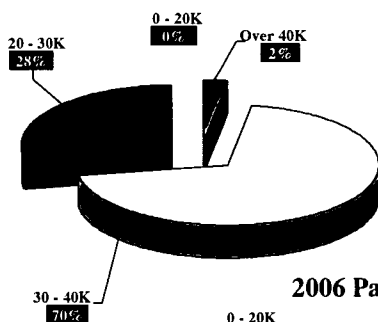


Gate Percentage by Day of Week

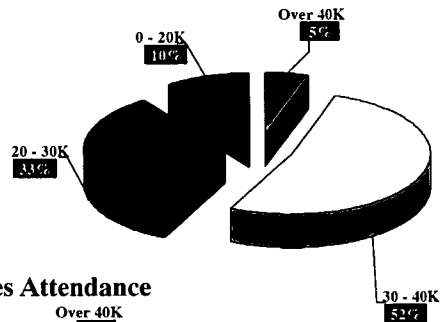


Attendance Statistics

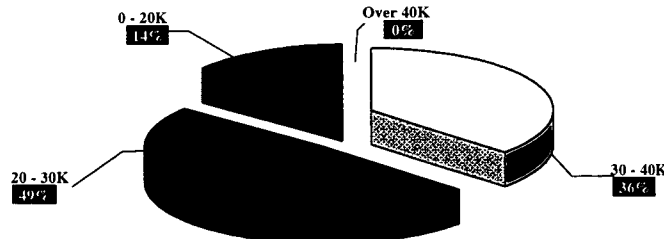
2004 Padres Attendance



2005 Padres Attendance



2006 Padres Attendance



Cost Recovery

Category	Revenue	Expenses	Averages
Ticket sales (Booth)	\$24,395		\$4,879
Ticket sales (TVM)	\$34,261		\$6,852
TOTAL REVENUE	\$58,656		\$11,731
Security		(\$10,516)	(\$2,103)
Transportation Dept.		(\$13,990)	(\$2,798)
Car Miles (Traction power)		(\$11,100)	(\$2,220)
Revenue Dept.		(\$3,828)	(\$766)
LRV Maintenance		(\$0)	(\$0)
Facilities Dept.		(\$402)	(\$80)
Wayside Maintenance		(\$0)	(\$0)
TOTAL EXPENSES		(\$39,837)	(\$7,967)
NET OPERATING REVENUE (5 GAMES)		\$18,819	\$3,764



Season Summary

- 2006 marked the 3rd year of service to PETCO Park and the 1st full season since the opening of the Mission Valley East extension
- Ridership as a percentage of the gate remained relatively consistent, averaging between 11% and 15% for most games
- Outside factors affecting parking availability had a noticeable effect on ridership





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Agenda

Item No. 61

Chief Executive Officer's Report

ADM 121.7 (PC 50101)

November 9, 2006

In accordance with Board Policy No. 52, Procurement of Goods and Services, attached are listings of contracts and purchase orders that have been approved within the CEO's authority (up to \$100,000) for the period October 7, 2006, through October 27, 2006.

[gail.williams/agenda item 61](#)



Metropolitan Transit System (MTS) is comprised of the Metropolitan Transit Development Board (MTDB) a California public agency, San Diego Transit Corp., and San Diego Trolley, Inc., in cooperation with Chula Vista Transit and National City Transit. MTS is Taxicab Administrator for eight cities. MTDB is owner of the San Diego and Arizona Eastern Railway Company. MTDB Member Agencies include: City of Chula Vista, City of Coronado, City of El Cajon, City of Imperial Beach, City of La Mesa, City of Lemon Grove, City of National City, City of Poway,

Agenda Item 61
Chief Executive Officer's Report

November 9, 2006

Contracts

INTEGRATED OFFICE SYSTEMS	ASSIGN INFORMATION SYSTEM TO MTS
YEAGER SKANSKA, INC.	EXTENSION OF RIGHT OF ENTRY PERMIT - SORRENTO VALLEY
SDG&E	RIGHT OF ENTRY TO REPLACE CONDUIT AT THE 70TH STREET TROLLEY STATION
URS CORP	DEVELOP SDSU TUNNEL DESIGN MANUAL
COR-O-VAN	OFFICE RELOCATION SERVICES (MULTIMODAL)
LATHAM & WATKINS	LEGAL SERVICES- ENVIRONMENTAL LIABILTIY
SDSU ASSOCIATED STUDENTS	ECO PASS
NEXTG NETWORKS, INC	RIGHT OF ENTRY TO INSTALL FIBER OPTICS AT SORRENTO VALLEY
UNITED PUMPING SERVICES	SUMP PUMPING SERVICES FOR IAD/KMD
VOITH TURBO	REPAIR COUPLER
TRANSIT TELEVISION NETWORK	ASSIGN INFORMATION SYSTEM TO MTS
RACEWAY FORD	2 BUS STOP/SIGN TRUCKS
JESSE FENCE	PERMIT FOR FENCE ON MOSSY NISSAN LEASE
SAN YSIDRO HEALTH CENTER	LEASE OF SPACES AT BEYER STATION
SIEMENS TRANSPORTATION	10 LOAD CELLS WITH CABLES

Agenda Item No. 61
Chief Executive Officers Report

November 9, 2006

Purchase Orders

PRINT SYSTEMS	MTS ENVELOPES	\$1,261.10
RIDOUT PLASTICS	POLYCARBONATE SHEETS	\$509.66
DSA PHOTOTECH	BACK-LIT INFO PANEL	\$1,097.70
HSQ	REBUILD OF SDSU COMPUTER	\$1,721.00
RAPHAELS	PARTY EQUIPMENT FOR EMPLOYEE AWARDS EVENT	\$3,700.32
RUSH PRESS	MTS NEWSLETTER FOR FALL 2006	\$6,113.74
RIDOUT PLASTICS	INSTALLATION OF ACRYLIC PANELS	\$781.19
LASER SAVER	PRINTER CARTRIDGES	\$995.61
PARRON HALL	DESK CHAIRS	\$883.55
OHANA CATERING AND EVENTS	FOOD FOR MTS CHRISTMAS PARTY	\$2,551.59