



SAN DIEGO & ARIZONA
EASTERN RAILWAY
COMPANY

A NEVADA NONPROFIT
CORPORATION

1255 IMPERIAL AVE., STE. 1000
SAN DIEGO, CA
92101-7490
(619) 231-1466

BOARD OF DIRECTORS
PAUL JABLONSKI, CHAIRPERSON
MATT DOMEN
JARED GOOCH

OFFICERS
PAUL JABLONSKI, PRESIDENT
MATT DOMEN, SECRETARY
ERIN DUNN, TREASURER

LEGAL COUNSEL
KAREN LANDERS

AGENDA

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

April 18, 2017

9:00 a.m.

Executive Committee Room
James R. Mills Building
1255 Imperial Avenue, 10th Floor

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 (ALDs) are available from the Clerk of the Board prior to the meeting and are to be returned at the end of the meeting.

**ACTION
RECOMMENDED**
Approve

1. Approval of the Minutes of January 17, 2017
Action would approve the SD&AE Railway Company Minutes of January 17, 2017.
2. Statement of Railway Finances (Shiela Dilayre) Informational
3. Report on San Diego and Imperial Valley (SD&IV) Railroad Operations (Matt Domen) Informational
4. Report on Pacific Southwest Railway Museum (Diana Hyatt) Informational
5. Report on the Desert Line
 - a. Desert Line Lease Activities Informational
 - b. Identification and Disposal of Abandoned Personal Property / Rolling Stock on the Desert Line (Karen Landers) Approve
Action would authorize staff to take all necessary and appropriate steps to identify and remove abandoned property on the Desert Line.
6. Real Property Matters (Tim Allison)
 - a. Summary of SD&AE Docs. Issued Since January 17, 2017 Informational
 - b. Easement For Street Improvements for the City of La Mesa Approve
Action would approve issuing an easement to the City of La Mesa for sidewalk and retaining-wall improvements along Spring Street just south of Interstate 8 (I-8).
 - c. Licenses for Aerial Fiber East of Campo Approve
Action would approve licenses for aerial fiber-crossing within the SD&AE right-of-way east of Campo.
 - d. Campo Indian Band Renewable Energy Project Possible Action
Action would receive a report and provide direction to staff.

7. Board Member Communications
8. Public Comments
9. Next Meeting Date: July 11, 2017
10. Adjournment

DRAFT MINUTES

BOARD OF DIRECTORS MEETING OF THE SAN DIEGO & ARIZONA EASTERN RAILWAY COMPANY

January 17, 2017

A meeting of the Board of Directors of the San Diego & Arizona Eastern (SD&AE) Railway Company, a Nevada corporation, was held at 1255 Imperial Avenue, Suite 1000, San Diego, California 92101, on January 17, 2017, at 9:04 a.m.

The following persons, constituting the Board of Directors, were present: Paul Jablonski, Matt Domen, and Jared Gooch. Also in attendance were members from:

San Diego Metropolitan Transit System:	Tim Allison, Erin Dunn, Karen Landers, Wayne Terry
Pacific Southwest Railway Museum:	Diana Hyatt
RailPros	Dan Davis

1. Approval of Minutes

Mr. Domen moved to approve the Minutes of the October 11, 2016, SD&AE Railway Board of Directors meeting. Mr. Gooch seconded the motion, and it was unanimously approved.

2. Statement of Railway Finances

Erin Dunn reviewed Statement of Railway Finances for the period ending November 30, 2016 (attached to the agenda item). Ms. Dunn stated that after the report was produced, approximately \$8,000 in additional expenses were located that pertain to this reporting period. These expenses will be added to the next quarterly report. Due to these additional expenses, the Year-to-Date Actual for July through November reflects \$449k but should be adjusted downward to \$441k. Ms. Landers reminded the Board to anticipate expenses paid to RailPros in the next quarter for Desert Line reconstruction fees.

Action Taken

Mr. Domen moved to receive the report. Mr. Gooch seconded the motion, and it was unanimously approved.

3. Report on San Diego & Imperial Valley Railroad (SD&IV) Operations

Matt Domen reviewed the SD&IV Periodic Report for activities for the fourth quarter of 2016 (attached to the agenda item).

Action Taken

Mr. Gooch moved to receive the report. Mr. Domen seconded the motion, and it was unanimously approved.

4. Report on Pacific Southwest Railway Museum Operations

Diana Hyatt reviewed the Pacific Southwest Railway Museum (PSRM) report for the fourth quarter of 2016 (attached to the agenda item). Ms. Hyatt noted corrections to the ticket revenue amount in the quarterly report for the fourth quarter 2016: the original amount of \$234,413 was revised to \$259,360, and a check in the amount of \$5,187.20 was submitted to MTS. Ms. Hyatt added that the recent heavy rains have affected the fire-damaged areas of Potrero, particularly in the area of Division.

Action Taken

Mr. Jablonski moved to receive the report. Mr. Domen seconded the motion, and it was unanimously approved.

5. Report on the Desert Line

Karen Landers noted there were no representatives from PIR, and she gave a report. Ms. Landers stated that PIR filed for Chapter 11 reorganization, and there is an action in the bankruptcy court currently to sell assets, including the Desert Line Lease. An entity that Baja Rail, the sublessee, is a part of has put in what is called a Stalking-Horse Bid to take over. Under the lease, Baja Rail currently has the first 60 miles for which it is responsible for performing the milestones. Baja Rail submitted an updated Reconstruction Plan to MTS last Friday. Dan Davis with RailPros will begin reviewing the plan and dialoging with Baja Rail regarding any questions or additional information that he needs. It is hopeful that by the next meeting, there will be a better idea of when construction can begin (if it hasn't already by then). Ms. Landers stated that MTS has bankruptcy counsel representation. She noted that PIR is technically in default under some of its performance milestones for the 10 miles of rails and bridges that were supposed to be completed first. It is concerning that due to the bankruptcy action, PIR is not taking any action to perform its lease obligations, which could jeopardize Baja Rail's performance. MTS is reviewing its options with bankruptcy counsel in the matter. Ms. Landers stated that if policy changes are needed, it would have to be done in closed session. She added that the MTS Board will be given a briefing.

Ms. Landers stated that there is a renewed management fight for control within PIR and its shareholders. One group is saying that the transfer of majority shareholder interests that happened last fall is invalid, and they've rescinded it and are back in control of PIR. Randall Polcyn is saying that he has been appointed by the group as back in control. Ms. Landers has reviewed this information with the bankruptcy attorney and until the bankruptcy court takes any action, MTS is not accepting any new direction in regard to a change in control of PIR. Everything that PIR does now is somewhat supervised by the bankruptcy court. MTS is pursuing its options and making sure that its rights are protected. Under the sublease, if PIR is in default, then Baja Rail has the right to come in and cure that default. MTS wants this process to move smoothly to get the line operating.

Ms. Hyatt asked who is authorized to request track warrants over the Museum's portion of the line. Ms. Landers responded that the Museum should be working with Baja Rail. She explained that under the sublease, Baja Rail has the first 60 miles and has somewhat exclusive rights to operate there. Ms. Landers requested that she be informed if PIR requests any independent access to do anything on the line.

Ms. Landers informed the Board that there is another separate lawsuit between Gary Sweetwood and PIR, which was recently stayed for a few months due to the pending bankruptcy action.

Action Taken

Mr. Jablonski moved to receive the report. Mr. Domen seconded the motion, and it was unanimously approved.

6. Real Property Mattersa. Summary of SD&AE Documents Issued Since October 11, 2016

Since the October 11, 2016, SD&AE Railway Company Board of Directors meeting, the documents described below have been processed by staff.

- S200-16-635: Right of Entry Permit to the HP Communications Inc. to install aerial fiber at 32nd Street and Harbor Drive in the City of San Diego.
- S200-17-647: License to Crown Castle NG West LLC for aerial fiber at 32nd Street and Harbor Drive in the City of San Diego.
- S200-17-648: Right of Entry Permit to AirX Utility Surveyors, Inc. for utility location at Elm Street in the City of San Diego.

Action Taken

Mr. Jablonski moved to receive the report. Mr. Domen seconded the motion, and it was unanimously approved.

7. Board Member Communications

Ms. Landers responded to a comment about allowing Board members to call in remotely to meetings as opposed to physically attending. She explained that Board members can call in remotely and would need to make their location and call-in information public in the event that anyone from the public would like to sit in on that call at that location.

8. Public Comments

There were no public comments.

9. Next Meeting Date

The next meeting of the SD&AE Railway Company Board of Directors is on Tuesday, April 11, 2017.

10. Adjournment

The meeting was adjourned at 9:21 a.m.

President

General Counsel

Agenda Item No. 2

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

April 18, 2017

SUBJECT:

STATEMENT OF RAILWAY FINANCES

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors receive a financial report for the period ending February 28, 2017.

Budget Impact

None.

DISCUSSION:

Attached are SD&AE's financial results for the period ending February 28, 2017.

As of February 28, 2017, fiscal year-to-date revenues are \$665,000 favorable to budget primarily due to the Desert Line Lease revenue not included in the budget.

Fiscal year-to-date expenses are \$55,000 favorable to budget due to a favorable variance in Personnel Costs.

The Net Income for the period ending February 28, 2017, was \$701,000.

Attachment: SD&AE Operating Statement for period ending 2/28/17

SD&AE Operating Statement FY2017-16

	FY 2017						FY 2016	
	Q1 Actual	Q2 Actual	Q3 Actual (Jan - Feb)	YTD Actual (Jul - Feb)	YTD Budget (Jul - Feb)	Variance	Q1 - Q3 Actual (Jul - Feb)	Variance
Revenues								
Right of Entry Permits	\$ 3,000	\$ 12,999	\$ 750	\$ 16,749	\$ 20,000	\$ (3,251)	\$ 6,650	\$10,099
Lease Income	19,103	19,019	10,344	48,466	46,664	1,802	42,563	5,903
Desert Line Lease Revenue	250,000	250,000	166,667	666,667	-	666,667	666,667	(0)
Operator Income - SD&IV 1% Freight Fee	8,500	8,500	5,700	22,700	23,336	(636)	20,403	2,297
Total Revenue	280,603	290,518	183,460	754,581	90,000	664,581	736,283	18,298
Expenses								
Personnel Costs	2,752	4,347	4,222	11,321	67,941	56,620	28,046	16,725
Outside Services	14,059	1,830	15,151	31,040	29,997	(1,043)	21,074	(9,966)
Risk Management	3,762	4,177	2,231	10,170	10,672	502	9,755	(415)
Misc. Operating Expenses	1,146	-	-	1,146	336	(810)	693	(453)
Total Expense	21,719	10,354	21,604	53,677	108,946	55,269	59,568	5,891
Net Income/(Loss)	\$ 258,884	\$280,163	\$161,857	\$700,904	\$(18,946)	\$719,850	\$ 676,715	\$24,189

Reserve Balance July 1, 2016	\$1,581,452
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Allocated Interest Earnings - Estimated	6,667
Operating Profit/(Loss) - YTD	700,904

Reserve Balance as of Feb 28, 2017	\$2,289,023
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Agenda Item No. 3

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

April 18, 2017

SUBJECT:

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

RECOMMENDATION:

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

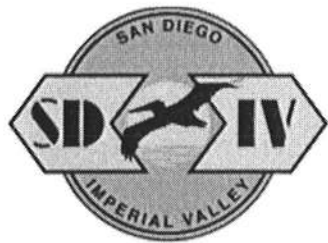
Budget Impact

None.

DISCUSSION:

An oral report will be given during the meeting.

Attachment: Periodic Report for the 1st Quarter of 2017



a Genesee & Wyoming Company

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

April 3, 2017

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 1st Quarter of 2017 are listed as follows:

1. Labor

At the end of March 31, 2017 the San Diego & Imperial Railroad had 10 employees:

- 1 General Manager
- 1 Trainmaster
- 1 Manager - Marketing & Sales
- 1 Office Manager
- 1 Mechanical Manager
- 1 Maintenance of Way Employee
- 1 Utility employee
- 3 Train Service Employees

2. Marketing

Volume in the 1st Quarter had a slight 2% decrease as compared to the same quarter in 2016. Bridge traffic into Mexico had a 9% decrease due to lower volumes of grain and LPG. Traffic terminating or originating on the SDIY was up 27% versus last year, mainly due to the increase in traffic handled at the San Ysidro transload facility.

3. Reportable Injuries/Environmental

Days through year to date, March 31, 2017, there were no FRA Reportable injuries or Environmental incidents on the SDIV Railroad.

Days FRA Reportable Injury Free: 7301

4. Summary of Freight

	2017	2016	2015
Total rail carloads that moved by SDIY Rail Service in the quarter.	1450	1483	906
Total railroad carloads Terminating/Organizing Mexico in the quarter.	1092	1202	621
Total railroad carloads Terminating/Organizing El Cajon, San Diego, National City, San Ysidro, California in the quarter.	358	281	285
Total customers directly served by SDIY in the quarter	10	11	12
Regional Truck trips that SDIY Railroad Service replaced in the quarter	4350	4449	2718

Respectfully,

Matt Domen

General Manager

Agenda Item No. 4

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

April 18, 2017

SUBJECT:

REPORT ON PACIFIC SOUTHWEST RAILWAY MUSEUM

RECOMMENDATION:

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

Budget Impact

None.

DISCUSSION:

An oral report will be given during the meeting.

Attachment: Quarterly Report



Pacific Southwest Railway Museum

La Mesa Depot 4695 Nebo Drive La Mesa, CA 91941 619-465-7776

April 7, 2017

SD&AE Board
c/o Metropolitan Transit System
1255 Imperial Avenue, Suite 1000
San Diego, CA 92101

Re: First Quarter 2017

Dear SD&AE Board:

During the first quarter of 2017, utilizing all volunteer crews, the Pacific Southwest Railway Museum ran 26 Golden State passenger trains to the international border and return and 76 Valley Fiyer passenger trains within the Campo Valley carrying 1,185 passengers during 22 operating days. There were no FRA reportable accidents or injuries during the first quarter, 2017. Ticket revenue from SD&AE property for first quarter, 2017 was \$18,950; our check for \$379 is enclosed.

Passenger ridership by comparison to the same quarter in previous years:

2,380 passengers during the first quarter of 2016; \$40,316
2,333 passengers during the first quarter of 2015; \$36,462
2,223 passengers during the first quarter of 2014; \$36,566
3,081 passengers during the first quarter of 2013; \$20,932
3,001 passengers during the first quarter of 2012; \$27,281
924 passengers during the first quarter of 2011; \$19,192

Passenger ridership declined significantly during this quarter due to two main factors. The primary factor was the weather element; there were multiple rainstorms throughout January and into early February dumping several inches of rain at a time. An entire operating weekend was cancelled in expectation of one of these large storms and visitors dwindled as people were deterred from driving in the poor weather conditions. The secondary fallout from the weather was an immense amount of rocks and silt falling onto the tracks. The extreme amounts of water


caused the railroad ties to swell and become saturated. As the rain ceased and the days warmed, the ties dried out and in one particular area, spikes were not holding the rail in gauge. This created the secondary factor leading to our reduced ridership during the quarter: on Sunday, February 19, 2017 while westbound from Campo shoving two coaches, our 70-ton locomotive derailed at MP 64.85 due to spread gauge. At the point of derailment, the train was traveling at 8 MPH. There were no injuries as the passengers felt nothing and there was no damage to the track, rail or locomotive. To bring the track back into gauge in this section, a total of twelve ties were replaced and several gauge rods installed. Because the damage fell considerably below the \$10,000 threshold and there were no injuries, this derailment is not considered by the FRA as necessary to be reported to them. During the time needed for track repairs, PSRM operated Valley Flyer passenger trains within the Campo Valley. Some passengers, especially those with small children enjoy the short ride, but most are disappointed when the full train ride is not available; some reservations were held until our guests could visit Campo and ride the Golden State train.

PSRM continues to maintain both signalized railroad crossings within our right of way limits performing the monthly and quarterly inspections. PSRM also performs bi-weekly track inspections between MP 59.9 and MP 66.77. Our contract weed sprayer paid us a visit and was taken on an inspection trip of the railroad. He will return soon to spray a concoction of pre-emergent and other herbicides along the right of way to keep down the vegetation.

PSRM is happy to announce that it has progressed towards another goal laid out in the past several years' strategic plans and has hired an Administrator of Fund Development. She is tasked with a tall order that will lay the foundation for an expanded fund-raising and grant-writing program for PSRM. We are pleased to welcome her as part of our team.

PSRM's Bunny Trains are presently in full swing and will be offered on Saturday, April 8th Sunday, April 9th and Saturday, April 15th with train departure times at 10:00 am, 12:15 pm and 2:30 pm each day. All staff from our sister organizations are invited to join us as our guests during this event or any weekend for a visit and a train ride. Come on out to Campo and see the improvements!

Sincerely,



Diana Hyatt
President

Agenda Item No. 5a

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

April 18, 2017

SUBJECT:

REPORT ON THE DESERT LINE

RECOMMENDATION:

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

Budget Impact

None.

DISCUSSION:

A report was not submitted in time for the mail-out.

Attachment: To be provided at the meeting.

Agenda Item No. 5b

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

April 18, 2017

SUBJECT:

IDENTIFICATION AND DISPOSAL OF ABANDONED PERSONAL PROPERTY /
ROLLING STOCK ON THE DESERT LINE

RECOMMENDATION:

That the SD&AE Board of Directors authorize staff to take all necessary and appropriate steps to identify and remove abandoned property on the Desert Line.

Budget Impact

None.

DISCUSSION:

The Desert Line lease with Pacific Imperial Railroad, Inc. (PIR) was executed in December 2012. Since that time, MTS staff and representatives of PIR, Baja California Railroad (BJRR), and Pacific Southwest Railroad Museum (PSRM) have identified several pieces of rolling stock that are stored throughout the Desert Line (see Attachment A).

In order to accommodate the upcoming repair and renewed operation of the Desert Line, any equipment that is not necessary for Desert Line freight operations needs to be removed. MTS staff could not locate any SD&AE records identifying the owners of the rolling stock. There are no agreements with SD&AE allowing the property to be stored on the Desert Line. Some of the rolling stock may be owned by the prior Desert Line tenant, Carrizo Gorge Railway Co. (CZRY) or its individual shareholders, officers, or clients. Therefore, MTS staff proposes that a Notice of Right to Reclaim Abandoned Property be sent to all individuals MTS can reasonably locate that might claim an ownership interest in the listed rolling stock.

Staff proposes the following schedule and process:

April 21:	Mail Notice to Service List
May 18:	Deadline to Submit Claim/Proof of Ownership
June 1:	Deadline to remove rolling stock from SD&AE property

Rolling stock that is capable of being removed by truck must be removed by truck. SD&AE does not agree to grant permission for rolling stock to be removed by rail.

If the only safe method for removal of a claimant's rolling stock is by rail, then the claimant must present a plan for removal to SD&AE by the June 1, 2017, deadline. If SD&AE agrees, in its sole discretion, that the only safe removal option for the rolling stock is by rail, SD&AE will work with the claimant to accommodate the removal, at the claimant's sole cost and expense, at a time when the railroad is in a sufficient state of repair to allow the movement of the rolling stock by rail.

Property that is not promptly claimed and removed will then be identified for disposal or reuse as follows: (1) donated to a nonprofit that preserves historic railroad rolling stock; (2) incorporated into SD&AE's official rolling stock inventory and used for freight railroad operations on the Desert Line; or (3) disposed of pursuant to Section 1993.07 of the Civil Code.

If the property is sold at a public auction pursuant to Section 1993.07 of the Civil Code, it will be done so after notice of the sale has been given by publication. After the property is sold, and the cost of storage, advertising, and sale is deducted, the remaining money, if any, will be paid over to the county. The undisputed owner may claim the remaining money (upon proof of ownership) at any time within one year after the county receives the money.

Attachment: A. Desert Line Rolling Stock Inventory

Attachment A

Desert Line – Rolling Stock Inventory

Railroad rolling stock inventory along the Desert Line between Division and Dos Cabezas:

AT CAMPO

House Track

Car Number	Description	Ownership Claim
CZRY 8758	bi-level gallery passenger car, ex-Chicago Metra	
SP tank car	formerly at Ocotillo for decades	owned by SDAE NOT IN DISPUTE
SDAE box cars (2)	acquired from SDTI	owned by PSRM NOT IN DISPUTE

AT JACUMBA

Car Number	Description	Ownership Claim
WCRC 100	EMD F7A locomotive	
WCRC 101	EMD F7B locomotive	
WCRC 102	EMD F7A locomotive	
UP 669	EMD GP 40M-2 locomotive	
ex-SP 1465	ALCO S-2 locomotive	
TMRX1	steel, wide-vision cupola caboose	
CZRY 1195	baggage car, ex-NYC	
Amtrak 4462	chair car, ex-ATSF 2960	
CZRY MOW01	heavy duty utility flat car (sitting in dirt)	
GW 39500	Ford hi-rail boom truck	
SP tank car	fire suppression car located at tunnel 16 for decades	owned by SDAE NOT IN DISPUTE
SP 1335	circa late 1870's-early 1880's wooden passenger coach, no trucks	owned by SDAE NOT IN DISPUTE
SP 8169?/1693?	circa late 1870's-early 1880's wooden passenger coach, no trucks	owned by SDAE NOT IN DISPUTE
SP tank car	formerly at Ocotillo for decades	owned by SDAE NOT IN DISPUTE
SDAE box cars (2)	acquired from SDTI	owned by PSRM NOT IN DISPUTE

Attachment A

Desert Line – Rolling Stock Inventory

AT TITUS SIDING

Car Number	Description	Ownership Claim
UP 6992/SWPC65	steel hopper car	
UP 17649	steel hopper car	
CZRY 2098	86' steel flat car	
SP ?	steel flat car, built 1948-friction bearing	believed to be owned by SDAE NOT IN DISPUTE

AT DUBBERS SPUR

Car Number	Description	Ownership Claim
CZRY 7773	bi-level gallery passenger car, ex-Chicago Metra	
CZRY 7779	bi-level gallery passenger car, ex-Chicago Metra	
CZRY 8728	bi-level gallery passenger car, ex-Chicago Metra	
CZRY 7774	bi-level gallery passenger car, ex-Chicago Metra	
CZRY 7784	bi-level gallery passenger car, ex-Chicago Metra	
SP 43969	flat car with tunnel inspection platform	owned by SDAE NOT IN DISPUTE

"TEMPORARY" SPUR AT W/E TUNNEL 8

Car Number	Description	Ownership Claim
TPHX 801	passenger car, former Canadian commuter car	
TPHX 817	passenger car, former Canadian commuter car	
TPHX 835	passenger car, former Canadian commuter car	

TUNNEL 16 SPUR (E/E Goat Canyon Trestle)

Car Number	Description	Ownership Claim
ATSF 77041	ballast car	

Agenda

Item No. 6a

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

April 18, 2017

SUBJECT:

SUMMARY OF SD&AE DOCUMENTS ISSUED SINCE JANUARY 17, 2017

RECOMMENDATION:

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

Budget Impact

None.

DISCUSSION:

Since the January 17, 2017, SD&AE Railway Company Board of Directors meeting, the documents described below have been processed by staff.

- S200-16-643: Right of Entry Permit to the Earth Mechanics, Inc. to perform geotechnical studies for the Bayshore Bikeway Segment 8B in Chula Vista.
- S200-17-644: Right of Entry Permit to San Diego Charter Co. for running shuttle service from the Spring Street Trolley Station.
- S200-17-645: Right of Entry Permit to Park N Play for running shuttle service from the Spring Street Trolley Station.
- S200-17-654: Right of Entry Permit to SC Valley Engineering, Inc. to perform storm drainage repair in the City of El Cajon.
- S200-17-655: Right of Entry Permit to Vailston Company, Inc. for sidewalk repair in the City of San Diego along the Orange Line in the Encanto neighborhood.

Agenda Item No. 6b

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

April 18, 2017

SUBJECT:

EASEMENT FOR STREET IMPROVEMENTS FOR THE CITY OF LA MESA

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors approve issuing an easement to the City of La Mesa for sidewalk and retaining-wall improvements along Spring Street just south of Interstate 8 (I-8).

Budget Impact

The easement will be issued for no fee. MTS and the City of La Mesa have a reciprocal fee-waiver agreement in place.

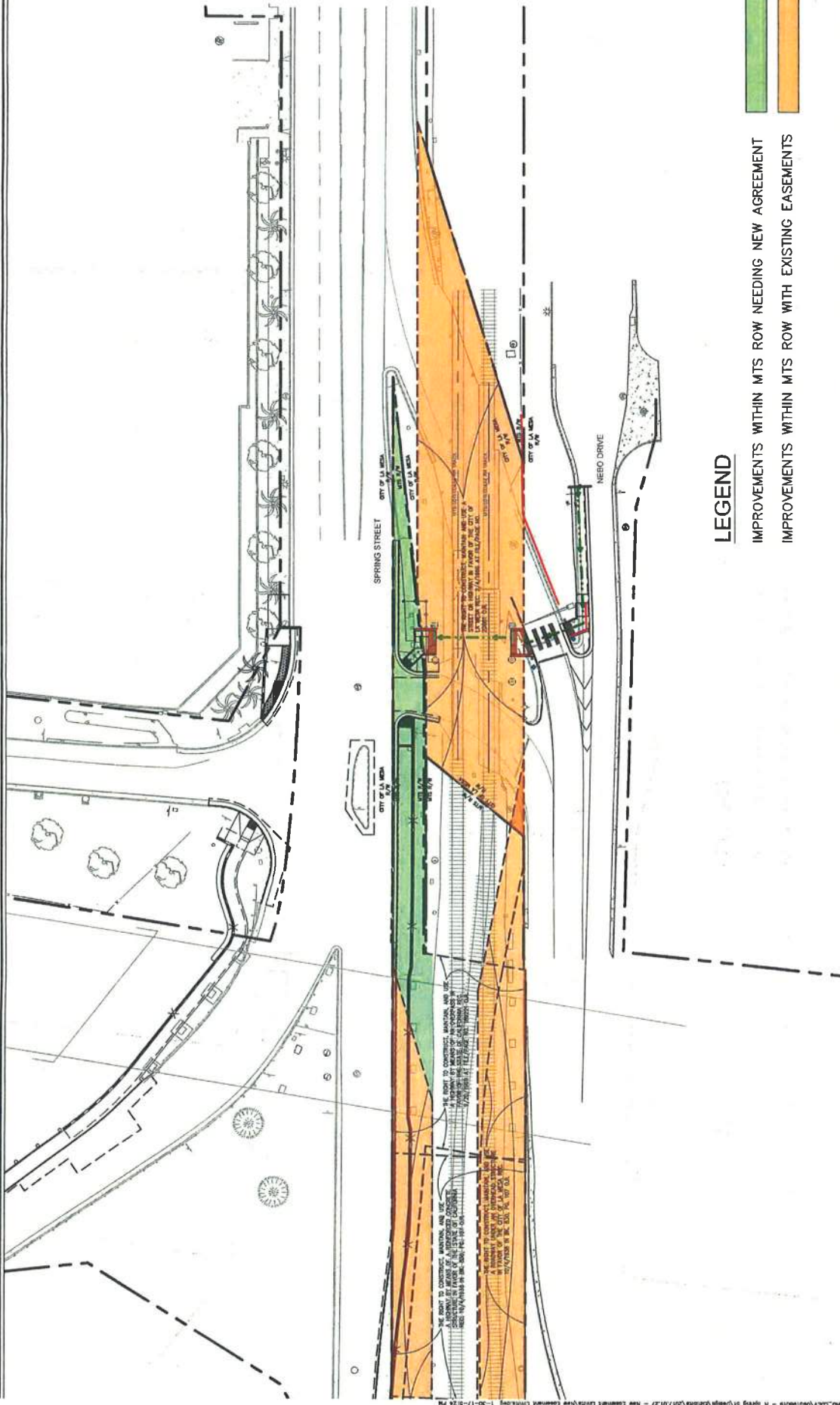
DISCUSSION:

The City of La Mesa is improving Spring Street in the area just south of I-8. As part of the improvements, the City of La Mesa plans to construct a sidewalk and retaining wall on the west side of Spring Street just north of the trolley grade crossings. After researching the entitlements granted for previous freeway and local street improvements, staff couldn't find any agreement that would cover the work. Staff determined that to be on the safe side, SD&AE should issue an easement to cover the intended work.

Attachment A is an exhibit showing the area which would be covered by the new easement. Attachment B is the plat for the easement area totaling 3,276 square feet (0.08 acres).

Attachments: A. Easement Vicinity Map
B. Easement Plat

Attachment A



LEGEND

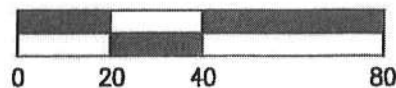
- IMPROVEMENTS WITHIN MTS ROW NEEDING NEW AGREEMENT
- IMPROVEMENTS WITHIN MTS ROW WITH EXISTING EASEMENTS

JANUARY 2017
NORTH SPRING STREET PHASE II - PEDESTRIAN RAILROAD CROSSING
NEW EASEMENTS

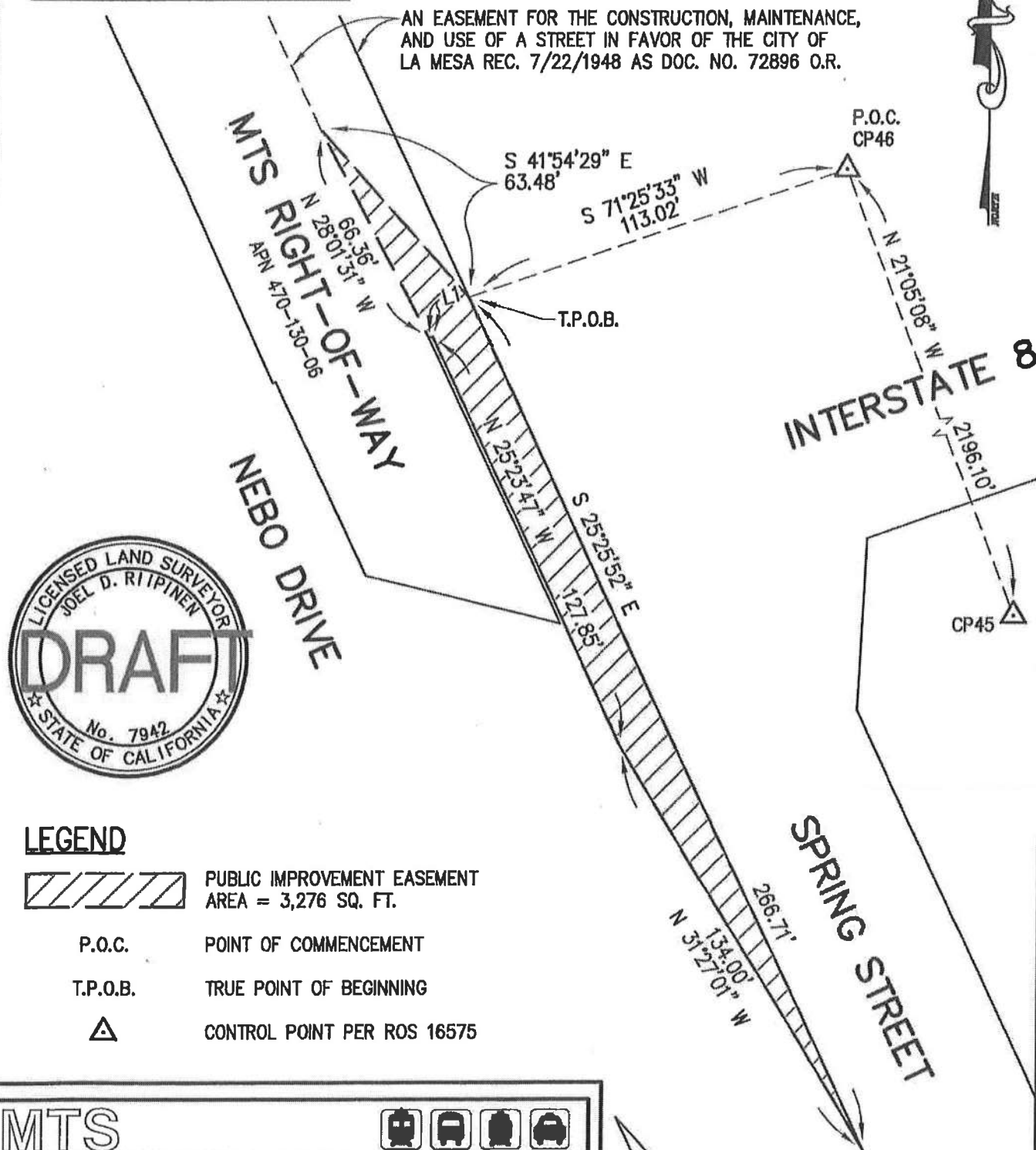
Kimley»Horn

EXHIBIT "B"

LINE TABLE		
LINE NO.	DIRECTION	LENGTH
L1	S 73°52'50" W	1.04'



AN EASEMENT FOR THE CONSTRUCTION, MAINTENANCE,
AND USE OF A STREET IN FAVOR OF THE CITY OF
LA MESA REC. 7/22/1948 AS DOC. NO. 72896 O.R.

**LEGEND**

PUBLIC IMPROVEMENT EASEMENT
AREA = 3,276 SQ. FT.

P.O.C. POINT OF COMMENCEMENT

T.P.O.B. TRUE POINT OF BEGINNING



CONTROL POINT PER ROS 16575

MTS



Metropolitan Transit System

1255 Imperial Avenue, Suite 1000, San Diego, CA. 92101-7490

Agenda Item No. 6C

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

April 18, 2017

SUBJECT:

LICENSES FOR AERIAL FIBER EAST OF CAMPO

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors approve licenses for aerial fiber crossing within the SD&AE right-of-way east of Campo.

Budget Impact

License fees will be deposited to the SD&AE budget.

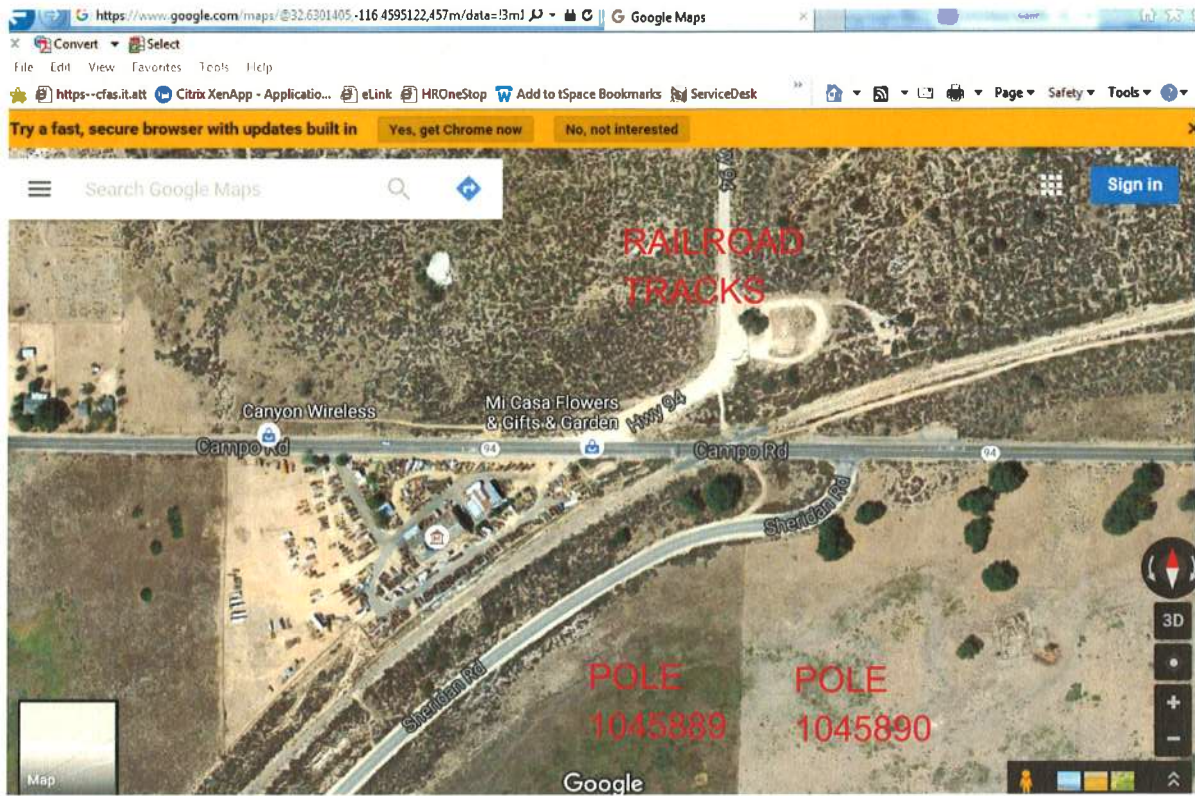
DISCUSSION:

AT&T is the successor in interest to several existing aerial telephone encroachments to SD&AE right-of-way east of Campo. The first is at Sheridan Road just east of the Motor Transport Museum, and the second is at La Posta Road. AT&T determined that additional communication capacity is needed in the area and proposes to overlash new aerial fiber-optic cables to the existing crossings.

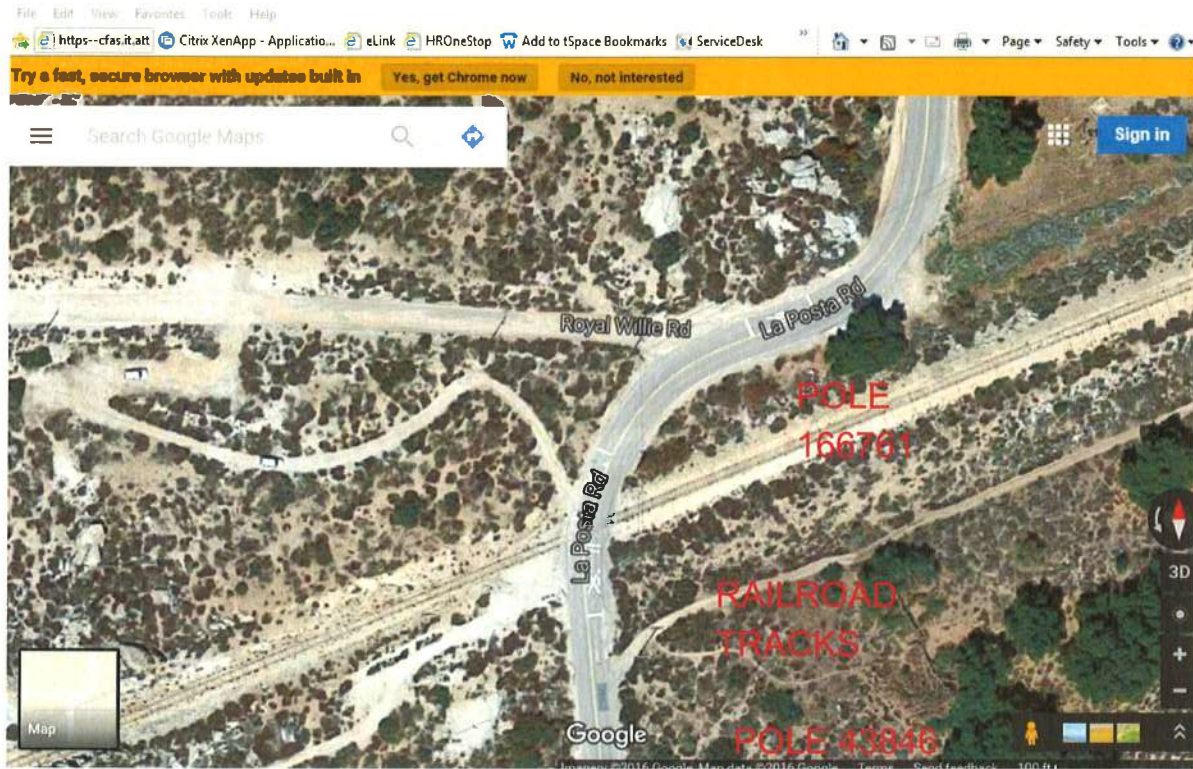
Attachments A and B are exhibits of the locations for the new facilities at Sheridan Road and La Posta Road, respectively. New licenses will be issued to add the new facilities and replace the existing agreements.

Attachments: A. Sheridan Road
B. La Posta Road

Attachment A



Attachment B



Agenda Item No. 6d

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

April 18, 2017

SUBJECT:

CAMPO INDIAN BAND RENEWABLE ENERGY PROJECT

RECOMMENDATION:

That the SD&AE Railway Company Board of Directors receive a report and provide direction to staff.

Budget Impact

None at this time.

DISCUSSION:

Archer Cleantech Inc. (Archer) and the Campo Band of Mission Indians (Campo) have partnered to develop a new 90 megawatt (MW) renewable-energy project on Campo tribal lands in the east part of San Diego County east of Campo. A key component of the project is a new 138 kV transmission line required to deliver the energy generated by the project to market using San Diego Gas and Electric (SDG&E) electric lines. The new transmission line would be optimally routed on the existing Desert Line right-of-way. A similar proposal was brought to the SD&AE Board in 2012. That project did not move forward.

Archer is a privately held Canadian utility-scale renewable-energy developer firm. Archer and its partner Campo are developing a 90 MW renewable energy project on Campo lands. The renewable-energy project will include a 50 MW wind farm and a 40 MW solar PV farm, which will all collect into a new substation located on Campo lands and also connect into the southern California high-voltage 500 kV collection system for use within the state of California.

Campo, as a cooperating agency, applied to the Bureau of Indian Affairs (BIA) for the approval of a lease agreement in 2013 and will be pursuing a similar lease agreement between Campo and Archer to develop the proposed Campo Wind/Solar Project (to be named later). All facilities proposed through the lease would be contained within the Campo lands. Attachment A is an exhibit showing the location of the project and potential utility-line route along the Desert Line.

Archer and Campo request to engage in discussions and negotiations of the terms for a Right-of-Way Use Agreement. The Agreement would set out access and commercial terms enabling a new 138 kV power transmission line to be built on the SDMTS rail right-of-way and operated over a 20- to 25-year period following construction completion. Depending upon SD&AE Board member direction to staff, this item would be forwarded to the MTS Board for further approval as the project concept is further determined.

Attachment: A. Vicinity Map

Attachment A



The map below shows the new 138 transmission line routing across the SDMTS rail right-of-way.

