



SFMTA Bond Oversight Committee

Dan Murphy, Chairman Kathryn How, Vice Chairman
Neil Ballard, Leona Bridges, Bob Shaw, Art Torres, Anna Van Degna

MINUTES - Tuesday, March 03, 2020 – 10:00am
MEETING LOCATION–SFMTA, 1 South Van Ness Avenue
Twin Peaks Conference Room, 8th floor

1. Call to Order and Roll Call

Committee Members:

Daniel Murphy – Chairman
Kathryn How – Vice Chairman
Neil Ballard
Leona Bridges
Bob Shaw
Art Torres
Anna Van Degna

A quorum being present, the meeting was called to order at 10:05 a.m. Members Kathryn How and Leona Bridges were absent.

2. Public Comment: None

3. Approval of Minutes from December 3, 2019 meeting:

On motion to adopt December 3, 2019 meeting minutes: Unanimously approved.

4. SFMTA Bond Agreed-Upon Procedures: [link to report provided here: SFMTA Revenue Bond Agreed Upon Procedures for FY2019]

https://www.sfmta.com/sites/default/files/reports-and-documents/2020/02/u_057654d-1a_restricted_19_sanfranciscocomunicipaltransportationagency_bond_aup_002final.pdf;

Jie Hua Lee, KPMG Senior Audit Manager presented a summary of the final report of the Agreed-Upon Procedures for the Revenue Bonds Series 2012, 2013, 2014 and 2017 for the year ended June 30, 2019. Ms. Lee explained that the report is generated for purposes of auditing that bond debt proceeds and interest income have been recorded in the accounting system solely for uses, purposes and projects authorized in the authorizing resolution. Ms. Lee stated that KPMG selected a sample of 65 transactions, obtained supporting documentation, and reviewed the policies and procedures. No exceptions were found as a result of applying these procedures.

Public Comment: None

5. Capital Improvement Programs (CIP) Presentations:

https://www.sfmta.com/sites/default/files/reports-and-documents/2020/02/sfmta_revenue_bond_q2_2020_cip_presentation.pdf;

Joel Goldberg, SFMTA Grants Manager, presented a summary of the SFMTA 20-year Capital Plan, CCSF 10-year Capital Plan, 5-year Capital Improvement Program and the SFMTA Asset Management Program.

SFMTA 20-year Capital Plan Update - The SFMTA 20-year Capital Plan is a need-based assessment of the SFMTA's anticipated capital needs for the upcoming 20 years. It is a financially unconstrained plan and includes capital needs for which funding has not yet been committed. The purpose of the Capital Plan is to identify all the potential capital investment needs to achieve the City's transportation goals.

CCSF 10-year Capital Plan Update – with the update of the SFMTA 20-year Capital Plan and new 5-year Capital Improvement Program revenue estimates the 10-year Capital Plan requires update. Revenues are revised down and transportation system needs are revised up, deferrals have increased from \$4.6 billion to \$10.9 billion.

SFMTA Asset Management Program – connects information about the SFMTA's assets to decision making processes in order to maximize the performance, reliability and safety of the transportation system.

SFMTA 5-year Capital Improvement Program (CIP) – this program is a fiscally constrained 5-year program of capital improvement and operational projects. This is an implementation plan for regional, citywide, and agency-wide strategies and policy goals and maintains credibility with external funding agencies. Also, CIP has 10 different program areas:

- Fleet – purchase and rehabilitate transit vehicles including motor coaches, trolley coaches, light rail vehicles and paratransit vans.
- Signals – plan, design, engineer and construct traffic signals and associated infrastructure to improve mobility and safety on San Francisco streets and decrease transit travel time.
- Parking – plan, design, rehabilitate and construct public parking facilities or street infrastructure related to public parking
- Taxi – implement systems to optimize and support the taxi system in San Francisco to provide a better rider experience and promote low-emissions taxi vehicle use.
- Communication and Information Technology – plan, design and implement technology infrastructure upgrades to improve the efficiency and efficacy of the SFMTA and provide a better experience for customers and employees.
- Transit Optimization – plan, design, engineer and construct infrastructure improvements to improve travel time and increase the capacity and reliability of the transit system.

- Fixed Guideway – plan, design, engineer and construct improvements to critical infrastructure including rail track, overhead wires, and train control technology.
- Security – plan, design and construct or implement Systems to improve the security of the transit system.
- Facilities - acquire, develop and/or rehabilitate transit station areas and maintenance facilities used for transit, traffic, and parking operations.
- Streets – plan, design, engineer and construct improvements to street safety that promote walking, bicycling, and taking transit.

Public Comment: Ms. Eileen Boken from Coalition for San Francisco Neighborhood regarding the L-Taraval Muni Forward project. Ms. Boken reported that the project was divided into Phase 1 from the zoo to Sunset Blvd., and Phase 2 from Sunset Blvd. to West Portal. Phase 1 is currently in progress and Phase 2 bids were all rejected and is scheduled to be re-bid this spring. Phase 1 is being delivered by NTK Construction and is responsible for the water, sewer & transit areas. SFDPW is responsible for the street resurfacing. The NTK contract is being administered by MTA with a subcontract by PUC. Neither Phase 1 & Phase 2 contained specs for the Auxiliary Water Supply System also known as the emergency firefighting water system. The PUC was unwilling to consider a change order for Phase 1. Ms. Boken urged the MTA to coordinate with the PUC to implement Auxiliary Water Supply System in Phase 2. Ms. Boken also reported issue in the concrete boarding islands. The neighborhood is advocating for high tech solutions for pedestrians' safety and while high tech solutions are being developed the neighborhood is advocating for an interim solution. Ms. Boken suggested modular boarding islands as a transition to high tech solutions similar modular boarding islands installed in Los Angeles and Oakland.

6. **Quarterly Report: FY 19-20 Q2:** [link to report provided here: Q2 Revenue Bond quarterly Report] https://www.sfmta.com/sites/default/files/reports-and-documents/2020/02/sfmta_bfpa_boc_fy_2019-20_q2_revbond_report_final.pdf;

This report to the SFMTA BOC covers the period through the second quarter of fiscal year 2019-20, which ended on December 31, 2019. All financial data is current through December 31, 2019.

Public Comment: None

7. **Schedule Upcoming Meeting Date and Future Agenda Items** - Next meeting is scheduled on June 3, 2020 at 2pm.

8. **Adjournment**

The meeting adjourned at 11.17am.

For an audio recording of this meeting contact Ms. Aida Corpuz, Administrative Support for the SFMTA Bond Oversight Committee. Aida Corpuz can be reached at 415.646.2498 or via email at BOCOversightCommittee@sfmta.com if there are any questions or comments.