



MINUTES

Executive Committee Meeting

Committee Members Present

*Michael Hennessey, Chairman
Lisa A. Bartlett, Vice Chair
Andrew Do
Lori Donchak
Tim Shaw*

Committee Members Absent

*Al Murray
Shawn Nelson*

Staff Present

*Darrell Johnson, Chief Executive Officer
Ken Phipps, Deputy Chief Executive Officer
Laurena Weinert, Clerk of the Board
Olga Prado, Assistant Clerk of the Board
James Donich, General Counsel
OCTA Staff and Members of the General Public*

Call to Order

The September 7, 2017 regular meeting of the Executive Committee was called to order by Chairman Hennessey at 9:03 a.m.

Pledge of Allegiance

Director Donchak led in the Pledge of Allegiance.

1. Public Comments

No public comments were received.

Special Calendar

There were no Special Calendar matters.

Consent Calendar (Items 2 through 4)

2. Approval of Minutes

A motion was made by Vice Chair Bartlett, seconded by Director Do, and declared passed by those present, to approve the minutes of the Executive Committee meeting of August 7, 2017.

3. Measure M2 Quarterly Progress Report for the Period of April 2017 Through June 2017

A motion was made by Vice Chair Bartlett, seconded by Director Do, and declared passed by those present, to receive and file as an information item.

4. Measure M2 Performance Assessment Report Update

A motion was made by Vice Chair Bartlett, seconded by Director Do, and declared passed by those present, to receive and file as an information item.



Regular Calendar

5. Next 10: Market Conditions Forecast and Risk Analysis

Tami Warren, Manager, Program Management Office, provided opening comments and introduced the presenters as follows:

- Dr. Wallace Walrod, Chief Economic Advisor, Orange County Business Council
- Dr. Marlon Boarnet, Professor and Chair of the Department of Urban Planning and Spatial Analysis, Sol Price School of Public Policy, University of Southern California.

Doctors Walrod and Boarnet provided a PowerPoint presentation as follows:

- Objectives;
- Timeline;
- Seven Risk Factors;
- Near Term Cost Risks; and
- Looking Forward Cost Mitigation Recommendations.

A lengthy discussion ensued regarding:

- Seven risk factors;
- Senate Bill (SB) 1;
- Project cost changes due to competition for resources, inflation, and wage pressures;
- Effects of proposed legislative activities for Assembly Bill (AB) 1250, SB 2, and SB 3;
- Lack of housing supply is becoming an issue and the impacts moving forward;
- Southern California Association of Governments will hold an economic summit in November 2017 to discuss housing issues;
- Measure M2 (M2) sales tax revenues, forecasting, and recommendation to not move the M2 funding between modes;
- Growing economy is not resulting in Orange County seeing the “wealth effect” of higher sales tax revenues;
- Online spending trends versus “brick and mortar” purchasing, shift in spending to more nontaxable “experiences” and “services”; and
- Provide a dashboard report of the cost pressures and risk factors in the report more frequently.



MINUTES

Executive Committee Meeting

5. (Continued)

Director Donchak requested a summary between the Next 10 Delivery Plan and Measure M2020 cost savings achieved for accelerating the delivery of the M2 projects. In addition, she would like SB 1 built into the Next 10 before going to the Board of Directors (Board).

A consensus was reached by the Executive Committee for staff to develop a plan (and appropriate interval) to report to the Board, the results of monitoring efforts, identifying trends, and risks associated with project delivery.

A motion was made by Vice Chair Bartlett, seconded by Director Donchak, and declared passed by those present, to:

- A. Receive and file the Next 10 Market Conditions Forecast and Risk Analysis.
- B. Continue to monitor the changing environment and its effects on the advancement of the Next 10 Delivery Plan.
- C. Continue to prioritize Measure M2 projects for external funding consistent with the Orange County Transportation Authority's adopted programming policies.

Discussion Items

6. Chief Executive Officer's Report

Darrell Johnson, Chief Executive Officer (CEO), reported that:

- OCTA is working towards the February 2018 bus service change as part of the OC 360° Bus Program. He stated that several community meetings through the month of August were conducted, and this evening, OCTA will host a roundtable discussion at the OCTA Headquarters to solicit feedback about the bus system.
- At the September 25th Board of Directors meeting, a public hearing will be conducted for the proposed February 2018 bus service changes.
- On September 9th, OCTA will participate at the Leisure World Community Expo in Seal Beach and provide outreach for the Interstate 405 Improvement Project.



MINUTES

Executive Committee Meeting

6. (Continued)

- On September 16th and 17th, OCTA will attend the Fiestas Patrias event in the City of Santa Ana to provide information on the OC Streetcar Project.
- On September 15th at 11:30 a.m., OCTA will host an event at Santa Ana College to celebrate the Santa Ana College Pass Program. Chairman Hennessey and Directors Do and Shaw will be attending the event.
- During the first week of the Santa Ana College Pass Program, OCTA has seen strong usage by the students, and going forward, will report additional data.

7. Committee Members' Reports

Vice Chair Bartlett inquired if OCTA has analyzed the potential impacts of AB 1250. Mr. Johnson, CEO, responded that OCTA is monitoring and will review AB 1250. Vice Chair Bartlett requested that OCTA review AB 1250's proposed list categories and who it will impact.

Chairman Hennessey reported that Director Nelson's father recently passed away, and offered his condolences to Director Nelson and his family.

8. Closed Session

There were no Closed Session items scheduled.

9. Adjournment

The Executive Committee meeting adjourned at 9:56 a.m.

The next regularly scheduled meeting of this Committee will be held at **9:00 a.m. on Monday, October 2, 2017**, at the Orange County Transportation Authority Headquarters, 550 South Main Street, Board Room – Conference Room 07, Orange, California.

ATTEST

Laurena Weinert
Clerk of the Board

Michael Hennessey
Chairman