1. CALL TO ORDER AND ROLL CALL

The Workshop Meeting of the Santa Clara Valley Transportation Authority’s (VTA) Board of Directors was called to order by Vice Chairperson Chavez at 9:08 a.m. at the VTA River Oaks Campus, Building A, Auditorium, 3331 North First Street, San José, California.

1.1. ROLL CALL

<table>
<thead>
<tr>
<th>Attendee Name</th>
<th>Title</th>
<th>Status</th>
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<tbody>
<tr>
<td>Jason Baker</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Jeannie Bruins</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Larry Carr</td>
<td>Alternate Board Member</td>
<td>Absent</td>
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<tr>
<td>Magdalena Carrasco</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Cindy Chavez</td>
<td>Vice Chairperson</td>
<td>Present</td>
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<tr>
<td>Dave Cortese</td>
<td>Alternate Board Member</td>
<td>Absent</td>
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<tr>
<td>Jose Esteves</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Rose Herrera</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Ash Kalra</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Johnny Khamis</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Sam Liccardo</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Jamie Matthews</td>
<td>Alternate Board Member</td>
<td>Present</td>
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<tr>
<td>Howard Miller</td>
<td>Alternate Board Member</td>
<td>Absent</td>
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<tr>
<td>Raul Peralez</td>
<td>Alternate Board Member</td>
<td>Absent</td>
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<tr>
<td>David Whittum</td>
<td>Board Member</td>
<td>Present</td>
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<tr>
<td>Perry Woodward</td>
<td>Chairperson</td>
<td>Absent</td>
</tr>
<tr>
<td>Ken Yeager</td>
<td>Board Member</td>
<td>Absent</td>
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A quorum was not present and a Committee of the Whole was declared.

2. PUBLIC COMMENT

Roland Lebrun, Interested Citizen, commented on the Berryessa track location.

Rob Means, Interested Citizen, provided a handout comparing the cost of constructing four Bay Area Rapid Transit (BART) stations, including an underground corridor, with the cost of building a 100 station Automated Transit Network (ATN).
3. WORKSHOP ITEMS

3.1. Update on VTA’s BART Silicon Valley Berryessa Extension (SVBX) Project (Phase I)

Dennis Ratcliffe, SVRT Program Office Deputy Director, provided a brief presentation highlighting: 1) Project Progress; 2) Integrated Summary Schedule; 3) Earned Progress Measurement Curve; 4) C700 LTSS Contract Summary; 5) C700 LTSS Change Order Report; 6) C730 Campus Parking Contract Summary; 6) percentage of completion by Contract; and 7) Cost Estimate at Completion.

Board Member Carrasco took her seat at 9:14 a.m.

Discussion ensued about: 1) unallocated contingency; and 2) anticipated effect of the projected heavy rain from El Niño.

Board Member Kalra took his seat at 9:23 a.m. and a quorum was established.

Public Comment

Mr. Lebrun provided a handout and expressed the following concerns: 1) cost overrun for professional services for Phase I; and 2) Phase II professional services is budgeted at $1 billion.

On order of Vice Chairperson Chavez and there being no objection, the Board of Directors received an update on VTA’s BART Silicon Valley Berryessa Extension (SVBX) Project (Phase I).

3.2. Update on VTA’s BART Silicon Valley Phase II Project

3.2.A Phase II Project Description and Environmental Schedule

Leyla Hedayat, Project Manager Transportation Planning, provided an overview highlighting: 1) Phase II Extension Plan; 2) Phase II Community Working Groups; 3) Phase II Extension Project; 4) Phase II Extension Project Options; 5) Alum Rock Station; 6) Downtown San José Station – East Option; 7) Downtown San José Station – West Option; 8) Diridon Station; 9) Santa Clara Station; and 10) Phase II Environmental and Community Engagement Schedule.

Board Members and staff discussed the following: 1) current structures in downtown San José and being mindful of potential disruptions to the area; 2) station proximity to universities; 3) residential density around stations; 4) using the Diridon Station Joint Policy Advisory Board as a resource; 5) long term plans for a multi-modal Diridon Station; 6) looking into the recently opened transit center in Denver as an example; 7) the importance of joint development; and 8) working with private partners (Greyhound, etc.).

Vice Chairperson Chavez made the following comments: 1) recommended inviting the City of San José Planning Director or the appropriate staff to a future meeting
to review the urban village plan and the vision for the corridor; 2) requested clarification from staff on what is joint development in order to provide a better understanding for the Board; 3) recommended staff look into remnant property and identify whether the parcels will be large enough for development, particularly at Alum Rock and the two downtown San José stations; and 4) requested staff provide a report to the Board specifying what the policies are with VTA’s private partners, especially at a station as complex as Diridon.

Board Member Khamis took his seat at 9:45 a.m.

**Public Comment**

Laura Tolkoff, SPUR’s San José Policy Director, noted the following: 1) appreciation for station location consideration; 2) the unique opportunity at Diridon Station for seamless transfers between the six regional transit agencies as well as local transit routes; and 3) encouraged VTA to continue exploring integration with other transit agencies at Diridon Station.

Mr. Lebrun commented on the following: 1) the $4.7 billion project cost for Phase II; 2) expressed concern with the tunnel entrance and would like to see it stopped; 3) encouraged VTA to start thinking about alternatives for Diridon Station and to bring in another team with different options; and 4) supported the formation of a Joint Powers Authority (JPA) for Diridon Station.

Nuria I. Fernandez, General Manager, asked Carolyn Gonot, Director of Engineering and Transportation Infrastructure Development to provide clarification on tail tracks. Ms. Gonot reported that the Berryessa station is currently the end of the line station which was not included in the original plan. As BART extends into Santa Clara County, extra tracks will be removed as the end of the line changes. Building tracks over Highway 101 would have been more costly and will create a bigger impact on the immediate area.

**3.2.B Phase II Funding Strategy**

Board Member Kalra left his seat at 10:22 a.m., the quorum was lost, and a Committee of the Whole was declared.

Board Member Liccardo took his seat at 10:29 a.m. and a quorum was re-established.

Members of the Board and staff discussed the following: 1) what is available from Measure A for Phase II and estimates of what is left to be collected from Measure A; 2) law passed recently by California Governor Jerry Brown which allows VTA to collect enhanced financing; 3) the projected value of Measure X over its lifespan; 4) deferring other Measure A projects to proceed with BART as it will provide more service to more people; 5) value capture funding model; 6) use of federal money; 7) appreciation that staff is involving the communities; and 8) appreciation to all staff for the work they have put into the project.

Board Member Kalra returned to his seat at 10:31 a.m.

Board Member Herrera took her seat at 10:38 a.m.

Board Member Esteves indicated he would like to see funding milestones and how they relate to the project milestones.

Vice Chairperson Chavez made the following comments: 1) requested staff to contact the City of San José Mayor’s staff about traffic impact fees; 2) requested staff provide a report to the Board on debt reduction strategies; 3) commented VTA is not actively informing the public about how adjustments to projects are being made and the funding behind the changes; 4) requested that a biennial report be provided to the Board about project status, so Board Members can accurately inform the public.

**Public Comment**

Mr. Lebrun commented on the following: 1) gratitude for providing information ahead of time; 2) cost of professional services; 3) unrealistic anticipated funding; 4) North Carolina’s legislation; and 5) high speed rail money.

Mr. Means posed questions regarding the following: 1) the magnitude of the finance charge for Phase II; 2) existing Measure A debt capacity; 3) advanced transit technology usage or consideration; 4) pollution fees or carbon tax fees usage; and 5) the time frame for pursuing core funding sources.

Doug Muirhead, Interested Citizen, noted that taking money from other Measure A projects to be used for the BART is not in the spirit of Envision Silicon Valley.

Mr. Srinath responded to questions and concerns raised by the public: 1) cap and trade is a pollution tax; 2) long-term financing versus short-term financing; 3) construction costs rising more than inflation; 4) future financing is constrained by current tax receipts; 5) long-term bonds will be extremely expensive; and 6) existing sources of funding will be considered for future funding needs.
On order of Vice Chairperson Chavez and there being no objection, the Board of Directors received an update on VTA’s BART Silicon Valley Phase II Project.

4. OTHER ITEMS

4.1. ANNOUNCEMENTS

Vice Chairperson Chavez announced that the next Board Meeting is scheduled for Thursday, October 1, 2015, and will be held at the Board of Supervisors’ Chambers.

Board Member Herrera announced that Day in the Park will be held at Lake Cunningham Park on Saturday, September 26, 2015, beginning at 9:00 a.m.

5. CLOSED SESSION

5.1. Recessed to Closed Session at 11:20 a.m.

Rob Fabela, General Counsel, announced that Agenda Item #5.1.A is related to construction on Alum Rock.

Alternate Board Member Matthews left the meeting at 11:20 a.m.

A. Anticipated Litigation - Conference with Legal Counsel

Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9.

Number of Cases: 1

B. Conference with Labor Negotiators
   (Government Code Section 54957.6)

VTA Designated Representatives
Rudy Medina, Employee Relations Manager
Raj Srinath, Chief Financial Officer

Employee Organization
Amalgamated Transit Union, Local 265

Board Member Liccardo left the meeting at 12:02 p.m.

5.2. Reconvened to Open Session at 12:04 p.m.
5.3. Closed Session Report

A. Anticipated Litigation - Conference with Legal Counsel

Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9.

Number of Cases: 1

Mr. Fabela reported that no reportable action was taken during Closed Session.

B. Conference with Labor Negotiators
(Government Code Section 54957.6)

VTA Designated Representatives
Rudy Medina, Employee Relations Manager
Raj Srinath, Chief Financial Officer

Employee Organization
Amalgamated Transit Union, Local 265

Mr. Fabela reported that no reportable action was taken during Closed Session.

6. ADJOURNMENT

On order of Vice Chairperson Chavez and there being no objection, the Board of Directors Workshop Meeting was adjourned at 12:05 p.m.

Respectfully submitted,

Thalia Young, Board Assistant
VTA Office of the Board Secretary