



City of Culver City

Staff Report

File #: 20-02, Version: 1

Item #: C-7.

CC - Adoption of a Resolution Approving the Amended Joint Powers Agreement Forming the California Transit Systems Joint Powers Authority.

Meeting Date: July 8, 2019

Contact Person/Dept: Jane Leonard/Transportation Department
Phone Number: (310) 253-6523

Fiscal Impact: Yes No **General Fund:** Yes No

Public Hearing: **Action Item:** **Attachments:**

Commission Action Required: Yes No **Date:**

Public Notification: (E-Mail) Meetings and Agendas - City Council (07/02/19);

Department Approval: Art Ida, Transportation Director (06/20/19)

RECOMMENDATION

Staff recommends the City Council adopt a Resolution approving the amended Joint Powers Agreement forming the California Transit Systems Joint Powers Authority.

BACKGROUND/DISCUSSION

On April 20, 1987, the City Council authorized the City of Culver City to join the California Transit Systems Joint Powers Authority (CalTIP or Authority) to obtain liability coverage and risk management services through jointly pooling resources with the other transit agencies that are members of the Authority. The City of Culver City subsequently added vehicle physical damage to its coverage package. CalTIP has provided competitive rates and needed risk management services over the years. As were many other self-insurance pools, CalTIP was formed in 1987 during a difficult time for public entities to obtain coverage from the insurance market. Although the difficulty of obtaining insurance from the standard markets eventually waned, the coverage provided by the insurance industry usually was not tailored to the specific needs of the public entities and did not provide the tailored risk management services.

CalTIP was formed with the signing of a Joint Powers Agreement by each of its members. The Agreement was drafted in 1987 and was last amended in May 2011 to align the document with current operations and practices of the authority at that time. The document has not been updated since then.

The current amendments to the Agreement are the result of discussions with CalTIP's Oversight Committee and Board to address CalTIP's ongoing challenges associated with achieving certain quorum requirements at Board meetings in order to conduct business and to ensure the governing documents align with CalTIP's current practices and procedures.

CalTIP's draft Agreement and Bylaws with changes shown in redline were distributed to all CalTIP members on April 3, 2019, to provide members with time to review the changes, provide comments, and ask questions.

At its April 18th meeting, the CalTIP Board approved submitting the amended Joint Powers Authority Agreement to the Parties for approval. In addition, the CalTIP Board approved the Bylaws as amended to become effective upon approval of the Agreement. While the CalTIP Board has the authority to approve the amendments to the CalTIP Bylaws, because the Agreement makes reference to that document, it has been included for informational purposes.

The Agreement needs to be adopted by the governing bodies of at least three-fourths of the members of CalTIP, although CalTIP believes it best to have all members adopt the amended Agreement. The amendments are intended to address ongoing challenges with quorum requirements and provide the CalTIP Board the flexibility and ability to make decisions and carry forth initiatives in a more expeditious manner to the benefit of the organization. Each member, including the City of Culver City, has representation on the CalTIP Board of Directors and each director has similar interests as the City in the operations of CalTIP because each member is a transit agency similar to the City of Culver City. Staff recommends the City Council adopt the proposed Resolution amending the Joint Powers Agreement.

FISCAL ANALYSIS

There is no fiscal impact associated with adoption of the Resolution approving the amended Joint Powers Agreement to form CalTIP. The annual costs for participation in the program have been authorized through the budget process and are not expected to change.

ATTACHMENTS

1. Proposed Resolution

MOTION

That the City Council:

1. Adopt the Resolution approving the amended Joint Powers Agreement forming the California Transit Systems Joint Powers Authority, and authorize the City Manager to sign the amended agreement;

2. Authorize the City Attorney to review/prepare the necessary documents; and,

3. Authorize the City Manager to execute such documents on behalf of the City.