MEETING NOTICE
AND AGENDA

TransNet INDEPENDENT TAXPAYER
OVERSIGHT COMMITTEE (ITOC)

The ITOC may take action on any item appearing on this agenda.

Wednesday, March 11, 2009
9:30 a.m.
SANDAG
7th Floor Conference Room
401 B Street, 7th Floor
San Diego, CA 92101

Staff Contact: Charles “Muggs” Stoll
(619) 699-6945
mst@sandag.org

AGENDA HIGHLIGHTS

• ANNUAL TransNet BUDGET AND PLAN OF FINANCE UPDATE
• FY 2010 TDA/TransNet BICYCLE AND PEDESTRIAN PROGRAM CALL FOR PROJECTS
• TransNet TRIENNIAL PERFORMANCE AUDIT DRAFT REPORT RECOMMENDATION RESPONSES

SANDAG offices are accessible by public transit.
Phone 1-800-COMMUTE or see www.sdcommute.com for route information.

In compliance with the Americans with Disabilities Act (ADA), SANDAG will accommodate persons who require assistance in order to participate in SANDAG meetings. If such assistance is required, please contact SANDAG at (619) 699-1900 at least 72 hours in advance of the meeting.

To request this document or related reports in an alternative format, please call (619) 699-1900, (619) 699-1904 (TTY), or fax (619) 699-1905.
Welcome to SANDAG. Members of the public may speak to the TransNet Independent Taxpayer Oversight Committee (ITOC) members on any item at the time the ITOC is considering the item. Also, members of the public are invited to address the ITOC on any issue under the agenda item entitled Public Comments/Communications/Member Comments. Speakers are limited to three minutes. The ITOC may take action on any item appearing on the agenda.

This agenda and related staff reports can be accessed at www.sandag.org under Meetings on SANDAG's Web site. Public comments regarding the agenda can be forwarded to SANDAG via the e-mail comment form also available on the Web site. E-mail comments should be received no later than noon, two working days prior to the ITOC meeting.

In compliance with the Americans with Disabilities Act (ADA), SANDAG will accommodate persons who require assistance in order to participate in SANDAG meetings. If such assistance is required, please contact SANDAG at (619) 699-1900 at least 72 hours in advance of the meeting. To request this document or related reports in an alternative format, please call (619) 699-1900, (619) 699-1904 (TTY), or fax (619) 699-1905.

SANDAG offices are accessible by public transit. Phone 1-800-COMMUTE or see www.sdcommute.com for route information.
+1. SUMMARY FOR THE FEBRUARY 11, 2009, ITOC MEETING
A summary of the February 11, 2009, ITOC meeting has been prepared for the ITOC review and approval.

2. PUBLIC COMMENTS/COMMUNICATIONS/MEMBER COMMENTS
Members of the public will have the opportunity to address the ITOC on any issue within the jurisdiction of the ITOC. Speakers will be limited to three minutes each. Committee members also may provide information and announcements under this agenda item.

3. INTERSTATE 15 EXPRESS LANES PROJECT UPDATE (Gustavo Dallarda, Caltrans Corridor Project Director; Dan Martin)
Caltrans and SANDAG staff will provide an update on the progress of the Interstate 15 (I-15) Express Lanes construction project. Express lanes are being constructed in the median of I-15 from State Route (SR) 163 to SR 78. The new express lane segment over Lake Hodges, the transit stations at Rancho Bernardo and Del Lago, and the dynamic tolling system are scheduled to be opened to traffic/open for service in March 2009.

+4. ANNUAL TransNet BUDGET AND PLAN OF FINANCE UPDATE (Charles "Muggs" Stoll)
The annual Plan of Finance (POF) update and associated Early Action Project development changes will be presented. The ITOC is asked to recommend approval of the POF Update to the Transportation Committee and Board of Directors.

+5. FY 2009/2010 BUDGET FOR ITOC (Charles "Muggs" Stoll)
In accordance with the TransNet Extension Ordinance, the ITOC must submit an annual operating budget for the upcoming fiscal year to the Board of Directors for approval 90 days prior to the beginning of the fiscal year. The ITOC is asked to discuss the upcoming FY 2009/2010 budget priorities for submission to the Board of Directors.

+6. FY 2010 TRANSPORTATION DEVELOPMENT ACT/TransNet BICYCLE AND PEDESTRIAN PROGRAM CALL FOR PROJECTS (Chris Kluth)
For FY 2010 the Bicycle, Pedestrian, and Neighborhood Safety Program is scheduled to receive approximately $4.8 million in TransNet funding and $2.1 million in Transportation Development (TDA) funding for a total of $6.9 million. Currently, SANDAG is developing the San Diego Regional Bicycle Plan that will guide future funding policies and guidelines that can be applied beginning in FY 2011. For the FY 2010 funding Cycle it is proposed that the existing project selection criteria be used. The ITOC is asked to determine the consistency of the project selection criteria and program guidelines with the TransNet Program eligibility requirements.
7. **FINANCIAL MARKET STATUS AND PROPOSED AMENDMENT TO TransNet EXISTING INTEREST RATE SWAPS** (Renée Wasmund and Marney Cox)

   Staff will provide the regular monthly briefing about the latest developments in the financial markets, the economy, and revenue forecasts, including an update on the interest rate swap opportunity presented at the February 11, 2009, ITOC meeting and the February 13, 2009, Board of Directors meeting.

8. **REVIEW OF FY 2008 TransNet AUDIT DRAFTS AND EXTENSION REQUESTS** (Lisa Kondrat-Dauphin)

   All recipients of TransNet funds are required to undergo an annual compliance audit. The preliminary draft reports are ready for review for these recipients other than the Cities of Oceanside, San Diego, San Marcos, and Solana Beach, and the County of San Diego, who have requested an extension.

9. **TransNet TRIENNIAL PERFORMANCE AUDIT DRAFT REPORT RECOMMENDATION RESPONSES** (Charles "Muggs" Stoll)

   The ITOC is asked to review and comment on draft responses and action plan for the recommendations listed in the February 4, 2009, TransNet Performance Audit Draft Report by Sjoberg Evashenk Consulting, Inc. The ITOC also is asked to develop responses to the recommendations contained within the Performance Audit regarding the ITOC performance. Finally, the ITOC is asked to release the report, with edits and/or revisions arising from discussion, to the Transportation Committee for its review in accordance with the TransNet Extension Ordinance.

10. **STATE BUDGET CRISIS – UPDATE ON CASH MANAGEMENT STRATEGY** (José A. Nuncio)

    In response to the potential suspension of construction contracts on major corridors across the region resulting from the continuing state budget crisis, the Board of Directors approved at its January 23, 2009, meeting a Cash Management Option and an amendment to the 2008 Regional Transportation Improvement Program (RTIP). This report provides an update on the proposal, including discussion on actions taken by the California Transportation Commission, the effects of the state budget resolution and disposition of the RTIP amendment previously approved.

11. **FUTURE MEETING SCHEDULE**

    The next ITOC meeting is scheduled for Wednesday, April 8, 2009, at 9:30 a.m.

12. **ADJOURNMENT**