

SUNLINE SERVICES GROUP BOARD MEETING AGENDA

Wednesday, September 28, 2011
12:00 Noon
Kelly Board Room
32-505 Harry Oliver Trail
Thousand Palms, CA 92276

NOTE: IN COMPLIANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED SPECIAL ASSISTANCE TO PARTICIPATE IN THIS MEETING, PLEASE CONTACT SUNLINE AT (760) 343-3456. NOTIFICATION 48 HOURS PRIOR TO THE MEETING WILL ENABLE SUNLINE TO MAKE REASONABLE ACCOMMODATION TO ENSURE ACCESSIBILITY TO THIS MEETING.

The Chair requests that all cellular phones and beepers be either turned off or set on silent mode for the duration of the Board Meeting.

AGENDA TOPICS

RECOMMENDATION

1. Call to Order
Chairman Eduardo Garcia
2. Roll Call
3. Finalization of Agenda
4. Closed Session
 - a) Closed Session Conference with Legal Counsel regarding significant exposure to litigation pursuant to subdivision (b) of Government Code Section 54956.9 – one potential case.
 - b) Closed Session Conference with Legal Counsel regarding initiation of litigation pursuant to subdivision (c) of Section 54956.9 of the Government Code: two potential cases.
5. Presentations
6. Correspondence
None.

7. Public Comments**Receive Comments**

(NOTE: Those wishing to address the Board should complete a Public Comment Card and will be called upon to speak.)

NON AGENDA ITEMS

Anyone wishing to address the Board on items not on the agenda may do so at this time. Each presentation is limited to 3 minutes.

AGENDA ITEMS

Anyone wishing to address specific items on the agenda should notify the Chair at this time so those comments can be made at the appropriate time. Each presentation is limited to 3 minutes.

8. Board Member Comments**Receive Comments**

Any Board Member who wishes to speak may do so at this time.

----- **ACTION** -----

9. Consent Calendar**Approve**

All items on the Consent Calendar will be approved by one motion, and there will be no discussion of individual items unless a Boardmember requests a specific item be pulled from the calendar for separate discussion. The public may comment on any item.

- a) Minutes of the July 27, 2011 Board of Directors Meeting (Pages 1-7)
- b) SSG/SRA checks over \$1000 issued July, August 2011 (Pages 8-9)
- c) SSG/SRA Monthly Budget Report for July, 2011 (Pages 10-11)
- d) Taxi Vehicle/Rides Analysis (Pages 12-13)

10. Application for Change in Ownership of Franchise (Naomi Nightingale)**Approve**

Discuss request of American Cab, LLC for approval of a proposal to provide taxicab services. (Page 14)

11. Next Meeting Date

October 26, 2011, or meet as needed.
12 o'clock Noon – Kelly Board Room

12. Adjourn

MINUTES
SunLine Services Group
Board of Directors Meeting
July 27, 2011

A regular meeting of the SunLine Services Group Board of Directors was held on Wednesday, July 27, 2011 in the Kelly Board Room at SunLine Transit Agency, 32-505 Harry Oliver Trail, Thousand Palms, CA 92276.

1. Call to Order

The meeting was called to order at 1:21 p.m. by Chairman Eduardo Garcia.

2. Roll Call

Completed.

Members Present

Eduardo Garcia, Chairman, Mayor, City of Coachella
Bob Spiegel, Vice Chairman, Mayor Pro Tem, City of Palm Desert
Bud England, Councilmember, City of Cathedral City
G. Dana Hobart, Mayor, City of Rancho Mirage
Bill Powers, Councilmember, City of Indian Wells
Don Adolph, Mayor, City of La Quinta
Glenn Miller, Mayor Pro Tem, City of Indio
John J. Benoit, Supervisor, County of Riverside

Members Absent

Yvonne Parks, Mayor, City of Desert Hot Springs
Rick Hutcheson, Councilmember, City of Palm Springs (needed to leave as meeting began)

Guests:

Bill Meyers-Yellow Cab of the Desert
Michael Brock –Yellow Cab of the Desert
Harry Incs-American Cab
Jose Pinela-American Cab
Lars Thane-American Cab
Donna Spilsbury-Airport Taxi
KD Labana-Airport Taxi
Victor Munoz-Airport Taxi
Arturo Diaz-Airport Taxi
Duncan Macleod-Airport Taxi
Erwin Baur-Airport Taxi
Norman Strickland-LFR Associates
Lydia Rodriguez-LFR Associates

Staff:

C. Mikel Oglesby, General Manager
Maria Aarvig, Legal Counsel
Carolyn Rude, Special Asst. to the General Manager/Clerk of the Board
Tommy Edwards, Director of Maintenance

Eunice Lovi, Director of Planning
Naomi Nightingale, Director of Administration & Human Resources/EEO/Taxi Administrator
Ed Carson, Interim Director of Finance
Michael Jones, Taxi Administration Supervisor
Mannie Thomas, Operations Manager
Mike Morrow, Maintenance Manager
Mannie Garcia, Senior Supervisor
Jack Stevens, Human Resources Manager
Francine DePalo, Administrative Assistant
Ivanna Samokish, Safety, Risk Assessment & Training Coordinator
Diann Chumney, Desktop Publisher
Connie Mitchell, Planning Services Coordinator
Jorge Cortez, Mechanic B
Amy Heilman, Coin Counter
Vivian Gonzales, Clerical Assistant
Vanessa Mora, Administrative Assistant

3. **Finalization of Agenda**

No changes.

4. **Presentations**

None.

5. **Correspondence**

None.

6. **Public Comments**

NON-AGENDA ITEMS

AGENDA ITEMS

Lars Thane – American Cab. Mr. Thane addressed the Board concerning agenda item# 9, specifically the proposed additional \$.75 surcharge fee. He stated that he is disturbed about the additional financial burden upon drivers who are already struggling to make ends meet. He stated that based on the 70 and 150 rides per week, that would add an addition \$300 - \$500 extra expense per month for the driver. Mr. Thane asked the Board to please consider carefully the two options on the table. He also noted that one franchise has almost 50% of the market share as far as dispatch rides and it would not be fair that the drivers of one franchise will have to pay.

Bill Meyers – Yellow Cab of the Desert, addressed the Board concerning #9. He stated that we are dipping into the reserves on both proposals, extending the budget problem to next year. He stated that with the \$.75 surcharge, there is an opportunity to save the \$25,000. Mr. Meyers then addressed the Board on agenda item# 10. He stated that Yellow Cab of the Desert and Airport Taxi has

requested a credit on upcoming fees for the fiscal year to recover the loss of income suffered with the illegal operation of the phone number, and participate and share in some of the fines paid by American Cab.

Erwin Baur – Airport Taxi. He stated that he is, or probably was after today, with Airport Taxi. He addressed the Board concerning locked meters. He stated that the issue is inflating erroneous income by the taxi cab drivers to satisfy SunLine's report to reflect earnings of \$40,000 per year stipulated in the June minutes. He stated that he had a concern about filing of income tax by drivers. Mr. Baur asked how the SRA has entitlement to taxi cab driver's individual tax filings. He believes that the SRA is in violation of the taxi cab driver's privacy. He stated that he is asking for SunLine's consideration to allow him a franchise application.

7. Board Member Comments

None.

8. Consent Calendar

Mayor Adolph moved for approval of the consent calendar. The motion was seconded by Councilmember England and was approved by a unanimous vote.

(1:45pm – Supervisor Benoit needed to leave meeting)

9. Taxicab Budget & Fee Schedule Resolution

Taxi Administrator, Naomi Nightingale addressed the Board concerning the report and recommendation brought before them to approve one of the two options of the taxicab budget and fees and the corresponding Resolution. Option 1 is to continue with a \$.75 per ride charge. She stated that from staff's perspective, the \$.75 fee is not an additional charge; currently the meter is \$2.50, plus a \$.75 surcharge. Ms. Nightingale stated that the perception that the \$.75 goes to the drivers is due to the fact that the driver collects the surcharge when the passenger pays. She stated that the issue is whether the driver pays for the \$.75 through a higher charge that is incorporated into the leasing fees by the franchise owner or is it is paid by the franchise owner through some other method. She asked the Board to refer to the Trip vs. Vehicle Analysis report included in the agenda packet. The report shows that the trips per vehicle has increased monthly and yearly over the course of the year, which means that drivers have increased rides over the previous year, thus, collecting more money.

Ms. Nightingale stated that on the level pay plan, the franchise pays an exact amount per vehicle, and in this case, it is \$1,776 per vehicle on an annual basis. She further stated that the \$93,000 in the usage of reserves is supplementing the level pay plan this year, which brings the amount per vehicle down to \$1,776. She stated that without using the \$93,000 from reserves, the level pay plan fee would be approximately \$2,100 per vehicle, per year. Staff wanted to reduce that amount so that the franchises and the drivers are paying less. She stated that next year, in order to avoid going back to the franchises for additional money, we would have to find a way to supplement next year's budget.

Ms. Nightingale stated that at a previous Taxi Committee meeting there was a discussion about a payment plan for the \$.75 surcharge, which would be on a monthly basis for a ten month period. She stated that last year staff presented to the Board a payment plan for the level pay plan for four months. Staff came back to the Board with a six month payment plan, which was approved. She stated that there was consideration and discussion, as well as support from the Taxi Committee, that we change the payment plan to ten months to allow the taxi franchises a longer period of time to pay the larger amount of money.

Ms. Nightingale reiterated the Options before the Board which is Option 1, a level pay plan of \$1,776 per cab, per year over a ten month period, using \$93,000 of the reserves, to bring us to the budget of \$449,152; or Option 2, collect the \$.75 per ride surcharge that is currently in the meter.

Councilmember England stated that as he understands it now, if we go to a level pay plan with \$93,000 used from reserves, we would have to supplement another \$93,000 next year.

Mayor Pro Tem Miller stated that the reserves were discussed with the Finance Committee. He asked where the \$93,000 in reserves came from. Ms. Nightingale stated that we received \$92,000 from the litigation with American Cab which went directly into reserves. The total reserves, including year-end surplus of \$30,000, are approximately \$193,000. Mayor Pro Tem Powers asked for clarification of the \$.75 surcharge as to who pays. Ms. Nightingale stated that the passenger pays the surcharge; it is in the meter drop.

Vice Chairman Spiegel asked what option the taxi franchises prefer. Ms. Nightingale stated that one franchise would like the level pay and the other two franchises prefer the \$.75 surcharge.

Oglesby stated that as he understands from the driver's perspective, they charge \$42 for a ride and the passenger gives them \$50 and is told to keep the change; the \$.75 surcharge comes out of their pocket. He stated that in reality it does not, but that is the mindset. Ms. Nightingale stated that from what she understands from the meetings with the franchise owners, the \$.75 is built into the lease fees; therefore the drivers do pay. Chairman Garcia stated that there is a philosophical difference depending if you are a driver or a representative of the franchise as to who is paying.

Mayor Pro Tem Hobart stated that he was under the impression that the \$93,000 came back to the SRA. He stated that there were many topics discussed at the Taxi Committee meeting. Councilmember England stated that as the Chairman of the Taxi Committee due to his lack of understanding as there were many topics before the Taxi Committee, he does not feel he can make a recommendation to the Board.

Mayor Pro Tem Miller stated that he feels that more information is needed and he does not think the Taxi Committee came up with what they thought they were

getting. He said that taking \$93,000 out of the reserves is a limited option and after it is gone, there could be litigation. He stated that a decision needs to be made as far as going back out to bid for extra cabs as well as other things that need to be looked at. He does not feel comfortable taking \$93,000 out of the reserves. He believes the Taxi Committee should go back and relook at the budget and go with the current budget for now.

Councilmember England stated that due to the economy, we are forced to deal with the situation where we do not have a clear projection of which way to go. He stated that there are cash flow issues with the SRA and class flow of money going into the driver's pockets. Councilmember England stated that we do not want to raise the amount of taxicabs on the street as that would make things worse. He stated that we need to pass a budget today. He feels that after the discussion taking place now, he would change the recommendation from a level pay plan to Option 1, the \$.75 surcharge. He asked why we deviated from the \$.75 to begin with. Oglesby stated the reason for the change was that when we were collecting the \$.75, we collected more than it took to regulate; we then reduced other fees. He stated that when the SRA changed to the franchise system, we implemented what fit best. Ms. Nightingale stated that prior to that, the taxicab owners came to staff and asked for a level pay plan because some taxi companies were paying more than others.

Oglesby stated that one of the reasons for the usage of \$93,000 from reserves is an attempt to satisfy the Board's request to help the industry, which was to absorb a portion of the costs. Oglesby stated that the thought was to keep a reserve of \$100,000, putting in the additional reserve of \$93,000 to help the industry, and move forward.

Mayor Pro Tem Hobart stated that the level pay plan works on the assumption of \$1776 per taxi cab, per year. He asked what would be the correct number without the supplementation. Ms. Nightingale stated that it would be approximately \$2100. Oglesby stated that staff had looked at the figures without the supplementation, but then came up with supplementing the \$93,000 to satisfy the request to provide help to the industry.

Mayor Pro Tem Spiegel stated that as he sees it, we have \$93,000 that we want to give back to the taxi franchises; we are going to do that this year. If we don't have it next year, that is another budget. Ms. Nightingale stated that what we don't know is the unintended consequences if something happens before the year is complete in terms of not meeting the budget. She stated that staff has a higher level of confidence in terms of meeting the budget with the \$.75 surcharge. The \$.75 is based on projections of trends of what the vehicle usage has been. The meter reading revenue is \$297,123. She stated that on the level pay plan, it is \$229,752. Mayor Pro Tem Powers stated that he does not feel comfortable in dealing with it next year. He feels we need to fix it now.

Mayor Pro Tem Miller stated that this is a no-win situation. He is not pleased with taking down the reserve as it is there for a reason, but he wants to help the cab drivers more than what we are now because they should be making a living.

Councilmember England asked if we go back to collecting the \$.75 surcharge, at some point in time could we come back to review and reduce the surcharge so that we have a zero net gain. Ms. Nightingale stated that SRA could collect the \$.75 and at a point when we meet our budget amount of \$449,152, the SRA could discontinue collecting the \$.75. The \$.75 would stay in the meter, but the SRA would not collect it; the franchise would get it. Oglesby stated that there will be an issue; when the franchise begins to collect the \$.75, does the \$.75 get passed on directly to the driver. Oglesby stated that the SRA cannot control that, which is the issue the Board was concerned about in the first place.

Councilmember England made a motion to approve Option one, the \$.75 surcharge, with the knowledge that at some point in time, we can reduce it to zero when we collect the budget amount. Mayor Pro Tem Powers seconded the motion and were approved by a unanimous vote.

10. Request for Compensation by Yellow Cab of the Desert & Airport Taxi

Legal Counsel, Maria Aarvig, addressed the Board stating that at the last Board meeting a request was made by Bill Meyers, Yellow Cab of the Desert, with respect to whether there was an opportunity for the two taxi franchises not involved in the regulatory struggles of last Fall to gain some benefit from the fact that fines were collected from American Cab. She stated that it is her recommendation to the Board that legally the SRA is not in a position to do that. Ms. Aarvig provided some history stating that in September of last year, when Classic Yellow Cab pulled out, they stated their intention for American Cab to use Classic Yellow Cab's telephone numbers. Both American Cab and Classic Yellow Cab were notified the day before it took place that they were in violation of the taxi Ordinance; they moved forward anyway and were both cited. They were vigorously pursued by SRA to the point that a hearing was set. There was a legal challenge to the SRA process; the court rejected the legal challenge. Ms. Aarvig stated that it was not just the telephone number that was an issue, there were questions about the GPS system, as well as questions about a change in ownership of that franchise (American Cab). Ms. Aarvig stated that in the end, all of the issues were resolved by a settlement agreement and fines, which have been paid in full by American Cab. She stated that the question is whether that money can be redistributed in some way to the two cab companies that were adversely affected by part of the violations that were pursued. Ms. Aarvig stated that the answer is no. The taxi franchises do not have a valid legal claim against SunLine Service Group. They do not have a contract that requires us to pay that money; we don't owe them that debt. Ms. Aarvig stated that they do not have a valid legal claim because the government code protects SSG as a public agency from any litigation where they are being accused of not adequately enforcing their own Ordinance or not passing ordinances that benefit the person who seeks the benefits. She stated that for those reasons, the only way to give them anything directly would be a gift of public funds. The only legal way to provide a

benefit to the two franchises has been done as the fines that were paid by American Cab were put back into the SRA and served to reduce the fees across the Board for all of the entities. Ms. Aarvig stated that the bottom line is that to provide a portion of the fines violates the California Constitutional restriction to redistribute this money.

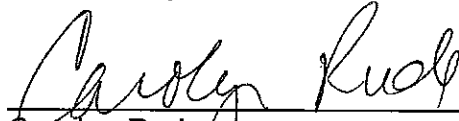
11. Next Meeting Date

Chairman Garcia announced that the next regular meeting of the Board of Directors will be held September 28, 2011 at 12 noon – Kelly Board Room, 32-505 Harry Oliver Trail, Thousand Palms, CA 92276.

12. Adjourn

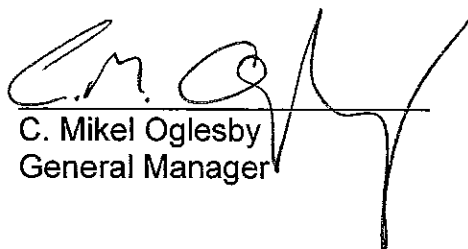
Chairman Garcia adjourned meeting at 2:00p.m.

Respectfully Submitted,



Carolyn Rude
Clerk of the Board

Approved by:



C. Mikel Oglesby
General Manager

Date: 8/25/11

SunLine Regulatory Administration

**Checks \$1,000 and Over
For the month of July 2011**

NOTE: 1). Bold check payments represent "pass through" payments that were, or will be reimbursed to SunLine under the provisions of specific grants or contracts. 2). Underlined check payments represent "shared" payments with SunLine and specific vendors/employees.

Vendor Name	Description	Check #	Check	Amount
SUNLINE TRANSIT AGENCY	Payroll Liabilities Expense	089374	7/26/2011	\$13,300.40
SUNLINE TRANSIT AGENCY	Payroll Liabilities Expense	089365	7/11/2011	\$8,216.87
CREASON & AARVIG, LLP	Legal Services	089366	7/14/2011	\$3,990.00
LEFLORE GROUP LLC, THE	Consultant	089361	7/11/2011	\$2,380.00

Total of Checks Over \$1,000 **\$27,887.27**

Total of Checks Under \$1,000 **\$2,221.26**

Total of All Checks for the Month **\$30,108.53**

Total Amount of Checks Prior Years Same Month **\$34,705.29**

SunLine Regulatory Administration

Checks \$1,000 and Over

For the month of August 2011

NOTE: 1). Bold check payments represent "pass through" payments that were, or will be reimbursed to SunLine under the provisions of specific grants or contracts. 2). Underlined check payments represent "shared" payments with SunLine and specific vendors/employees.

Vendor Name	Description	Check #	Check	Amount
SUNLINE TRANSIT AGENCY	Payroll Liabilities Expense	089387	8/4/2011	\$8,337.41
SUNLINE TRANSIT AGENCY	Payroll Liabilities Expense	089390	8/17/2011	\$7,023.88
LEFLORE GROUP LLC, THE	Consultant	089381	8/4/2011	\$2,210.00
IATR	Membership/ Staff Development	089380	8/4/2011	\$1,923.00
SHERATON HOTEL	Travel/Meetings	089385	8/4/2011	\$1,798.96
CREASON & AARVIG, LLP	Legal Services	089392	8/26/2011	\$1,358.00
MORRIS MURDOCK TRAVEL	Travel/Meetings	089383	8/4/2011	\$1,238.40
Total of Checks Over \$1,000				\$23,889.65
Total of Checks Under \$1,000				\$2,183.60
Total of All Checks for the Month				\$26,073.25
 Total Amount of Checks Prior Years Same Month				 \$31,369.93

**SRA--Taxi
Statement of Activities
July 2011**

	Audited		Total		Current Month			Year to Date			
	FY 10/11	FY 11/12 Budget	FY 10/11	FY 11/12 Budget	Actual	Favorable (Unfavorable)		Actual	Favorable (Unfavorable)		
						Budget			Budget		
Revenue:											
Meter Readings	95,800.00	297,123			13,290	-	13,290	13,290	-	13,290	13,290
Revenue Fines	106,661	5,000			-	417	(417)	-	417	(417)	(417)
Vehicle Inspections	15,703	14,300			500	1,192	(692)	500	1,192	(692)	(692)
New Driver Permits	4,150	5,000			400	417	(17)	400	417	(17)	(17)
Driver Transfers	4,800	5,800			100	483	(383)	100	483	(383)	(383)
Driver Renewals	7,050	6,100			300	508	(208)	300	508	(208)	(208)
Driver Permit Reinstatement/Replacement	135	200			-	17	(17)	-	17	(17)	(17)
Vehicle Transfers	(50)	1,500			-	125	(125)	-	125	(125)	(125)
Vehicle Permits	82,828	78,000			1,000	6,500	(5,500)	1,000	6,500	(5,500)	(5,500)
Operator Shared Revenue Fee	195,135	-			3,492	-	3,492	3,492	-	3,492	3,492
Operator Application Fee	-	10,500			3,000	875	2,125.00	3,000	875	2,125	2,125
Interest	152	-			15	-	15	15	-	15	15
Other	47	25,629			-	-	-	-	-	-	-
Total revenue	\$ 512,411	\$ 449,152			\$ 22,097	\$ 10,533	\$ 11,564	\$ 22,097	\$ 10,533	\$ 11,564	\$ 11,564
Expenses:											
Salaries and wages	183,112	197,422			12,502	15,796	3,294	12,502	15,796	3,294	3,294
Fringe benefits	136,280	134,281			9,588	10,642	1,054	9,588	10,642	1,054	1,054
Services	91,182	100,800			478	7,683	7,206	478	7,683	7,206	7,206
Supplies and materials	5,793	4,500			1,186	475	(711)	1,186	475	(711)	(711)
Miscellaneous	17,903	12,150			1,217	1,629	412	1,217	1,629	412	412
Total expenses	\$ 434,270	\$ 449,153			\$ 24,970	\$ 36,226	\$ 11,256	\$ 24,970	\$ 36,226	\$ 11,256	\$ 11,256
Total Operating Surplus/Deficit	\$ 78,141	\$ (1)			\$ (2,873)	\$ (25,692)	\$ 308	\$ (2,873)	\$ (25,692)	\$ 308	\$ 308

Preliminary Statement Prior To Audit Field Work

SunLine Regulatory Admin
 Comparison of Balance Sheets
 June 30, 2006 through July 31, 2011

	FY 2006 6/30/2006	FY 2007 6/30/2007	FY 2008 6/30/2008	FY 2009 6/30/2009	FY 2010 6/30/2010	FY 2011 6/30/2011	Current FY 7/31/2011
Cash	\$ 49,228	\$ 54,854	\$ 225,745	\$ 281,247	\$ 270,226	\$ 301,144	\$ 293,533
A/R	\$ 12,690	\$ 48,111	\$ 48,485	\$ 68,792	\$ -	\$ -	\$ -
Prepays	\$ -	\$ -	\$ -	\$ 1,580	\$ 3,978	\$ -	\$ -
Due from other Govt's	\$ 2,488	\$ -	\$ -	\$ -	\$ 223	\$ 150	\$ 150
Leases A/R	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Assets, less Accum Depr	\$ 695	\$ 6,327	\$ 29,210	\$ 30,804	\$ 43,448	\$ 49,364	\$ 49,364
Total Assets	\$ 65,101	\$ 109,292	\$ 303,440	\$ 382,423	\$ 317,875	\$ 350,658	\$ 343,046
Accounts Payable and Accruals	\$ 50,592	\$ 33,100	\$ 74,272	\$ 35,440	\$ 75,768	\$ 30,642	\$ 25,629
Due to Affiliate	\$ 27,517	\$ 23,352	\$ 55,464	\$ 26,503	\$ 7,354	\$ 7,302	\$ 7,577
Due to General	\$ 60,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deposits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	\$ -	\$ -	\$ -	\$ 40,000	\$ -	\$ -	\$ -
Total Liabilities	\$ 138,109	\$ 56,452	\$ 129,736	\$ 101,943	\$ 83,122	\$ 37,944	\$ 33,206
Invested in Capital Assets	\$ 695	\$ 6,327	\$ 29,210	\$ 30,804	\$ 43,448	\$ 49,533	\$ 49,533
Unrestricted	\$ (73,703)	\$ 46,243	\$ 44,494	\$ 149,676	\$ 91,305	\$ 163,181	\$ 160,308
Restricted - Reserve	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
Total Net Assets	\$ (73,008)	\$ 52,570	\$ 173,704	\$ 280,480	\$ 234,753	\$ 312,713	\$ 309,841
Liabilities & Net Assets	\$ 65,101	\$ 109,022	\$ 303,440	\$ 382,423	\$ 317,875	\$ 350,657	\$ 343,046
Net Income / (loss)	\$ (17,324)	\$ 125,578	\$ 121,134	\$ 106,776	\$ (45,727)	\$ 78,141	\$ (2,873)

TRIP vs. VEHICLE ANALYSIS

TRIP vs. VEHICLE ANALYSIS

	FY 04/05				FY 05/06				FY 06/07				FY 07/08				FY 08/09			
	CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH	
JUL	193	32,877	170		205	33,123	161		240	28,204	117		269	25,681	95		184	27,321	148	
AUG	185	25,911	140		209	24,445	117		240	24,010	100		269	28,635	106		184	28,450	154	
SEP	195	29,145	149		215	35,072	163		240	35,278	147		269	28,182	105		184	28,206	153	
OCT	196	44,593	227		221	32,817	148		240	38,459	160		205	33,063	161		184	37,131	202	
NOV	197	36,344	184		227	40,343	178		240	41,751	174		203	41,851	206		184	33,450	182	
DEC	187	38,687	207		232	34,534	149		243	46,866	193		204	36,141	177		184	26,942	146	
JAN	191	40,638	212		240	42,539	177		245	27,290	114		204	30,363	149		183	39,745	217	
FEB	196	43,880	224		241	41,587	173		246	41,520	169		206	50,594	246		185	38,116	206	
MAR	204	42,973	210		241	51,373	213		255	54,598	214		205	41,492	202		186	42,705	230	
APR	206	53,980	262		241	50,791	211		269	46,823	174		205	44,697	218		186	59,997	323	
MAY	204	38,698	190		240	42,916	179		271	43,593	161		205	49,071	239		186	41,175	221	
JUN	203	33,348	164		240	34,427	143		271	35,711	132		183	26,819	147		186	38,696	208	
TOTALS	2357	461,074	196		2752	463,967	169		3000	464,103	155		2627	436,589	166		2216	441,934	199	

	FY 09/10				FY 10/11				FY				FY						
	CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH		CABS	TRIPS	TRIP/VEH
JUL	170	26,487	156		151	31,211	207		125	30,391	243								
AUG	155	23,671	153		148	29,238	198		123	29,459	240								
SEP	158	29,239	185		150	31,807	212												
OCT	153	37,468	245		117	40,222	344												
NOV	153	40,466	264		126	40,494	321												
DEC	160	32,084	201		128	36,226	283												
JAN	155	38,276	247		133	45,232	340												
FEB	157	36,557	233		132	42,331	321												
MAR	159	44,219	278		138	48,942	355												
APR	167	57,645	345		141	60,821	431												
MAY	157	42,074	268		142	43,910	309												
JUN	156	29,940	192		120	31,088	259												
TOTALS	1900	438,126	231		1626	481,522	296		248	59,850	241		0	0	#DIV/0!	0	0	0	#DIV/0!

SunLine Services Group

DATE: September 28, 2011 **ACTION**
TO: Taxi Committee
Board of Directors
FROM: Taxi Administrator
RE: Application for Change in Ownership of Franchise

Recommendation

Recommend that the Board of Directors discuss and vote upon the Application for Change in Ownership of American Cab, LLC, a franchise holder of SunLine Services Group.

Background

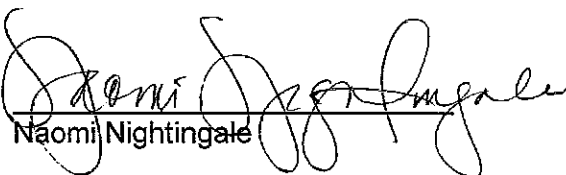
Pursuant to Ordinance of SSG 1.030(H), the franchise agreements awarded by SSG shall not be sold, leased, transferred, assigned or otherwise disposed of without the consent of SSG. Ordinance of SSG 1.080(B)(5) requires that each individual or entity holding any interest in the use of the Franchise name or otherwise participating in the Franchise system is required to truthfully complete a Proposal for Providing Franchise Taxicab Services, successfully complete a local and Department of Justice criminal background check and provide such information as is required to evaluate the legitimacy of the Franchisee's business structure, qualifications, corporate stability, financial stability and capability.

American Cab, LLC asserts a change in ownership, and has submitted a proposal for the Board's consideration and approval. The original proposal was deemed to be insufficient, and failed to demonstrate that the applicant was responsive or a responsible candidate. The applicant was asked to provide supplemental information for the Board to consider and was notified that that the information must be received prior to this Board meeting. The further documentation and information has not been received as of the date that this report was prepared, but is expected.

Approval of the application is within the purview and sound discretion of the Board of Directors. Should a determination be made by the Staff and concurrence be obtained by the Taxi Committee that the application is complete prior to the Board Meeting, staff will provide the Board with a recommendation.

Fiscal Impact

There is no financial impact associated with this action.


Naomi Nightingale