

Municipal Operator Service Improvement Program

Summary of Policy

The Municipal Operator Bus Service Improvement Program (MOSIP) was designed to improve service for the transit dependent in Los Angeles County by reducing overcrowding and expanding services.

Included and eligible operators of L.A. County were provided \$15 million per year, plus a 3% per year cumulative annual increase, for bus operations and capital. The program will run from July 1, 2001 through June 30, 2006. Funding comes from Proposition C 40% funds.

The premise of the funding for this program is that the Municipal Operators will assist with reduced operating and capital costs for the agency, which will help offset the program funding. As part of this program, all participating parties would agree not to pursue legislation or any legal action to alter the funding sources currently subject to formula allocations.

Consistent with existing legislation regarding the statutory formula allocation practice, a three-fourths vote of the Board would be required to change the Municipal Operator Service Improvement Program.

Historical Perspective

Before MOSIP, whenever Operations used discretionary operating funds, a proportionate share was allocated to the Municipal Operators. But when Operations used discretionary funds to meet its Consent Decree obligations, additional funds were not allocated to the Municipal Operators because, Operations argued, the Consent Decree was a regional responsibility. The Municipal Operators disagreed. The Board adopted MOSIP as a compromise between these two positions.

Last Board Action

April 2001 – Municipal Operator Service Improvement Program

The Board approved, as amended, the Municipal Operator Service Improvement Program to require a 3/4 vote on future changes.

- A. creation of an ongoing Municipal Operator Bus Service Improvement Program starting FY02 to improve service to transit dependent countywide by reducing overcrowding and expanding services.
- B. execute funding agreements with Municipal Operators.
- C. programming \$15 million of Prop.C 40% funds for FY02 to fund the 1st year of the Program.
- D. supporting a joint draft amendment to AB974.

See Related

[Formula Allocation Procedure](#)

[Formula Allocation Procedure – Special Provision](#)

[Bus System Improvement Plan](#)

Public Utilities Code § 99285

Public Utilities Code § 130051.14