

MINUTES
METROPOLITAN TRANSIT AUTHORITY
OF HARRIS COUNTY, TEXAS
BOARD OF DIRECTORS
SPECIAL BOARD MEETING
THURSDAY, APRIL 22, 2010

This Special Meeting of the Metropolitan Transit Authority Board of Directors was called to order at 2:01p.m. by Chairman Gilbert A. Garcia. Vice Chairman Allen Watons, Board Secretary, Jackie L. Freeman, and Board Members Burt Ballanfant, Carrin Patman, Christof Spieler and C. Jim Stewart, III were present and constituted a quorum. (Board Members Dwight Jefferson and Trini Mendenhall-Sosa arrived shortly after the meeting convened into Executive Session).

Chairman Garcia convened the meeting into **EXECUTIVE SESSION**, pursuant to the Texas Government Code to consult with its attorneys regarding pending or potential litigation, including Lloyd Kelley vs. Frank Wilson, et al in accordance with §551.071 of the Act; and to deliberate personnel matters including the employment of a public officer or employee, pursuant to §551.074 of the Act.

Executive Session began at 2:03 p.m.

The Special Board meeting re-convened into regular session at 4:15 p.m.

Chairman Garcia first noted that the Board has worked very hard, meeting three times in three weeks. The Board is fully aware of the recent media coverage. However, he explained, the Board's goals are simple. The goals are to provide first class transportation to the community, to earn the public trust, to work with the Community, to improve internal morale, and to secure federal funding to complete five rail lines.

Chairman Garcia then announced several initiatives. First, the UHY study of allegations of improper spending has been completed. The report is available for the public after the meeting. UHY found no evidence of improper spending.

Secondly, Chairman Garcia announced the creation of a Compensation Committee of the Board of Directors. Vice Chairman Allen Watson will serve as Chairman of the Committee. The Committee will review the organizational structure, benefit levels, perks and other compensation-related matters for senior level management. It will immediately conduct an annual review with President & CEO, Frank Wilson.

Third, Chairman Garcia announced that the Board is moving rapidly to implement a records retention policy. Chairman Garcia emphasized the goal of open access to all of METRO's business. METRO's lawyers have filed a Notice of Submission to the Court (Kelley vs. Wilson, et al) of METRO's intention to adopt a formal records retention policy at the next Board meeting.

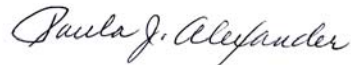
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Fourth, to ensure that METRO is in compliance with all laws, regulations and requirements, METRO will engage the law firm of Fulbright & Jaworski to assist the Board with a thorough compliance review.

There being no other matters to come before the Board, Board Member Ballanfant moved to adjourn. The Motion was seconded by Board Member Patman. All Board Members voted in favor and the meeting adjourned at 4:20 p.m.

MOTION NO. 2010 - 27

Respectfully submitted,



Paula J. Alexander
Assistant Secretary