

AN AGREEMENT
BETWEEN
THE CITY OF AUSTIN
AND
CAPITAL METROPOLITAN TRANSPORTATION AUTHORITY

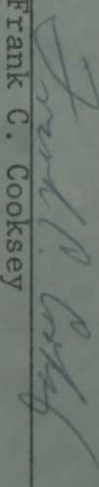
WHEREAS, the Citizens of Austin, Texas, and many Surrounding Communities, desirous of an improved System of Transit, did, by popular vote on January 19, 1985, A.D., authorize the creation of a Transit Authority, to be funded, in part, by a one per cent sales tax to be levied within the Service Area; and

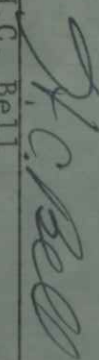
WHEREAS, the City of Austin, Texas, has, on this date, transferred the responsibility for providing Mass Transit Services within this Service Area to Capital Metropolitan Transportation Authority, for the purpose of providing enhanced transportation services and facilities for the benefit of all residents and visitors to this Area, now and in the future; and

WHEREAS, Capital Metropolitan Transportation Authority shall henceforward function as the Transportation Authority created by popular vote of the Citizens of Austin, Texas and many Surrounding Communities on January 19, 1985, A.D.

WE, THE UNDERSIGNED REPRESENTATIVES of the City of Austin, Texas, and Capital Metropolitan Transportation Authority, do hereby agree that, for due consideration, the City of Austin has transferred all City of Austin Transit System responsibilities, assets, contracted obligations, and outstanding grant obligations to Capital Metropolitan Transportation Authority.

SIGNED AND WITNESSED this 1st day of July, 1985, A.D.


Frank C. Cooksey
Mayor
City of Austin


H.C. Bell
Chairman, Board of Directors
Capital Metropolitan
Transportation Authority



Witness:

Signed July 1, 1985
Inaugural Day of Service
Capital Metro