

Exhibit 10
Proposed Muni Service Reductions and Modifications

On April 7, 2009, three service modification proposals were presented to the SFMTA Board of Directors along with other options to close the Agency's budget deficit. The three proposals represented a potential annual operating savings between \$5.8 million and \$17.8 million, contingent upon the extent of the modifications.

In response to input from the public, a revised service modification proposal is recommended that represents a potential annual operating savings of \$13.4 million and closely mirrors the Option 2 proposal presented to the SFMTA Board of Directors on April 7, 2009. This revised proposal includes a more flexible approach to ending service early on non-Owl routes to account for the fact that some routes have higher demand after midnight than others. This revised proposal recommends ending the following community routes at 10 p.m.: 17-Parkmerced, 35-Eureka, 36-Teresita, 37-Corbett, 52-Excelsior, 66-Quintara and 67-Bernal Heights. This tiered approach to providing evening service minimizes the impact to late-night customers.

The operating savings associated with this revised proposal account for growth in paratransit demand associated with the service changes. The maps included in this attachment also detail the planned move to the temporary Transbay Terminal, which was previously approved by the SFMTA Board of Directors in March 2008, and would likely coincide with the timing of any proposed service modifications that are approved.

While any Muni service reductions will create challenges for some of our customers, this revised proposal has been designed to have the smallest impact possible on the fewest number of customers.

A summary table and detailed table outlining the revised service modification proposal are attached along with maps for reference.

Recommended Option 4/21/09 - Summary Table of Proposed Service Changes

Discontinue Route	<p>4-Sutter 7-Haight 16AX-Noriega "A" Express 20-Columbus 26-Valencia 53-Southern Heights 74X-CultureBus 89-Laguna Honda</p>
Eliminate Route Segment	<p>N-Judah on The Embarcadero (weekends only) 1-California south of Sacramento (weekdays only) 2-Clement west of 14th 10-Townsend north of Broadway and to Transbay Terminal 12-Folsom along The Embarcadero 18-46th Avenue along Geary and Point Lobos 29-Sunset in Presidio north of Baker Beach 36-Teresita from Monterey/Forester to Balboa Park BART 38-Geary Ocean Beach branch 39-Coit Tower Union Street branch 41-Union between Lyon and Steiner 66-Quintara west of 19th 67-Bernal Heights on portions of Crescent and Mission 88-BART Shuttle west of I-280 108-Treasure Island between Transbay Terminal and Caltrain</p>
Modify Route Structure	<p>10-Townsend (reroute to follow 12-Folsom route to Jackson/Fillmore) 12-Folsom (reroute along 2nd and Sansome and extend to 24th Street BART) 16BX-Noriega "B" Express (extend to Great Highway) 18-46th Avenue (reroute to follow 38-Geary Ocean Beach branch route) 36-Teresita (reroute to Glen Park BART and 29th/Mission) 39-Coit Tower (reroute along Filbert) 41-Union (introduce 60-foot articulated buses) 66-Quintara (reroute onto 17th, Taraval, 19th and Santiago) 108-Treasure Island (reroute from Avenue M to Avenue H on Treasure Island)</p>
Improve Frequency of Service	<p>6-Parnassus/71L-Haight/Noriega Limited during peak periods 16BX-Noriega "B" Express during AM peak 19-Polk during midday in Potrero Hill and Hunters Point</p>
Decrease Frequency of Service	<p>19-Polk during peak periods and off-peak on Polk 36-Teresita during peak periods 39-Coit Tower at all times 66-Quintara at all times</p>
End Early	<p>End community routes at 10:00 p.m. (17-Parkmerced, 35-Eureka, 36-Teresita, 37-Corbett, 52-Excelsior, 66-Quintara and 67-Bernal Heights)</p> <p>End non-Owl routes between midnight and 1 a.m. depending on demand (1-California, 6-Parnassus, 12-Folsom, 18-46th Avenue, 19-Polk, 21-Hayes, 23-Monterey, 27-Bryant, 29-Sunset, 31-Balboa, 33-Stanyan, 43-Masonic, 44-O'Shaughnessy, 45-Union/Stockton, 48-Quintara/24th Street, 54-Felton, 67-Bernal Heights and 71-Haight/Noriega)</p> <p>Service after midnight on routes 28-19th Avenue, 30-Stockton, 47-Van Ness and 49-Van Ness/Mission would be replaced by 14-Mission, 90-Owl and 91-Owl</p>

Recommended Option 4/21/09 – Detailed Table of Proposed Service Changes

Route	Current Service	Recommended Change	Alternative Service
N-Judah	Operates every day between Ocean Beach and Downtown via the Market Street Subway and along The Embarcadero to the 4 th /King streets Caltrain Station.	Discontinue service between Embarcadero Station and Caltrain along The Embarcadero on weekends.	T-Third Line provides identical service along The Embarcadero every day.
1-California	Operates between the Richmond and the Embarcadero Center every day until 1 a.m., with every other bus extending to Howard/Main streets weekdays until 7 p.m.	Eliminate segment south of Sacramento Street on Davis, Beale, Howard, Main and Drumm streets.	30X-Marina Express and 41-Union provide service along the portion of the 1-California being eliminated. Beginning in fall 2009, 5-Fulton, 38-Geary and 38L-Geary Limited will also provide service on Main and Beale streets when the temporary Transbay Terminal opens.
2-Clement and 4-Sutter	2-Clement, 3-Jackson and 4-Sutter all work together to provide service along the Sutter Street corridor. 2-Clement operates between 33 rd Avenue and the Ferry Plaza on weekdays and between 33 rd Avenue and Sansome/Sutter streets on weekends. 4-Sutter operates weekday, peak-only service between 6 th Avenue and Sansome/Sutter streets.	Discontinue 4-Sutter. Eliminate segment of 2-Clement west of 14 th Avenue. 2-Clement and 3-Jackson would provide a combined 5-minute peak period frequency on Sutter Street east of Fillmore Street.	1-California and 2-Clement provide service between Presidio and 6 th avenues. 1-California, 38-Geary and 38L-Geary Limited provide parallel service between 14 th and 33 rd avenues. 3-Jackson provides service on Sutter Street east of Fillmore Street.
7-Haight; 6-Parnassus; and 71L-Haight/Noriega Limited	Operates between Haight Street at Golden Gate Park and the Financial District during weekday peak periods in both directions with a 15-minute frequency.	Discontinue 7-Haight. Increase frequencies of 6-Parnassus and 71L-Haight/Noriega Limited from 10 to 9 minutes during peak periods.	6-Parnassus and 71L-Haight/Noriega Limited provide service between Golden Gate Park and the Financial District.

Recommended Option 4/21/09 – Detailed Table of Proposed Service Changes

Route	Current Service	Recommended Change	Alternative Service
<p>10-Townsend and 12-Folsom</p>	<p>10-Townsend operates every day between Van Ness Avenue/North Point Street and Potrero Hill, serving the northern waterfront, Financial District, 4th/King streets Caltrain Station and Potrero Hill.</p> <p>12-Folsom operates every day between Pacific Heights, Chinatown, The Embarcadero, SoMa and the Mission.</p>	<p>Restructure 10-Townsend and 12-Folsom so both serve Pacific Avenue, Sansome and 2nd streets. Eliminate segments of 10-Townsend that serve the Transbay Terminal and north of Broadway. Eliminate segment of 12-Folsom along The Embarcadero.</p> <p>10-Townsend would operate from Jackson/Fillmore streets along current route of 12-Folsom to Broadway/Sansome Street, south on Sansome and 2nd streets through Downtown and then follow existing 10-Townsend route to Potrero Hill.</p> <p>12-Folsom would operate from Pacific/Van Ness avenues to Broadway/Sansome Street, south on Sansome and 2nd streets through Downtown to Folsom Street and then follow the existing 12-Folsom route to the Mission District. From Cesar Chavez Street the 12-Folsom would extend north along Valencia Street to provide a terminal loop that would replace the discontinued 26-Valencia service to Saint Lukes Hospital and to serve the 24th Street BART Station.</p> <p>Operate each route with 20 minute frequencies all-day until 7 p.m., when the 10-Townsend would end service. Provides combined 10-minute daytime frequency on Pacific Avenue, Sansome and 2nd streets.</p>	<p>F-Market Line provides service along The Embarcadero. 47-Van Ness provides service along North Point Street.</p>

Recommended Option 4/21/09 – Detailed Table of Proposed Service Changes

Route	Current Service	Recommended Change	Alternative Service
16AX and 16BX-Noriega Expresses	16AX and 16BX both operate between the Sunset and Downtown (Market/5 th streets) during weekday peak periods in the peak direction with 10-minute a.m. frequencies and 15-min p.m. frequencies. 16AX runs from Great Highway via Noriega Street and Sunset Boulevard to Lincoln Way. 16BX runs from Sunset Blvd via Noriega Street and 22 nd /23 rd avenues to Lincoln Way.	Discontinue 16AX. Extend 16BX to Great Highway and increase frequency of 16BX during a.m. peak period from 9 to 7 minutes.	29-Sunset provides service along Sunset Boulevard and Lincoln Way and N-Judah Line provides parallel service to Lincoln Way along Judah Street.
19-Polk	Operates between Fisherman's Wharf and the Navy Yard with every other trip turning short at Townsend/8th streets during the midday. Peak period frequency is 10 minutes. Midday frequency is 12 minutes north of Townsend Street and 24 minutes south of Townsend Street.	Reduce peak period frequency from 10 to 12 minutes and change midday frequency to 15 minutes along entire route.	Frequency change only.
20-Columbus	Operates between Van Ness Avenue/North Point Street and the Financial District via North Beach weekdays southbound from 7 a.m. to 4 p.m. and northbound from 9 a.m. to 3:30 p.m.	Discontinue 20-Columbus.	41-Union provides peak-hour service between North Beach and the Financial District. 30-Stockton provides all-day service between Van Ness Avenue and Chinatown where passengers can transfer to 1-California.

Recommended Option 4/21/09 – Detailed Table of Proposed Service Changes

Route	Current Service	Recommended Change	Alternative Service
26-Valencia and 36-Teresita	26-Valencia operates between the Balboa Park Station and 5 th /Mission streets every day. 36-Teresita operates between the Forest Hill Station and Balboa Park Station every day with a 20 to 30-minute frequency.	Discontinue 26-Valencia, except for segment between 29 th /Mission streets and the Glen Park BART Station, which would be served by the rerouted 36-Teresita. End 36-Teresita service at 10:00 p.m. and reduce peak period frequency of 36-Teresita from 20 to 30 minutes. Reroute 36-Teresita to Mission/29 th streets and the Glen Park BART Station via Chenery Street to serve segment covered by discontinued 26-Valencia.	J-Church Line provides service between the Balboa Park Station and Downtown. 14-Mission and 14L-Mission Limited provide parallel service between Mission/30 th streets and Downtown. 43-Masonic provides service between Forest Hill Station and Balboa Park Station.
29-Sunset	Operates between Baker Beach and Candlestick Park every day until midnight with every other bus extending to the Presidio Transit Center north of Baker Beach until 7 p.m.	Eliminate segment in the Presidio north of Baker Beach.	Presidio Trust's PresidiGo shuttles provide local service within the Presidio.
38-Geary and 18-46th Avenue	38-Geary operates between the Richmond District and Downtown with three different terminals in the Richmond District. The Ocean Beach Branch of the 38-Geary operates 24 hours every day. 18-46 th Avenue operates between the Legion of Honor and Stonestown every day.	Eliminate Ocean Beach Branch of 38-Geary. Alternating 38-Geary buses would run between Fort Miley and Downtown and between 33 rd Avenue and Downtown. Eliminate segment of 18-46 th Avenue from Point Lobos Avenue and Geary Boulevard and reroute 18-46 th Avenue along the discontinued Ocean Beach routing of 38-Geary. During owl period, operate 38-Geary to Point Lobos Avenue.	18-46 th Avenue replaces service along the Ocean Beach routing of 38-Geary. 31-Balboa provides service between Ocean Beach and Downtown. 38-Geary and 38L-Geary Limited provide service on Point Lobos Avenue and Geary Boulevard west of 33 rd Avenue.
39-Coit Tower	Operates between Pier 39, Union Street, and Coit Tower every day until 8 p.m. with 20 to 30 minute frequencies.	Eliminate Union Street branch by rerouting onto Filbert Street, and reduce frequency from 20 to 30 minutes at all times.	None.

Recommended Option 4/21/09 – Detailed Table of Proposed Service Changes

Route	Current Service	Recommended Change	Alternative Service
41-Union (peak only)	Operates between the Presidio and the Financial District during weekday a.m. and p.m. peak periods in both directions.	Eliminate segment on Union Street between Lyon and Steiner streets and change from 40-foot to 60-foot articulated buses to address crowding.	45-Union/Stockton provides service along Union Street between Lyon and Steiner streets.
53-Southern Heights	Operates between the 16 th Street BART Station and Potrero Hill every day until 7 p.m.	Discontinue 53-Southern Heights.	22-Fillmore and 33-Stanyan provide service along 16 th Street; 19-Polk, 22-Fillmore and 48-Quintara/24 th Street provide service in Potrero Hill.
66-Quintara	Operates between 9 th Avenue/Judah Street and 30 th Avenue/Vicente Street every day with 20 to 30 minute frequencies.	Eliminate segments on Quintara Street and 30 th Avenue and reduce frequency from 20 to 30 minutes at all times.	L-Taraval Line provides parallel service along Taraval Street between 19 th and 30 th avenues; 48-Quintara/24 th Street provides service between 19 th and 30 th avenues along Quintara Street from 5 a.m. to 9 a.m. and 2 p.m. to 7 p.m. on weekdays; 71-Haight/Noriega provides parallel service along Noriega Street between 22 nd and 30 th avenues. No alternative service along 30 th Avenue.
67-Bernal Heights	Operates as a bi-directional loop between the 24 th Street BART Station and the Alemany Farmers Market every day.	Eliminate western portion of circular loop, including service on portions of Crescent Avenue and Mission Street.	14-Mission, 14L-Mission Limited and 49-Van Ness/Mission provide service along Mission Street and the 23-Monterey provides service along Crescent Avenue.
74X-CultureBus	Began September 2008. Operates between Downtown, Civic Center and Golden Gate Park museums every day from 10 a.m. to 6 p.m.	Discontinue 74X-CultureBus.	N-Judah Line, 5-Fulton and 71-Haight-Noriega all provide service between Downtown, Civic Center and Golden Gate Park close to museums.
88-BART Shuttle (peak only)	Operates between Lake Merced and Balboa Park Station during weekday peak periods in the peak direction.	Eliminate segment west of I-280.	M-Ocean View Line and 29-Sunset provide service between Balboa Park Station and SFSU/Stonestown where customers can transfer to 18-46 th Avenue or 17-Parkmerced.

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Route	Current Service	Recommended Change	Alternative Service
89-Laguna Honda	Operates between Forest Hill Station and the Laguna Honda Hospital.	Discontinue as Muni route. Work with Laguna Honda Hospital to transfer responsibility for providing service.	Laguna Honda Hospital to take over responsibility for providing service.
108-Treasure Island	Operates between Treasure Island and the Transbay Terminal 24 hours every day, and between the Transbay Terminal and 4 th /King streets Caltrain Station from 2 p.m. – 10 p.m. every day.	Eliminate segment between Transbay Terminal and Caltrain; adjust route on Treasure Island from Avenue M to Ave H.	N-Judah and T-Third lines provide service near the temporary Transbay Terminal, scheduled to open in fall 2009, between Embarcadero Station and Caltrain.
Span	Most routes currently end by 1 a.m., although service on some routes ends earlier.	End non-Owl routes between midnight and 1 a.m. depending on demand (1-California, 6-Parnassus, 12-Folsom, 18-46th Avenue, 19-Polk, 21-Hayes, 23-Monterey, 27-Bryant, 29-Sunset, 31-Balboa, 33-Stanyan, 43-Masonic, 44-O'Shaughnessy, 45-Union/Stockton, 48-Quintara/24th Street, 54-Felton, 67-Bernal Heights and 71-Haight/Noriega). Service after midnight on routes 28-19th Avenue, 30-Stockton, 47-Van Ness and 49-Van Ness/Mission would be replaced by 14-Mission, 90-Owl and 91-Owl.	The Owl Network would provide service starting at midnight.
Community Evening Service (17-Parkmerced, 35-Eureka, 36-Teresita, 37-Corbett, 52-Excelsior, 66-Quintara and 67-Bernal Heights)	Current service ends between 11:40 p.m. and 1:00 a.m., depending on route.	End all routes early at 10:00 p.m.	None.