SUMMARY STATEMENT

ITEM NO. | SUBJECT: Purchase and Delivery of New Rail Fastener Assemblies for Wood Ties for PATCO

COMMITTEE: Operations & Maintenance

COMMITTEE MEETING DATE: September 17, 2008

BOARD ACTION DATE: October 15, 2008

PROPOSAL: That the Board of Commissioners authorizes staff to negotiate a contract with Pandrol USA, LP of Bridgeport, NJ for the purchase and delivery of New Rail Fastener Assemblies for Wood Ties.

Amount: $302,413.74 (80% Federal Transit Administration, 20% DRPA)

Contractor: Pandrol USA, LP, Bridgeport, NJ

Other Bidders:
MRT Track & Services, Bloomfield, NJ: No bid
A & K Railroad Materials, McMurray, PA: No bid

PURPOSE: New rail fastener assemblies are required to renew existing subway rails in the Philadelphia and Camden subway tunnels, on both the eastbound and westbound tracks. Replacement of rail fastener assemblies is required to match the new rail cross-section being installed. The new rail fastener assemblies will be installed by PATCO in coordination with the ongoing subway rail renewal.

BACKGROUND: The 2008 Capital Budget includes funds for the continuing program of upgrading the existing track throughout the system. This project includes the replacement of the rail fastener assemblies and rails in the Subways. The fastener assemblies have been in service since the time PATCO was constructed and need to be replaced with the rails after forty years of service. The rail fastener assemblies are sized to match the new rail and both are necessary to maintain the continuing safe operation of PATCO. The existing rail fastener assemblies will be removed and the new assemblies will be installed by PATCO in-house personnel.
On July 25, 2008, Requests for Bid were sent to Six (6) suppliers potentially capable of providing this material. The procurement was also publicly advertised on the DRPA web site from July 25, 2008 through August 7, 2008.

The Bid Opening occurred on August 7, 2008. Three (3) responses were received including two (2) no bid. The low bid was submitted by Pandrol USA, LP of Bridgeport, NJ in the total amount of $302,413.74.

It is recommended that a contract be negotiated for the purchase and delivery of New Rail Fastener Assemblies for Wood Ties with Pandrol USA, LP of Bridgeport, NJ in the total amount of $302,413.74. Upon approval of the Board, a contract will be negotiated with Pandrol USA, LP of Bridgeport, NJ to provide the rail fastener assemblies as required.

SUMMARY:

<table>
<thead>
<tr>
<th>Amount</th>
<th>$302,413.74</th>
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<tbody>
<tr>
<td>Source of Funds:</td>
<td>1999 Revenue Bonds (DRPA Share)</td>
</tr>
<tr>
<td>Capital Project#:</td>
<td>PF9602 ($60,482.75 - 20% Local Share)</td>
</tr>
<tr>
<td>Operating Budget:</td>
<td>N/A</td>
</tr>
<tr>
<td>Master Plan Status:</td>
<td>N/A</td>
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<tr>
<td>Other Fund Sources:</td>
<td>$241,930.99 (80% FTA Grant # NJ-90-0053, NJ-90-0055, NJ-90-0058 &amp; NJ-90-0066)</td>
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<tr>
<td>Duration of Contract:</td>
<td>N/A</td>
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<tr>
<td>Other Parties:</td>
<td>N/A</td>
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RESOLUTION

RESOLVED: That the Board hereby authorizes staff to negotiate a purchase agreement with Pandrol USA, LP of Bridgeport, NJ. for the purchase and delivery of New Rail Fastener Assemblies for Wood Ties to be installed by PATCO in the subway tunnels for a total cost not to exceed $302,413.74; and be it further

RESOLVED: That the Chair, Vice Chair and the President must approve and are hereby authorized to approve and execute all necessary agreements, contracts, or other documents on behalf of the PATCO. If such agreements, contracts, or other documents have been approved by the Chair, Vice Chair and President and if thereafter either the Chair or Vice Chair is absent or unavailable, the remaining Officer may execute the said document(s) on behalf of PATCO. If both the Chair and Vice Chair are absent or unavailable, and any agreement or agreements need to be executed during their absence, then the President may execute on behalf of PATCO.

SUMMARY:

Amount: $302,413.74
Source of Funds: 1999 Revenue Bonds (DRPA Share)
Capital Project#: PF9602 ($60,482.75 - 20% Local Share)
Operating Budget: N/A
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