SUMMARY STATEMENT

ITEM NO.: PATCO-14-019  SUBJEC T: Consideration of Pending PATCO Contracts (Between $25,000 and $100,000)

COMMITTEE: New Business

COMMITTEE MEETING DATE: N/A

BOARD ACTION DATE: April 16, 2014

PROPOSAL: That the Board consider authorizing staff to enter into contracts as shown on the Attachment to this Resolution.

PURPOSE: To permit staff to continue and maintain PATCO operations in a safe and orderly manner.

BACKGROUND: At the Meeting held August 18, 2010 the PATCO Commission adopted Resolution 10-046 providing that all PATCO contracts must be adopted at an open meeting of the PATCO Board. The Board proposed modifications to that Resolution at its meeting of September 15, 2010; specifically that all contracts between $25,000 and $100,000 be brought to the Board for approval. The contracts are listed on the Attachment hereto with the understanding that the Board may be willing to consider all of these contracts at one time, but if any member of the Board wishes to remove any one or more items from the list for separate consideration, each member will have that privilege.

SUMMARY: Amount: N/A
Source of Funds: See Attached List
Capital Project #: N/A
Operating Budget: N/A
Master Plan Status: N/A
Other Fund Sources: N/A
Duration of Contract: N/A
Other Parties Involved: N/A
RESOLUTION

RESOLVED: That the Board authorizes and directs that subject to approval by the Chair, Vice Chair, General Counsel and the Chief Executive Officer, staff proceed to negotiate and enter into the contracts listed on the Attachment hereto.

SUMMARY:

Amount: N/A
Source of Funds: See Attached List
Capital Project #: N/A
Operating Budget: N/A
Master Plan Status: N/A
Other Fund Sources: N/A
Duration of Contract: N/A
Other Parties Involved: N/A
**CONSIDERATION OF PENDING PATCO CONTRACTS (BETWEEN $25,000 - $100,000) APRIL 17, 2014**

<table>
<thead>
<tr>
<th>Item #</th>
<th>Vendor/Contractor</th>
<th>Description</th>
<th>Amount</th>
<th>Procurement Method</th>
<th>Bids Received</th>
<th>Bid Amounts</th>
<th>Source of Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Modern Track Machinery, Inc. Elgin, IL</td>
<td>Purchase of two (2) gas powered, four cycle profile grinders.</td>
<td>$26,500.00</td>
<td>Sole Source Provider, see attached Sole Source Justification Memo marked Exhibit “1”.</td>
<td>1. Modern Track Machinery, Inc. Elgin, IL</td>
<td>1. $26,500.00</td>
<td>General Fund</td>
</tr>
<tr>
<td>2</td>
<td>Team One Repair, Inc. Buford, GA</td>
<td>Purchase of six (6) US Bill Handling Unit Assemblies.</td>
<td>$40,265.16</td>
<td>Competitive Formal Bid, IFB 14-0002 was publicly advertised and issued to four (4) vendors. Three (3) bids were received and publicly opened on March 11, 2014.</td>
<td>1. Team One Repair, Inc. Buford, GA 2. Captech New Rockelle, NJ 3. MEI Malvern, PA</td>
<td>1. $40,265.16 2. No Bid 3. No Bid</td>
<td>General Fund</td>
</tr>
<tr>
<td>3</td>
<td>ePlus Technology Mt. Laurel, NJ</td>
<td>Purchase of Singlewire InformaCast. Singlewire InformaCast is the solution for initiating and sending notification to multiple networks and systems, including overhead paging, desktops, Cisco IP phones, email, voicemail, cell phones, SMS text, websites, Facebook, Twitter, and a growing universe of endpoint devices. InformaCast can be used to send an ad hoc text and/or audio message to notify your organization. It can also be used to store pre-written and pre-recorded messages that can be sent at a moment's notice.</td>
<td>$34,931.63</td>
<td>In accordance with New Jersey State Contract #M-7000, Vendor Award #83083.</td>
<td>1. ePlus Technology Mt. Laurel, NJ</td>
<td>1. $34,931.63</td>
<td>General Fund</td>
</tr>
<tr>
<td>4</td>
<td>Grant Thornton, LLP Philadelphia, PA</td>
<td>Provide Payment Card Industry advisory services for PATCO’s automated fare collection system which also includes preparation and submission of the Self-Assessment questionnaire for the bank processor as well as penetration testing of the applicable devices.</td>
<td>$89,700.00 (n-t-e)</td>
<td>In accordance with Federal GSA Contract #GS-35F-5461H.</td>
<td>1. Grant Thornton Philadelphia, PA</td>
<td>1. $89,700.00 (n-t-e)</td>
<td>General Fund</td>
</tr>
</tbody>
</table>
MEMORANDUM: PURCHASES GREATER THAN $25,000

PORT AUTHORITY TRANSIT CORPORATION

TO: John Rink, GM/Acting President-PATCO
James White, Acting Chief Financial Officer
John T. Hanson, Acting Chief Executive Officer

FROM: BRIAN MAC GREGOR, Division Director/Project Manager: WAY AND POWER

SUBJECT: SOLE SOURCE APPROVAL - GEISMAR MODERN TRACK MACHINERY INC

PURCHASE REQUISITION: R58164

DATE: MONDAY, JANUARY 20, 2014

Background:
Way and Power Track Department utilizes profile grinders to contour the running rail revenue trains traverse over. The two (2) units presently in service are fifteen plus years old and require extensive repairs. Reaching out to the industry vendors Racine Railroad Products and Modern track Machinery are the only vendors supplying gas powered profile grinders. Due to the limitations of operating a 2 cycle motors in the subway Racine Railroad products was eliminate due to only supplying two stroke motor.

Justification for Proprietary/sole Source:
In conformance with PATCO Procurement Procedures, this sole source approval will be for the purchase of two (2) Modern Track Machinery four cycle profile grinders able to contour thermite welds, 100ARA-B, 132RE, 136RE and 150 pound rail heads. The two new grinders will be replacing worn out unites in Way and Power's inventory.

We are not aware of any other suppliers that can provide a four (4) cycle/stroke engine on a profile grinder. The other vendor Racine Railroad Products does not supply a profile grinder with a four cycle engine.

Cost:
The Total cost of the purchase of two (2) four cycle profile grinders will be in the amount of $26,500.00. ($13,250.00 each)

BILL SHAW, ACTING, Division Director

John Rink, GM/Acting President-PATCO

James White, Acting CFO

John T. Hanson, Acting CEO