ITEM NO.: PATCO-14-034  SUBJEC T: Consideration of Pending PATCO Contracts (Between $25,000 and $100,000)

COMMITTEE: New Business

COMMITTEE MEETING DATE: N/A

BOARD ACTION DATE: August 20, 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
<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>UKM Transit Products Harleysville, PA</td>
<td>Purchase of various brake parts for PATCO Annual Transit Car Truck Overhaul Program.</td>
<td>$63,864.00</td>
<td>Sole Source Provider, see attached Sole Source Justification Memo marked Exhibit &quot;1&quot;</td>
<td>1. UKM Transit Products Harleysville, PA</td>
<td>1. $63,864.00</td>
<td>2013 Revenue Bonds</td>
</tr>
<tr>
<td>2</td>
<td>Fairmount Foundry, Inc. Hamburg, PA</td>
<td>Purchase of third rail adjusting brackets for PATCO Annual Transit Car Truck Overhaul Program.</td>
<td>$26,190.00</td>
<td>Sole Source Provider, see attached Sole Source Justification Memo marked Exhibit &quot;2&quot;</td>
<td>1. Fairmount Foundry, Inc. Hamburg, PA</td>
<td>1. $26,190.00</td>
<td>2013 Revenue Bonds</td>
</tr>
</tbody>
</table>
MEMORANDUM: PURCHASES GREATER THAN $25,000

PORT AUTHORITY TRANSIT CORPORATION

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

FROM: Robert Traver, Acting Division Director/Project Manager

SUBJECT: SOLE SOURCE APPROVAL - UKM Transit Products

PURCHASE REQUISITION:

DATE: Tuesday, August 05, 2014

Background:

UKM Transit Products has been our source for numerous parts of the truck tread brake units as well as traction motor couplings and truck suspension parts. These items are essential parts utilized for our truck overhaul program.

Justification for Proprietary/Sole Source:

PATCO has an annual program to overhaul 40 transit car trucks for its fleet, specifically when the wheels become too small for use. In addition, each car that is return from being overhauled will receive two overhauled trucks prior to being put in service. Each truck consists of multiple components from various vendors, suppliers and manufacturers. The Budd Company was the original manufacturer of the truck assembly and General Electric Transit Systems Business Division was the original manufacturer of the gearboxes and motors, neither company supports this equipment. UKM has reverse engineered the requested components and has been our dedicated supplier. We do not have another source for these components, nor do we have drawings or specifications.

Cost:

$63,864

Robert Traver, Acting Equipment Division Director

John Rink, GM-PATCO

James White, Acting CFO

John T. Hanson, CEO-DRPA/ President-PATCO
MEMORANDUM: PURCHASES GREATER THAN $25,000

PORT AUTHORITY TRANSIT CORPORATION

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

FROM: Robert Traver, Acting Division Director/Project Manager - Equipment

SUBJECT: SOLE SOURCE APPROVAL - Fairmont Foundry

PURCHASE REQUISITON:

DATE: Tuesday, August 05, 2014

Background:
Fairmont Foundry has been our sole source for the third rail adjusting bracket (44H0107). This item is an essential part of our truck overhaul program.

Justification for Proprietary/Sole Source:
PATCO has annual program to overhaul 40 transit car trucks for its fleet, specifically when the wheels become too small for use. In addition, each car that is return from being overhauled will receive two overhauled trucks prior to being put in service. Each truck consists of multiple components from various vendors, suppliers and manufacturers. The Budd Company was the original manufacturer of the truck assembly and provided an assembly drawing of the third rail shoe assembly. However, they did not provide any detailed drawings. The available PATCO records show that we have always purchased these brackets from Fairmont Foundry and it is unknown if they were the original supplier or if they reversed engineered the bracket sometime in the past. We do not have another source for these brackets, nor do we have drawings or specifications.

Cost:

$26,190