SUMMARY STATEMENT

ITEM NO.: PATCO-20-001

SUBJECT: Consideration of Pending PATCO Contracts (Between $25,000 and $100,000)

COMMITTEE: New Business

COMMITTEE MEETING DATE: N/A

BOARD ACTION DATE: January 15, 2020

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 President - 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>Hitachi Rail STS USA, Inc. Batesburg, SC</td>
<td>Purchase rolling stock inventory of transit signaling equipment for PATCO Operations.</td>
<td>$45,000.00</td>
<td>Sole Source Provider, see attached Sole Source Justification Memo marked as &quot;Exhibit 1&quot;</td>
<td>1. Hitachi Rail STS USA, Inc. Batesburg, SC</td>
<td>$45,000.00</td>
<td>General Funds</td>
</tr>
<tr>
<td>2</td>
<td>MAC Products, Inc Kearny, NJ</td>
<td>Procurement of four (4) 4000AMP Motor Operated Sectionalizing Switches</td>
<td>$44,212.88</td>
<td>Competitive formal bid IFB 19-0007 was publically advertised and issued to three (3) prospective bidders and was publically opened on Thursday, December 19, 2019.</td>
<td>1. MAC Products, Inc Kearny, NJ 2. Selco Manufacturing Corp. West Caldwell, NJ 3. Turtle &amp; Hughes, Inc. Linden, NJ</td>
<td>1. $44,212.88 2. $58,800.00 3. $71,000.00</td>
<td>General Funds</td>
</tr>
</tbody>
</table>
MEMORANDUM: PURCHASES GREATER THAN $25,000
PORT AUTHORITY TRANSIT CORPORATION

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

FROM: WILLIAM SHAW , Division Director/Project Manager:
      W&P POWER / SIGNALS

SUBJECT: SOLE SOURCE APPROVAL - HITACHI RAIL STS
PURCHASE REQUISITION: CY2020 SOLE SOURCE PURC

DATE: Tuesday, November 26, 2019

Background:
Hitachi Rail STS manufactures transit signaling equipment utilized by PATCO. The equipment is specific to existing signaling design circuits. Equipment includes electric switch machines, signal relays, transformers and other circuit components required for safe operation of train movements. In order to maintain/repair these existing transit signaling circuits, replacement components need to be installed. If replacement components are not readily available, continuity of PATCO’s service and operations will be

Justification for Proprietary/Sole Source:
The signaling devices provided by Hitachi Rail STS are considered proprietary equipment.

Cost:
$45,000

WILLIAM SHAW , Division Director
John Rink, GM-PATCO
James White, CFO
John T. Hanson, CEO-DRPA/President-PATCO