


**CERTIFICATION
OF
NEW JERSEY TURNPIKE AUTHORITY**

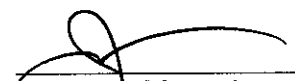
I, Joseph Mrozek, hereby certify that I am the Executive Director of the New Jersey Turnpike Authority and as such, Executive Director certify that the attached copy of PROCEEDINGS OF THE NEW JERSEY TURNPIKE AUTHORITY is a true and correct copy of the Minutes of the August 22, 2017 Meeting of the Authority.

IN WITNESS THEREOF, I have hereunto set my hand and affixed the official seal of the New Jersey Turnpike Authority this 22nd day of August, 2017.

ATTEST:



Kim Schurman
Secretary to the Authority



Joseph Mrozek
Executive Director

Corporate Seal

Date: August 22, 2017

**Received in the Governor's Office August 22, 2017
(hand delivered)**

Received by:



Print Name



Signature

Veto Period Ends:

September 6, 2017
(Write in the date the veto period ends)

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**PROCEEDINGS OF MEETING OF NEW JERSEY TURNPIKE AUTHORITY
BOARD OF COMMISSIONERS**

Tuesday, August 22, 2017

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Chairman Richard Hammer called the meeting of the Authority's Board of Commissioners into session in the Executive Boardroom of the Authority's Headquarters Building at 1 Turnpike Plaza in Woodbridge, New Jersey, at 9:02 A.M.

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PRESENT

Present were Chairman Richard Hammer, Vice Chairman Ronald Gravino, Treasurer Michael DuPont, Commissioner Ulises Diaz, Commissioner John Minella and Commissioner Raphael Salermo. The meeting commenced at 9:02 A.M.

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ALSO PRESENT

Executive Director Joseph Mrozek; Chief Operating Officer John O'Hern; Chief Financial Officer Donna Manuelli; Chief Engineer Robert Fischer; Chief Information Officer Jose Dios; General Counsel Bruce Harris; Director of Human Resources Mary-Elizabeth Garrity; Director of Internal Audit James Carone; Director of Maintenance Kenneth McGoldrick; Director of Operations Henry Eibel; Deputy Director of Procurement and Materials Management Donna Wilser; Director of Tolls Robert Quirk; New Jersey State Police Major Eric Heitmann, State Police Troop D; and Secretary to the Authority Kim Schurman.

Also present were: Governors' Authorities Unit Representative Nicholas Kant; additional individuals consisting of other NJTA employees; interested organizations; and the general public. No media was present.

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NOTICE OF MEETING

This is a regular meeting of the New Jersey Turnpike Authority. Adequate notice of this meeting has been provided in accordance with Chapter 231, P.L. 1975 in that notice has been given to two newspapers and notice has been forwarded to the Secretary of State, Trenton, New Jersey. In addition, notice of said meeting has been and is being displayed in the main lobby of the Authority's Administration Headquarters in Woodbridge.

Executive Director Mrozek takes Roll Call and the Following Were Present:

1. Chairman Hammer
2. Vice Chairman Gravino
3. Treasurer DuPont
4. Commissioner Pocino (Absent)
5. Commissioner Diaz
6. Commissioner Minella
7. Commissioner Salermo

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EXECUTIVE SESSION

A motion to enter into Executive Session, not open to the public in accordance with the Open Public Meetings Act, N.J.S.A. 10:4-12(b), to discuss matters pertaining to:

- Contract Negotiations
- Litigation

The motion was made by Vice Chairman Gravino and seconded by Treasurer DuPont, and, after the voice vote, the motion was duly adopted by the Board of Commissioners of the New Jersey Turnpike Authority.

Executive Session was adjourned at 9:28 a.m. Chairman Hammer resumed the public portion of the meeting at 9:31 a.m.

Executive Director Mrozek takes Roll Call and the Following Were Present:

1. Chairman Hammer
2. Vice Chairman Gravino
3. Treasurer DuPont
4. Commissioner Pocino (Absent)
5. Commissioner Diaz
6. Commissioner Minella
7. Commissioner Salerno

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ACTION ON MINUTES

The Executive Director reported that ten days, excluding Saturdays, Sundays and holidays, have elapsed since Governor Chris Christie received the proceedings of the regular meeting of July 25, 2017; he did not exercise his power to veto any items in those minutes.

Upon motion made by Treasurer DuPont seconded by Commissioner Diaz the minutes of the meeting was unanimously approved.

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RECUSALS

The Executive Director reported recusals or abstentions submitted for the record:

- Commissioner Minella is recused on Items 207 and 211

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PUBLIC COMMENT

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Murray Bodin, Concerned Grandparents

Mr. Bodin stated that although the world of transportation is changing rapidly, some New Jersey transportation agencies are operating with a 1990's mindset. As examples of transportation innovation, he mentioned driverless cars and positive train control, which is a

system designed to automatically stop a train before certain accidents occur. He said that the Authority will be playing catch-up if it elects not to lead the effort to change.

Mr. Bodin thanked Chairman Hammer for always being willing to listen to his transportation safety recommendations. He also thanked the Authority employees who have treated him graciously over the past years. Mr. Bodin stated another New Jersey transportation agency has implemented changes which he had been recommending for years.

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EXECUTIVE DIRECTOR'S COMMENTS

None

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COMMISSIONER'S COMMENTS

None

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HUMAN RESOURCES

Director of Human Resources Mary-Elizabeth Garrity requested approval of item number 205-08-2017. Moved is the item as follows:

205-08-2017

Human Resources Director Garrity submitted the **Personnel Agenda**, dated August 22, 2017, and requested confirmation of the personnel matters contained therein. The Executive Director certified the recommendations for consideration.

On motion by Treasurer DuPont and seconded by Commissioner Diaz employment of those named to serve at the pleasure of the Authority and other recommended personnel actions, were approved, ratified and confirmed, to become effective as of the dates specified and at the salaries listed.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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LAW

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General Counsel Bruce Harris requested approval of item number 207-08-2017. Moved is the item as follows:

207-08-2017

In a memorandum dated July 31, 2017, Authorization to Enter into a Remediation and Access Agreement with Honeywell International Inc. with Respect to Honeywell Chromate Site 144 in Bayonne, New Jersey, was approved.

Under a Consent Judgment entered in 2011, Honeywell International Inc. ("Honeywell") agreed to accept responsibility for the remediation of chromate chemical production waste ("CCPW") at the site located on Block 8, Lots 3 and 5, and Block 11, Lots 1 and 2 on the tax map of the City of Bayonne, New Jersey (the "Property"), which Property is owned by the Authority. In December of 2015, Honeywell submitted a Remedial Action Work Plan ("RAWP") for the Property to the New Jersey Department of Environmental Protection ("DEP") that proposed a remedy for CCPW-contaminated soil. In order to conduct the remediation, Honeywell will need access to the Property. This Remediation and Access Agreement (the "Agreement") will outline the terms of that access and obligates Honeywell to complete remediation activities in accordance with the RAWP.

The Agreement further provides that, in the event the Authority undertakes improvements in the future that impact the area remediated, Honeywell will pay the incremental costs incurred by the Authority in restoring the remediation or in avoiding impacting the remediation, or restore the remediation itself at its sole cost. It also provides that the Authority will execute the Deed Notice required by the DEP upon completion of the remediation.

Accordingly, it is requested that the Board of Commissioners delegate to the Executive Director the authority to execute the Agreement. It is further requested that the Commissioners authorize the Executive Director to execute any such other documents, including, without limitation, the Deed Notice, and take such other actions as are deemed necessary to effectuate the intent of this authorization.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item number 207-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	RECUSED	YES

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General Counsel Bruce Harris requested approval of item numbers 206-08-2017 and 208-08-2017 Moved are the items as follows:

206-08-2017

In a memorandum dated August 10, 2017, **Authorization to settle the tax appeal litigation New Jersey Turnpike Authority v. Township of Monroe, Budget Code: 390-00-850-156555, Project No.: 39005013**, was approved.

This matter involves a property tax appeal filed by the New Jersey Turnpike Authority (the "Authority") involving the Brookland Site, a 400-acre property in the Township of Monroe that was purchased by the Authority in 2010 to partially satisfy the environmental permit requirements for the Turnpike 6 to 9 Widening Project. This settlement will fully resolve the tax appeal, as well as an ongoing issue with Monroe regarding the aging sewer pump station owned by Monroe that serves the Molly Pitcher Service Area on the Turnpike.

The Authority filed tax appeals for the 2012, 2013, 2014 and later tax years. In February 2016, the Tax Court granted the Authority's motion for summary judgment, finding that the Brookland Site was tax exempt for 2013 and 2014, and years going forward. However, the Tax Court held that it did not have jurisdiction to address the 2012 taxes as the Authority had not filed a timely appeal, and therefore the Authority was liable for the 2012 taxes, in excess of \$150,000, including interest. The Authority has appealed the Tax Court decision.

During the pendency of this appeal, Monroe approached the Authority regarding the need to replace the sewer pump station serving the Molly Pitcher Service Area in Monroe. The pump station was originally built by the Authority in 1982, and has now reached the end of its useful life. Because the pump station serves only the Service Area, Monroe is unwilling to fund its replacement. However, Monroe is willing to forgo the Authority's tax debt in exchange for the Authority's agreement to build a new pump station, which is estimated to cost approximately \$800,000.

Under the proposed settlement, Monroe has also agreed to flow limits at the pump station that are more favorable to the Authority. In addition, Monroe has agreed to accept ownership of the Brookland Site following its encumbrance with a conversation easement. The Brookland Site has no utility for the Authority outside of its use for mitigation purposes, and the Authority has been seeking to donate the property to an appropriate conservator. Finally, under the proposed settlement, Monroe and the Authority would agree to accept and not appeal the forthcoming decision by the Superior Court, Appellate Division in a related tax appeal matter filed by the Authority arising out of the Farmland Rollback Taxes allegedly due on the Brookland Site for 2008 to 2010. This related tax appeal was argued before the Appellate Division in February 2017, but no opinion has yet been issued.

Authority Counsel and the Law Department recommend that the settlement be approved, as it provides significant benefit to the Authority. Not only does it remove the Authority's obligation to pay the 2012 taxes and transfers any future obligations for the Brookland Site to Monroe, but it also removes any potential for issues arising out of the aging current pump station, and provides better flow terms to the Authority. Moreover, it results in the net cost to the

Authority of the new pump station of less than \$650,000.

Therefore it is recommended that the Authority's Commissioners approve the settlement of this matter pursuant to the terms set forth above. It is also recommended that the Authority's Commissioners authorize the Executive Director to execute any and all documents in furtherance of same.

208-08-2017

In a memorandum dated July 12, 2017, Authorization for the Authority to renew its Cyber Liability Insurance Policy for one additional year with enhancements and an increased limit, RM-134181, (September 15, 2017 - September 15, 2018), Renewal Amount: not to exceed \$676,140.00, Account No.: 010-00-893-121010, was approved.

Since 2014, the Authority has maintained cyber liability insurance in a total limit of \$50 million to protect it from a myriad of cyber risks, which coverage expires September 15, 2017. This insurance provides the Authority protection from theft of its electronic data and other cyber-related risks, including the following: (1) Media Wrongful Act (includes libel, slander and invasion of privacy); (2) Privacy and Cyber Security (claims resulting from a breach of protected confidential information); (3) Privacy Regulatory Defense, Awards and Fines (costs, such as attorneys' fees, associated with a breach of personal information and resulting governmental proceedings for an alleged violation of privacy regulations); (4) Data Recovery Expenses (costs to replace programs and data following a cyber security breach); (5) Data Breach Response and Crisis Management Costs (costs to investigate breaches, notify appropriate individuals and mitigate loss); and (6) Extortion Threat (coverage for costs to investigate and terminate a threat to commit an intentional attack against the Authority's computer system), and (7) an enhancement from the 2016 renewal, Business Interruption coverage, which provides coverage for revenue interruption resulting from a breach in the Authority's cyber system after a 12-hour waiting period.

Willis of New Jersey, Inc. ("Willis"), the insurance broker of record for this line, was tasked with seeking a renewal of the cyber policy, negotiating a few specific enhancements, and securing quotations for increased coverage in the event the Authority wished to increase its coverage limit. Willis approached the following underwriters: (1) the incumbent, XL Catlin; (2) AIG, whose indication was not competitive; and (3) Zurich, whose indication was not competitive.

Willis successfully secured the following coverage enhancements: (1) Dependent Business Interruption coverage, which would cover the Authority for loss of business income resulting from a cyber security breach of a vendor resulting in a business interruption loss to the Authority; (2) System Failure coverage, which would provide coverage for an unintentional and unplanned outage or failure of a network; and (3) full PCI (Payment Card Industry) coverage where previously there had been a sublimit of \$1 million, which protects the Authority from a

breach relating to the acceptance, processing, storage or transmission of personal financial information. Willis was also able to secure quotations for limits in increments of \$10 million up to \$100 million for the Authority's consideration.

After consideration of all the options provided, and based on the recommendations of Willis and the Authority's risk management consultant, Hanover Stone Partners, LLC ("Hanover Stone"), it is recommended to renew current coverage for one (1) year with the following carriers, and to increase the Authority's limits by \$10 million, for a total of \$60 million of coverage, with the addition of the enhancements described above:

<u>Underwriter</u>	<u>Coverage</u>
XL Specialty Insurance Company	Primary \$10 million (subject to a \$250,000 deductible)
Zurich American Insurance Company	\$10 million excess of \$10 million
AIG	\$10 million excess of \$20 million
Axis Insurance Company	\$10 million excess of \$30 million
Ironshore Specialty Insurance Company	\$10 million excess of \$40 million
Nationwide Insurance Company	\$10 million excess of \$50 million

The total premium for this expanded coverage, with higher limits, inclusive of all New Jersey mandatory taxes and fees, would be no greater than \$676,140.

It is therefore recommended that the Commissioners authorize renewal of cyber liability insurance coverage as set forth above. It is further recommended that the Executive Director, after consultation with the Authority's Law Department, be authorized to execute all documents and to take any and all further actions to effectuate the renewal of the policies consistent with the intent of the recommendation.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item numbers 206-08-2017 and 208-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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ENGINEERING

Chief Engineer Robert Fischer requested approval of item number 211-08-2017. Moved is the item as follows:

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ORDER FOR PROFESSIONAL SERVICES

211-08-2017

In a document dated August 9, 2017, **Recommendation to Issue Supplement B to Order for Professional Services No. T3371, New Jersey Turnpike, Gannett Fleming, Inc.**

Design Services for Interchange 14A Improvements, RM-133643, Budget Code: 39013027, Original OPS Amount: \$ 22,950,000.00, Amount of Supplement A: \$ 2,935,000.00 , Amount of Supplement B: \$ 350,000.00, Revised OPS Amount: \$ 26,235,000.00, was approved.

This Order for Professional Services was approved at the September 2012 Commission Meeting in the amount of \$22,950,000.00 to provide for final design services for the Interchange 14A Improvements.

Supplement A in the amount of \$2,935,000.00 provided for design services for various out of scope work that was unknown and not anticipated at the time of the original OPS. The additional services included: 1) design of a temporary shoulder use lane control system to facilitate the Pulaski Skyway Project and maintain regional mobility; 2) design efforts for toll plaza rehabilitation saving over \$20 million in construction costs compared to the originally scoped new toll plaza; 3) permit modifications to account for revised NJDEP Superstorm Sandy flood elevations; 4) design of four additional sign structures from two other Authority contracts to avoid contractor overlap and 5) extensive public outreach, municipality coordination, right of way support documentation and unanticipated Bayonne Municipal Utilities Authority utility design work.

Supplement B will provide for post design services for various out of scope work that could not have been known at the time of the original OPS and Supplement A. The additional post design services include closure of two underground storage tanks identified during construction, redesign of ground improvements due to unknown piles supporting the Authority acquired Millions property and design evaluation of as-built conditions at various structures such as pier placement at N3.53FR and uplift at N3.53I.

It is, therefore, recommended that Supplement B to Order for Professional Services No. T3371 be issued to Gannett Fleming, Inc. not to exceed the amount of \$350,000.00 with compensation on the same basis as the original Order for Professional Services. The addition of this amount increases the total authorized fee from \$25,885,000.00 to \$26,235,000.00. The original contract was procured pursuant N.J.S.A. 52:34-9.1 et seq. and N.J.A.C. 19:9-2.8.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item numbers 211-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	RECUSED	YES

Chief Engineer Robert Fischer requested approval of item numbers 209-08-2017, 210-08-2017 and 212-08-2017 through 214-08-2017. Moved are the items as follows:

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ORDER FOR PROFESSIONAL SERVICES

209-08-2017

In a document dated August 10, 2017, Recommendation to Issue Order for Professional Services No. T3642, New Jersey Turnpike, Greenman-Pedersen, Inc., Design Services for Contract No. T100.436, Rehabilitation of New Jersey Turnpike Passaic River Bridges, Structure Nos. W107.87 and E107.88, RM-133634, Budget Code: 391C00001, Amount: \$2,975,000.00, was approved.

This Order for Professional Services will provide for the final design services for repair of superstructure deterioration caused by fatigue related damage and corrosion, and strengthening of low rating members to two New Jersey Turnpike major bridges: Structure No. W107.87 – Laderman Memorial Passaic River Bridge and Structure No. E107.88 – Chaplain Washington Memorial Passaic River Bridge.

This assignment is classified as a "Complex Project" since the scope of work is not clearly defined and likely to change during the course of the project, and the cost exceeds \$2,000,000.00. The Solicitation for Expressions of Interest (EOIs) was posted on the Authority's website and 50 engineering firms were prequalified and eligible under Profile Code: A092 - Bridges: Miscellaneous Repairs.

On June 27, 2017, Technical and Fee Proposals were received from four firms. The Review Committee reviewed and scored the Technical Proposals. The firms in the order of ranking are: 1) Greenman-Pedersen, Inc.; 2) Michael Baker International, Inc.; 3) HDR Engineering, Inc. and 4) Arora and Associates, P.C. The fee submitted by Greenman-Pedersen, Inc. has been reviewed, negotiated and is considered to be fair and reasonable for the services to be provided.

It is, therefore, recommended that Order for Professional Services No. T3642 be issued to the firm of Greenman-Pedersen, Inc. of Lebanon, New Jersey, not to exceed the amount of \$2,975,000.00. This amount includes reimbursement of direct salaries times a maximum multiplier of 2.80 to cover the cost of fringe benefits, overhead and profit, plus authorized direct non-salary expenses. The award is contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by the selected awardee, pursuant to Public Law 2005, Chapter 51 (formerly Executive Order 134) and Executive Order 117 (Corzine 2008), and having no objection to same. These professional services were procured, and the recommended firm was selected, in accordance with N.J.S.A. 52:34-9.1, et seq., N.J.S.A. 27:23-6.1 of the Authority's enabling legislation, N.J.A.C. 19:9-2.8, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006).

210-08-2017

In a document dated August 9, 2017, Recommendation to Issue Supplement B to Order for Professional Services No. P3367, Garden State Parkway, Greenman-Pedersen, Inc., Design Services for Interchange 145 Improvements, RM-134143, Budget Code: 39003035, Original OPS Amount: \$ 3,760,000.00, Amount of Supplement A: \$ 800,000.00, Amount of Supplement B: \$1,300,000.00, Revised OPS Amount: \$5,860,000.00, was approved.

This Order for Professional Services was approved at the July 2011 Commission Meeting in the amount of \$3,760,000.00 to provide preliminary and final engineering services to improve operations and safety associated with the northbound Parkway exit ramp to Interstate Route 280 and the Interstate Route 280 entrance ramp to the southbound Parkway at Interchange 145.

Supplement A in the amount of \$800,000.00 compensated Greenman-Pedersen, Inc. for additional design services not originally anticipated for this Order for Professional Services. These services included incorporating plans and specifications for repairs to five additional structures that were originally planned to be repaired under another Authority contract into Contract No. P300.289 to eliminate conflicts and impacts to the traveling public; and the design of a protection structure to avoid the significant costs associated with relocating a PSE&G 42-inch gas main under the Parkway mainline that was found to be in conflict with the improvements when field investigations revealed that the gas main was at a shallower depth than the as-built data provided by the utility company. This supplement also compensated Greenman-Pedersen, Inc. for design services to include additional pavement cores, additional milling, resurfacing and traffic signal upgrades to South Oraton Parkway impacted by the proposed contract detour route, which was required in order to construct the project.

Supplement B will compensate Greenman-Pedersen, Inc. for additional design services not originally anticipated for this Order for Professional Services. The additional design services include work to implement one way tolls at GSP Interchange 145 (demolition of the northbound exit toll plaza, rehabilitation of the southbound toll plaza facilities and associated geometric improvements); updates to jurisdictional agreements with the municipality; full depth pavement reconstruction on sections on Oraton Parkway impacted by the proposed construction contract detour routes determined to be in poor condition to support the addition of detoured traffic; and additional post design services for the toll plaza work.

It is, therefore, recommended that Supplement B to Order for Professional Services No. P3367 be issued to Greenman-Pedersen, Inc. not to exceed the amount of \$1,300,000.00 with compensation on the same basis as the original Order for Professional Services. The addition of this amount increases the total authorized fee from \$4,560,000.00 to \$5,860,000.00. The original contract was procured pursuant N.J.S.A. 52:34-9.1 et seq. and N.J.A.C. 19:9-2.8.

211-08-2017

Item done separately

212-08-2017

In a document dated August 10 2017, **Recommendation to Issue Supplement B to Order for Professional Services No. A3575, New Jersey Turnpike and Garden State Parkway, Greenman-Pedersen, Inc., 2016 – 2019 New Jersey Turnpike Authority Major Bridge Inspection Program, RM-133660, Budget No. 039999999, Original OPS Amount: \$7,080,000.00, Amount of Supplement A: \$925,000.00, Amount of Supplement B: \$565,000.00, Revised OPS Amount: \$8,570,000.00**, was approved.

This Order for Professional Services was approved at the February 2016 Commission Meeting in the amount of \$7,080,000.00 for the biennial inspection of the Authority's 18 major bridge structures for a four year term, from 2016 through 2019.

Supplement A provided for professional engineering services for Greenman-Pedersen, Inc. to assist the Authority with addressing the emergency bridge closure at the Delaware River Turnpike Bridge (Str. No. P0.00) as a result of a complete fracture of the top chord of the north side PA 4-span deck truss, in Span 16 near Pier 15. Funding in the amount of \$925,000 was approved at the Authority's January 2017 Commission Meeting. The ceiling for the OPS increased from \$7,080,000.00 to \$8,005,000.00.

Supplement B will fully compensate Greenman - Pedersen, Inc. for additional engineering services required for various out of scope tasks associated with emergency repairs of the fracture of the top chord of the deck truss near Pier 15 of the Delaware River Turnpike Bridge Str. No. P0.00. These tasks included: tack weld inspection and removal plans, post fracture repair inspection, LiDAR scanning for post jacking and repair conditions, material testing program of the failed member removed during the repair process, structural steel repair design and plan development and three special inspections of the repaired 4 span unit. The tasks for this supplement are in addition to the tasks in Supplement A.

The cost for this supplement will be shared with the Pennsylvania Turnpike Commission.

It is, therefore, recommended that Supplement B to Order for Professional Services No. A3575 be issued to Greeman-Pedersen, Inc. not to exceed the amount of \$565,000.00 with compensation on the same basis as the original Order for Professional Services. The addition of this amount increases the total authorized fee from \$8,005,000.00 to \$8,570,000.00. The original contract was procured pursuant N.J.S.A. 52:34-9.1 et seq. and N.J.A.C. 19:9-2.8.

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FINAL ACCEPTANCES

213-08-2017

In a document dated August 4, 2017, All work performed on each of the construction contracts listed below have been completed in accordance with the contract documents and to the satisfaction of the Engineering Department. Accordingly, it is recommended that these contracts be deemed complete and approved for Final Acceptance. The table below lists each contract and includes pertinent Change Order and financial information including the final payment amount due the Contractor upon Final Acceptance, was approved.

ContractNo.	Contractor	Award Total Amount	No. of Change Orders	Additions/ Reductions	Final TotalContract Amount	Final Payment Amount
T100.275	Anka Painting Co., Inc.	\$9,105,000.00	7	\$6,758,647.13	\$15,863,674.13	\$192,076.27
P100.342	Joseph M. Sanzari, Inc.	\$5,139,445.00	2	\$55,053.39	\$5,194,498.39	\$273,413.74
Total						\$465,490.01

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ACKNOWLEDGE REPORTS OF ENGINEERING EXPENDITURES UNDER DELEGATED AUTHORITY

214-08-2017

Acknowledge Reports of Engineering Expenditures Under Delegated Authority

- Construction Contract Progress Summary
- Change Order Summary
- Utility Order Report

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item nos. 209-08-2017, 210-08-2017 and 212-08-2017 through 213-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda. The Authority unanimously accepted the reports contained in item number 214-08-2017 and received same for file.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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MAINTENANCE

Director of Maintenance, Kenneth McGoldrick requested approval of item numbers 215-08-2017 through 217-08-2017. Moved are the items as follows:

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PUBLIC BID SOLICITATIONS -AWARD OF CONTRACTS

215-08-2017

In a document dated August 4, 2017, **Recommendation to Award Contract No. A200.432, New Jersey Turnpike and Garden State Parkway, Mount Construction Co., Inc., Immediate Repair of Drainage Structures and Underground Facilities on the New Jersey Turnpike and Garden State Parkway, Atlantic, Bergen, Burlington, Camden, Cape May, Essex, Gloucester, Hudson, Mercer, Middlesex, Monmouth, Ocean, Passaic, Salem and Union Counties, R-133017, Budget Code: 040E00016, Amount: \$4,000,000.00,** was approved.

This contract involves immediate repairs and scheduled improvements to drainage structures, underground facilities, and all other related work including, but not limited to, erosion and sediment control and road stabilization from Mile 0 to Mile 122 along the New Jersey Turnpike and Mile 0 to Mile 172 along the Garden State Parkway in Atlantic, Bergen, Burlington, Camden, Cape May, Essex, Gloucester, Hudson, Mercer, Middlesex, Monmouth, Ocean, Passaic, Salem and Union Counties, New Jersey. The repairs will be as directed by the Director of Maintenance. The contract has a term of 2 years from formal Notice to Proceed with 2, 1 year options to renew.

Five (5) bid proposals were received on July 11, 2017 for the above publicly advertised contract, as shown on the attached bid summary sheet. The low bid proposal of 3.83%, submitted by Mount Construction Co., Inc., may be compared to the Engineer's Estimate of 6.91%. These percentages represent a weighted average mark-up on the Contractor's time and materials cost of performing the work. Mount Construction Co., Inc. has previously performed work for the Authority and is considered competent to complete this contract.

It is, therefore, recommended that Contract No. A200.432 be awarded to the lowest bidder, Mount Construction Co., Inc. of Berlin, New Jersey, in an amount not to exceed \$4,000,000.00. This award is contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by the selected awardee, pursuant to Public Law 2005, Chapter 51 (formerly Executive Order 134) and Executive Order 117 (Corzine 2008), and having no objection to same. Bids were procured and authorization is being sought to award this contract in accordance with N.J.S.A. 27:23-6.1 of the Authority's enabling legislation, N.J.A.C. 19:9-2.2, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006).

The General Consultant, HNTB Corporation, concurs with this recommendation.

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MISCELLANEOUS

216-08-2017

In a document dated August 4, 2017, Authorization to Increase the Authorized Amount for Contract No. A200.393, Garden State Parkway and New Jersey Turnpike, Daidone Electric, Inc., Maintenance and Repair of Roadway Lighting Systems from Mile 0 to Mile 122 along the New Jersey Turnpike and Mile 0 to Mile 172 along the Garden State Parkway inclusive in Atlantic, Bergen, Burlington, Camden, Cape May, Essex, Gloucester, Hudson, Mercer, Middlesex, Monmouth, Ocean, Passaic, Salem and Union Counties, New Jersey, Budget Code: 080C00014, Original Contract Amount: \$3,390,000.00, Additional Amount: \$276,140.01, New Authorized Amount: \$3,666,140.01, was approved.

Contract No. A200.393 was issued to Daidone Electric, Inc. at the September 29, 2015 Commission Meeting (Agenda item 382-09-2015) to provide for the maintenance and repair of the roadway lighting system, on an as needed basis, on the New Jersey Turnpike and Garden State Parkway expiring on July 31, 2017, for a total authorized amount not to exceed \$3,390,000.00. At this time an additional \$276,140.01 is being requested as well as an extension of time to August 31, 2017 to continue the necessary maintenance and repairs, which are subject to funding availability at the time of the request.

The supplement will provide for additional funds to compensate the Contractor for emergency work performed during the month of May to remove a High Mast Light Pole at Turnpike MP 122 after it was struck by a tractor trailer. The funds will also provide for unforeseen electrical trouble shooting work performed at Turnpike Interchanges 10, 11, and 12.

It is, therefore, recommended that a supplement, in the amount of \$276,140.01, and an extension of time, to August 31, 2017, for Contract No A200.393 be issued to Daidone Electric, Inc. with the same compensation, terms and conditions as the original Contract. The addition of this amount increases the total authorized fee for this Contract from \$3,390,000.00 to \$3,666,140.01.

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ACKNOWLEDGE REPORTS OF
MAINTENANCE EXPENDITURES UNDER DELEGATED AUTHORITY

217-08-2017

The Board acknowledges the reports of Maintenance Expenditures Under Delegated Authority as indicated below:

- Construction Contract Progress Report
- Change Order Summary

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item numbers 215-08-2017 and 216-08-2017; and authorized or ratified,

as presented, the recommendations contained therein; and received and filed the memoranda. The Authority unanimously accepted the reports contained in item number 217-08-2017 and received same for file.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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PROCUREMENT (“PMM”)

Deputy Director of Procurement and Materials Management Donna Wilser requested approval of item numbers 218-08-2017, 219-08-2017 and 221-08-2017 through 223-08-2017.

Moved are the items as follows:

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PUBLIC BIDS SOLICATIONS

218-08-2017

In a document dated July 17, 2017, **Elevator Repairs, Kencor, Inc., RM-133020, (Maintenance), Budget Code: Various, Amount: \$159,955.00,** was approved.

Under this contract, Kencor, Inc. will furnish all labor, equipment, services and tools necessary for refurbishment of five (5) Authority elevators. The work includes, but is not limited to, replacing all rollers, gibs, clutches, and roller guides, as well as adjusting the car and hoistway doors at each floor. The bid was fully advertised and the four (4) vendors listed in the Authority's database for this service were notified of the procurement. On July 12, 2017, two (2) bids were received as follows:

<u>Vendor</u>	<u>Total Bid Price</u>
Kencor, Inc., West Chester, PA	\$159,955.00
Standard Elevator Corp., Clifton, NJ	\$258,758.75

Departmental Estimate: \$175,000.00

Bids were procured, and authorization is being sought to award these contracts in accordance with *N.J.S.A. 27:23-1 et seq.*, the Authority's enabling legislation, *N.J.A.C. 19:9-2.2*, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006). These awards are also contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by the selected awardee pursuant to Public Law 2005, Chapter 51 and Executive Order No. 117 (Corzine 2008), and having no objection to same.

Accordingly, authorization is requested to award a contract to Kencor, Inc. to refurbish and upgrade five elevators for a total amount not to exceed \$159,955.00, subject to funding availability at the time of services.

219-08-2017

In a document dated August 8, 2017, **Automotive Oils and Lubricants, PPC Lubricants, Inc., RM-133009 (Inventory), Budget Code: Various, Amount: \$ 270,434.22 (2-Year Contract)**, was approved.

Under this contract, PPC Lubricants, Inc. will provide automotive oils and lubricants, to be kept in inventory, for use in operations on both Roadways. These oils and lubricants will be used on the Authority's entire fleet of vehicles, including those of the NJ State Police (Troop D). Items under this contract include, but are not limited to motor oils, greases and transmission fluids. The bid was fully advertised and the five (5) vendors listed in the Authority's database for these products were notified of the procurement. On July 19, 2017, two (2) compliant bids were received as follows (unit prices are available from the PMM Department):

<u>Vendor</u>	<u>Annual Bid Price</u>	<u>2-Year Contract</u>
		<u>Total</u>
PPC Lubricants, Inc., Jonestown, PA	\$135,217.11	\$270,434.22
David Weber Oil Co., Carlstadt, NJ	\$139,028.22	\$278,056.44

Departmental Estimate: \$ 350,000.00 (2-Year Contract)

Non-Compliance: An additional bid was received from Lubenet, LLC of Brooklyn, NY (\$122,449.56 annually). This bidder, however, failed to bid four (4) of the eighteen (18) line items in the Request for Bid (RFB). Section II, Paragraph C (Basis of Award), Line 1 of the RFB clearly states "Bidders must supply a price for every item listed. Bids not having a price for all listed items may be rejected." Thus, it is recommended that the bid submitted by Lubenet, LLC be rejected.

Bids were procured and authorization is being sought to award this contract in accordance with *N.J.S.A. 27:23-1 et seq.*, the Authority's enabling legislation, *N.J.A.C. 19:9-2.2*, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006). This award is also contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by the selected awardee pursuant to Public Law 2005, Chapter 51 and Executive Order No. 117 (Corzine 2008), and having no objection to same.

Accordingly, authorization is requested to award a two-year contract to PPC Lubricants, Inc. for automotive oils and lubricants for a total amount not to exceed \$270,434.22, subject to the availability of funds at time of ordering. Authorization is further requested for the Executive Director to approve each of the two, one-year extensions upon satisfactory performance by the vendors.

220-08-2017**Item not used**

221-08-2017

In a document dated August 11, 2017, **2017-2020 Snow Removal and Salting Services on the New Jersey Turnpike and Garden State Parkway (Rebid), Eagle Paving Corporation, Seashore Asphalt Corp., RM-132248 (Maintenance), Budget Code: Various, Amount: \$135,000.00 (3-Year Contracts)**, was approved.

Authorization is requested to award contracts for snow removal and salting services for two (2) designated locations on the Authority's Roadways. The contracts will be for three (3) snow seasons (the period beginning October 15, 2017 and ending April 15, 2020). The Authority solicited eleven (11) contracts: ten (10) for specific locations and one for services "where needed." Bidders were required to bid "Regular" and "Standby" hourly rates for specific equipment required for each location. The maximum allowable hourly bid rate for Standby was 50% of the hourly rate bid for Regular operating time. The bid also established rates for supervisory and backup vehicles at \$125.00 per hour (for both Regular and Standby hours). The bid was fully advertised and the 34 vendors listed in the Authority's database for the referenced services were notified of the procurement. On July 26, 2017, compliant bids were received from seven (7) vendors for all 10 of the specific locations included in the solicitation. However, for the second time, no bids were received for Contract No. LHC-OD1-17 (high capacity loaders deployed as directed/where needed).

The Maintenance and Procurement and Materials Management ("PMM") Departments' staff thoroughly reviewed all ten (10) bids (including inspection of the required equipment listed with the bids), and make the following recommendations:

1. Staff recommends that two contracts for snow removal and salting services be awarded to the lowest responsible bidders (highlighted in bold in the attached bid results).

2. Staff reviewed competitive bids from multiple bidders for the remaining eight (8) contracts listed below and Maintenance is currently finalizing the inspections of the snow removal and salting equipment from these bidders and their subcontractors. These inspections must be completed and the contracts awarded prior to the mandatory meetings to be held with all contractors during the week of September 18th which addresses current roadway procedures for the upcoming snow season. Therefore, it will be too late to award at the next Commission meeting on

September 26, 2017. Accordingly, it is recommended that delegated authority be granted to the Executive Director to award the following contracts to the lowest responsible bidders upon completion of Maintenance's review. The awards will be ratified at the next Board of Commissioners' Meeting.

PTS-05-17 (MM34.0 TO MM53.3 Outer)

PTS-8A-17 (MM37.1 TO MM62.0)

PTS-10-17 (MM60.5 TO MM73.3 Outer)

STS-09-17 (MM56.0 TO MM62.0 Interchange 7A & Service area ramps 6N/6S)

STS-10A-17 (MM60.5 TO Interchange 7A TO MM73.3 Interchange 8A)

STS-6A-17 (MM44.5 TO MM53.3)

STS-7A-17 (MM50.5 Interchange 6 TO MM60.5 Interchange 7A Inner)

STS-9A-17 (Interchange 7 & 7A; Service area ramps 6N & 6S)

3. Non-Compliance

Additional bids were submitted by M&M Trucking Gudullu, LLC, Burlington, NJ ("M&M") for contracts PTS-05-17, STS-09-17, STS-10A-17, STS-6A-17, STS-7A-17 and STS-9A-17. This bidder, however, failed to include a valid Bid Security as required by the specifications. M&M did submit a form of bid bond however the form was signed by the bidder as the Surety instead of an insurer. Section IV (B) of the "Instructions to Bidders" states that a "Bid Bond or Cashier's Check for 10% of the amount Bid or a Letter of Surety" is a mandatory requirement and failure to submit one will result in bid rejection. Thus, it is recommended that the bids submitted by M&M Trucking Gudullu, LLC be rejected.

Bids were procured, and authorization is being sought to award these contracts in accordance with *N.J.S.A. 27:23-1 et seq.*, the Authority's enabling legislation, *N.J.A.C. 19:9-2.2*, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006). These awards are also contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by the selected awardee pursuant to Public Law 2005, Chapter 51 and Executive Order No. 117 (Corzine 2008), and having no objection to same.

Accordingly, authorization is requested to award contracts to Seashore Asphalt Corp. and Eagle Paving Corporation for snow removal and salting services as outlined herein, for a total amount not to exceed \$135,000.00 for the three (3) snow seasons, subject to funding availability at the time of service. Authorization is further requested for the Executive Director to approve each of the two, one-year extensions upon satisfactory performance by the vendors. The prices for the succeeding years of the contract will be adjusted yearly based on a Consumer Price Index ("CPI") factor consisting of the average of 1) the New York/ Northern New Jersey CPI and 2) the Philadelphia/Southern New Jersey CPI. The maximum annual increase permitted, however, shall be five percent.

Authorization is also requested to permit direct negotiations with available snow removal vendors for Contract No. LHC-OD1-17, in accordance with *N.J.S.A. 27:23-6.1(a)*, and to delegate authority to the Executive Director to award the negotiated contract as well as the eight contracts listed in Item 2. These Contracts will be ratified at the subsequent Commission Meeting.

TOLL PLAZA FACILITIES

Contract LPP-02-17 **Cape May Tolls – MM19.4N** **Annual Estimated Contract Value - \$24,000.00**

Seashore Asphalt Corp.
Woodbine, NJ

Regular Time	Bid Hours	Hourly Rate	Total
1. Loaders with 3-4 cubic yard bucket (2)	8	\$330.00	\$ 5,280.00
2. Back up Vehicle with Arrowboard (3)	2	\$125.00	\$ 750.00
Standby Time			
1. Loaders with 3-4 cubic yard bucket (2)	2	\$165.00	\$ 660.00
2. Back up Vehicle with Arrowboard (3)	2	\$125.00	\$ 750.00
TOTAL			\$ 7,440.00

Contract LPP-18-17 **Interchange 77 Tolls – MM78.3S** **Annual Estimated Contract Value - \$21,000.00**

Eagle Paving Corporation
So. Toms River, NJ

Regular Time	Bid Hours	Hourly Rate	Total
1. Loaders with 3-4 cubic yard bucket (2)	8	\$335.00	\$ 5,360.00
2. Back up Vehicle with Arrowboard (2)	2	\$125.00	\$ 500.00
Standby Time			
1. Loaders with 3-4 cubic yard bucket (2)	2	\$130.00	\$ 520.00
2. Back up Vehicle with Arrowboard (2)	2	\$125.00	\$ 500.00
TOTAL			\$ 6,880.00 ooo0ooo

STATE GOVERNMENT CONTRACTS

222-08-2017

In a document dated August 7, 2017, Hardware Platform Replacement, Dell Marketing, LP, R-133961 (ITS), Budget Code: 010 00 830 480030, State Contract No. 89967 expiring 3/31/2020, Amount: \$191,894.24, was approved.

Under this contract, Dell Marketing, LP will provide the Authority with sixteen (16) computer servers for the Authority's Advanced Traffic Management System. The Authority currently runs the core software of the Intelligent Traffic Management System ("ITMS") on legacy IBM blade servers which are no longer supported. In addition, the current hardware will not support the minimum hardware requirements for a planned 2018 software upgrade. These computer servers are available from NJ State Contract No. 89967 expiring 3/31/2020.

This procurement, under State Contract No. 89967, is in accordance with N.J.A.C. 19:9-2.5(a), promulgated pursuant to N.J.S.A. 27:23-1 et seq., the Authority's enabling legislation, and Executive Order No. 37 (Corzine 2006) which permits the Authority, without advertising, to

purchase goods and services directly from vendors who hold contracts with the State of New Jersey.

Accordingly, authorization is requested to award a contract under State Contract No. 89967 for 16 computer servers to Dell Marketing, LP for an amount not to exceed \$191,894.24.

223-08-2017

In a document dated August 7, 2017, At prior Board of Commissioners meetings, the Authority approved purchases (up to a maximum authorized dollar amount) from the vendors listed herein under the New Jersey State contracts referenced below. The terms of the referenced State contracts have since been extended and additional funds are needed to purchase these necessary goods and/or services through the extended terms of the State contracts, was approved.

Description	Vendor Name	Requisition Number	NJTA Contract No.	NJ State Contract No. Expiration	Current Authorized Amount	New Authorized Amount	Requested Increase Amount
Tires and Tube Repair	F&S Tire Corp., Inc Edison, NJ	RM-133881 (Maintenance)	1744	82527 Expires 3/31/2019	\$205,000.00	\$300,000.00	\$95,000.00
Total							\$95,000.00

The original procurements, under the State contracts, were in accordance with *N.J.A.C.* 19:9-2.5(a), promulgated pursuant to *N.J.S.A.* 27:23-1 *et seq.*, the Authority's enabling legislation, and Executive Order No. 37 (Corzine 2006) which permits the Authority, without advertising, to purchase goods and services directly from vendors who hold contracts with the State of New Jersey.

Accordingly, given that the period of time during which the Authority may make additional purchases under the referenced State contracts was extended through the new expiration dates of those contracts, approval is hereby requested to increase the Authority's current authorized amounts to the new authorized amounts stated above, subject to funding availability at the time of order or service.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item numbers 218-08-2017 and 219-08-2017, 221-08-2017 through 223-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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GENERAL BUSINESS

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OPERATIONS

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Director of Operations Henry Eibel requested approval of item number 224-08-2017. Moved is the item as follows:

224-08-2017

Director of Operations Henry Eibel requested acceptance of the **Resume of All Fatal Accidents** for the Garden State Parkway and New Jersey Turnpike: Period 01/01/2017 through 7/31/2017; both with 2016-2017 Yearly Comparisons through July 2017.

On motion by Treasurer DuPont and seconded by Vice Chairman Gravino, the Board unanimously approved item number 224-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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STATE POLICE

225-08-2017

Major Eric Heitmann requested acceptance of the **New Jersey State Police Troop D Activity Reports**, for July 2017, with 2016 – 2017 Yearly Comparisons.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Authority unanimously accepted the reports contained in item number 225-08-2017 and received same for file.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES

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FINANCE

Chief Financial Officer Donna Manuelli requested approval of item number 226-08-2017. Moved is the item as follows:

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226-08-2017

Deputy Chief Financial Officer Pamela Varga presented the Financial Summary for the Seven (7) months ended July 31, 2017.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Board unanimously approved item number 226-08-2017; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

HAMMER	GRAVINO	DuPONT	POCINO	DIAZ	MINELLA	SALERMO
YES	YES	YES	ABSENT	YES	YES	YES


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The motion to adjourn was made by Treasurer DuPont and seconded by Vice Chairman Gravino, and, after the voice vote, the motion was duly adopted. The Board of Commissioners adjourned the meeting at 9:41 a.m., and advised that it will meet again on Tuesday, September 26, 2017, at 9:00 a.m., at the Authority's headquarters building located at 1 Turnpike Plaza in Woodbridge, New Jersey.

ATTEST:



 Kim Schurman,
 Secretary to the Authority



 Joseph W. Mrozek,
 Executive Director

Date: August 22, 2017