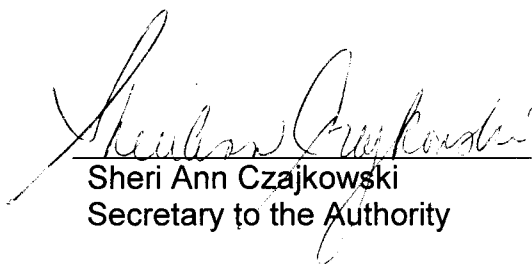


**CERTIFICATION
OF
NEW JERSEY TURNPIKE AUTHORITY**

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 **March 31, 2015** Regular 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 31st day of March, 2015.**

ATTEST:


Sheri Ann Czajkowski
Secretary to the Authority


Joseph Mrozek,
Executive Director

Corporate Seal

Date: March 31, 2015

**Received in the Governor's Office on March 31, 2015
(hand delivered)**

Received by:

LASHANA KIRK
Print Name


Signature

Veto Period Ends:

April 15, 2015
(Write in the date the veto period ends)

MAR 31 2015

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

Tuesday, March 31, 2015

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Chairman Jamie Fox called the Authority into session in the Executive Boardroom of the Authority's Administration Offices, Woodbridge, New Jersey, at 9:00 A.M.

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PRESENT

Present were Chairman Jamie Fox, Vice Chairman Ronald Gravino, Treasurer Michael DuPont, Commissioner Ulises Diaz, Commissioner Daniel Becht, and Commissioner John Minella. Commissioner Raymond Pocino was absent. The meeting commenced at 9:00 a.m.

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ALSO PRESENT

Executive Director Joseph Mrozek; Chief Operating Officer John O'Hern; Chief Engineer Robert Fischer; General Counsel Bruce Harris; Chief Financial Officer Donna Manuelli; Director of Human Resources Mary-Elizabeth Garrity; Director of Internal Audit James Carone; Acting Director of Maintenance Kenneth McGoldrick; Director of Operations Henry Eibel; Director of Procurement and Materials Management Andrea Ward; Chief Information Officer Barry Pelletteri; Director of Tolls Robert Quirk; Major Eric Heitmann, State Police Troop D; and Secretary to the Authority Sheri Ann Czajkowski.

Also present were: Governors' Authorities Unit Representatives Chris Howard; additional individuals consisting of other NJTA employees; interested organizations; the general public; and from the media: The Star Ledger and Associated Press.

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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:

1. Chairman Fox
2. Vice Chairman Gravino
3. Treasurer DuPont
4. Commissioner Pocino (Absent)
5. Commissioner Diaz
6. Commissioner Becht (Not present for Roll Call but Joined Executive Session at 9:08 a.m.)
7. Commissioner Minella

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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;**
- **Personnel Matters; and**
- **Collective Negotiations.**

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

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

Executive Session was adjourned at 9:54 a.m.; Chairman Fox resumed the public portion of the meeting.

Executive Director Mrozek takes Roll Call:

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

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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 February 24, 2015; he did not exercise his power to veto any items in those minutes.

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

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RECUSALS

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

- **Chairman Fox is recusing on Item 106**
- **Commissioner Minella is recusing on Item numbers 108 and 109**

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PUBLIC COMMENT

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Joanne Bergin, Business Administrator of Township of Brick

Ms. Bergin spoke on behalf of Township of Brick Mayor John Ducey to address the ongoing concerns of the residents of Evergreen Woods, located near Exit 91 on the Garden State Parkway ("GSP"). Bergin stated that the landscape of the GSP near Exit 91 has drastically changed due to the construction in the area and it has negatively impacted the residents' quality of life. She claimed that the Authority removed the buffer of trees between the GSP and the homes and removed trees in the center median between the Northbound and Southbound lanes. The residents have repeatedly made pleas to the Authority for help. The Township of Brick Administration echoes the residents' pleas for help and respectfully requests that the Authority address a solution to mitigate this change, which is a direct result of this project.

Chairman Fox indicated that ED Mrozek will follow-up with Ms. Bergin regarding this matter.

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Murray Bodin, Concerned Grandparents

Mr. Bodin acknowledged DED O'Hern for listening to his roadway safety concerns and making him laugh. Bodin stated that the Turnpike and Parkway are no longer ribbon parks. Speed limits have risen and the buffers between the NB and SB roadways are being removed. The Authority should put up barriers so motorists do not see lights of oncoming traffic. Bodin asked State Police to have troop cars turn off their front-facing lights to prevent rubbernecking. Bodin stated that the Authority is a leader in the world of change.

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Michele Spector, Evergreen Woods, GSP Exit 91

Ms. Spector spoke regarding the construction on the GSP near Exit 91. She stated that although the GSP is being made safer for motorists, the residents of Evergreen Woods suffer daily because of the construction. Residents have been promised that near the end of the project the Authority will review what opportunities are available to mitigate the area. Spector stated that other areas have sound walls and she wants to know why the Authority cannot build a sound wall between the GSP and the Evergreen Woods community.

Spector stated that the Authority objects to the cost of a sound wall; yet spent millions of dollars on unnecessary projects. Spector repeatedly indicated that the Authority claims the area does not qualify for a sound wall. She claims the Authority simply does not want to set a precedent and it keeps repeating misinformation. Spector said the construction of the detention basins caused the problems for the residents because the installation of the basin required 100 feet of trees to be removed.

Spector claims the communities have been devastated by the changes and the Authority has only provided excuses, not solutions. Residents will continue to fight until the Authority fixes what it broke.

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Robert A. Filipczak, Exit 36 on Parkway

Mr. Filipczak returned to the Authority to discuss stormwater management issues on the GSP in the southern area. He commended the Authority on the improvements it is making to the GSP. He praised the removal of the three (3) traffic lights on the GSP because this project improves safety and traffic flow. Filipczak gave lengthy and detailed commentary on how DEP is not following its own stormwater management policies and in turn is requiring the Authority to install unnecessary detention basins along the southern area of the GSP. He stated that the soil in the southern area of the GSP can naturally filter the stormwater and cutting down trees is creating erosion issues. He provided exhibits of areas he questions.

Filipczak ended his commentary by quoting from the Dr. Seuss book, "The Lorax." Filipczak said he would speak for the trees that cannot speak for themselves and asked the Authority to stop cutting them down to install unnecessary detention basins.

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Stephen Brill, Evergreen Woods, GSP Exit 91

Ms. Brill spoke regarding the construction on the GSP near Exit 91. Brill stated that a sound barrier wall between the GSP and Evergreen Woods community is not only warranted but mandated by the Turnpike's Sound Barrier policy.

Brill stated that when the Authority cut down trees on GSP it had two (2) options under the DEP's No Net Loss Policy: (1) plant replacement trees; or (2) pay the DEP, which would provide money to the affected communities to plant trees. The Authority chose to pay the DEP to satisfy the mitigation requirements. Brill indicated that replanting trees would have been less costly to the Authority and resolved some of the issues the residents are claiming. The noise pollution and increased air pollution is a detriment to the residents. Brill further stated that any future planting in this area will be only cosmetic. Brill summarized the noise as coming from an unshielded northbound lane and the exhaust and mechanical noise from vehicle engines.

Brill referred to East Brunswick at Exit 9 on the Turnpike. The Authority found that the area was not eligible for a sound wall. But the Authority permitted the Township of East Brunswick to share in the cost of building a sound wall. Brill asked, since East Brunswick did not meet the requirements for a sound wall, did the Township's monetary contribution become the deciding factor to remedy the situation? Residents at Exit 91 on the GSP believe a sound barrier wall is warranted and justified and the Authority's denial of this is arbitrary and capricious. Brill again pleaded to the Authority to help protect the residents by building a sound wall.

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EXECUTIVE DIRECTOR'S COMMENTS

ED Mrozek indicated that he will soon be contacting Joanne Bergin, Business Administrator of Township of Brick, to discuss this matter further.

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COMMISSIONER'S COMMENTS

Vice Chairman Gravino and State Police Captain Robert Bekefi recently attended an Engineering Excellence Award ceremony. VC Gravino stated that former Authority ED Ronnie Hakim received a distinguished service award. Chief Engineer Fischer stated that the Authority was honored for eight (8) awards at the ceremony. One of the eight was for the recently opened Bloomfield State Police Barracks. Another was for two (2) sections of the Turnpike 6 – 9 Widening project.

Major Heitmann stated that the new Bloomfield State Police building, which opened a few weeks ago, is a state-of-the-art facility. It is a testament of the Authority's commitment not only to the State Police, but also to the motoring public. Major Heitmann thanked Maintenance, ITS, and Engineering for making the transition from the old building to the new building a seamless move.

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HUMAN RESOURCES

Director of Human Resources Mary-Elizabeth Garrity requested approval of item number 089-03-2015. Moved is the item as follows:

089-03-2015

Human Resources Director Garrity submitted the Personnel Agenda, dated March 31, 2015, 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 Becht 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

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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General Counsel Bruce Harris requested approval of item numbers 091, 093, 094, 097 thru 102. Moved as a group those items are as follows:

090-03-2015

(Not Used)

091-03-2015

In a memorandum dated March 12, 2015, **Authorization for the Sale of Surplus Property Parcel X1036C1-A, B, C, Port Reading Avenue, Township of Woodbridge, Middlesex County, Amount: \$401,000.00**, was approved.

New Jersey Turnpike Authority Surplus Property Parcel X1036C1-A, B, C (the "Property") is located along Port Reading Avenue in Woodbridge, New Jersey, and consists of approximately 1.882 acres of land. The Board of Commissioners declared the Property surplus to the Authority's needs under Agenda Item No. 357-09-2013. In accordance with the Authority's Surplus Property Policy (the "Policy"), the Property was offered for sale through a public bid process in January 2015.

Due to issues with the clarity of title to Parcel X1036C-1B, Parcels X1036C1-A and C were offered for public sale with an advertised minimum bid price of \$400,000.00, with the Authority to provide a quitclaim deed in favor of the successful bidder for any interest the Authority has in Parcel X1036C-1B.

The highest qualified bid received for Parcels X1036C1-A and C was \$401,000.00, submitted by BRM Turnpike Plaza, LLC, of Woodbridge, New Jersey. The Law Department, as recommended by the Authority's Real Estate Consultant, recommends acceptance of this bid.

Accordingly, it is recommended that the Authority accept the bid of \$401,000.00 submitted by BRM Turnpike Plaza, LLC, for the Property. It is further recommended that the Commissioners authorize the Executive Director to execute any such other documents and take any such other actions as are deemed necessary to effectuate the intent of this authorization, including the execution of the quitclaim deed to Parcel X1036C-1B in conjunction with the sale, as set forth above. This authorization is contingent upon the Treasurer of the State of New Jersey completing the review of all documents submitted by BRM Turnpike Plaza, LLC pursuant to Public Law 2005, Chapter 51 and Executive Order No. 117 (Corzine 2008), and having no objection to same.

092-03-2015 (Not Used)

093-03-2015

In a memorandum dated March 12, 2015, **Authorization to Declare Property Surplus and to Sell Surplus Property to the Village of Ridgefield Park, New Jersey Turnpike, Section 7, Parcels 534X-3, 534X and R635X, Village of Ridgefield Park, County of Bergen County, Amount: \$5,182,850.00**, was approved.

Certain Authority property known as Parcels 534X-3 and 534X (the "Main Parcel") consisting of approximately 18.32 acres, and Parcel R635X (the "Secondary Parcel"), consisting of approximately .53 acres, are located in Ridgefield Park, Bergen County. The Main Parcel is currently being used by the Authority as a construction staging area and the Secondary Parcel

contains drainage improvements which are to be relocated.

In accordance with the Authority's Surplus Property Policy ("Policy"), the Authority's Board of Commissioners declared the Main Parcel surplus to its needs in April 2012 under Agenda Item No. 128-04-2012. In accordance with the Policy, the Law Department has circulated information regarding the Secondary Parcel to the Chief Engineer, the Director of Maintenance, the Director of Operations and the Authority's Engineering Consultant for review. Each has reviewed the information regarding the Secondary Parcel and all have certified that the Authority no longer requires the Secondary Parcel and does not see any future use of the Secondary Parcel by the Authority.

The Village of Ridgefield Park (the "Village") has expressed interest in purchasing the Main Parcel and the Secondary Parcel (collectively, the "Property") for the total sum of \$5,182,850.00. As an exception to the public bid requirements of the Policy, the Authority may sell surplus property to any municipal entity without public bid.

In addition, the Village has requested a temporary construction easement over approximately 0.73 acres of Authority Property adjacent to the Secondary Parcel to relocate and construct certain drainage improvements that benefit the Authority that currently exist on the Secondary Parcel (the "Temporary Easement"). Such relocation and construction would be at no cost to the Authority, and the new drainage improvements, once constructed and accepted by the Authority, will become the property of the Authority.

Representatives of the Law and Engineering Departments, Authority Counsel, and the Authority's Real Estate Consultant have negotiated the following terms and conditions of sale of the Property to the Village, and recommend that these terms and conditions be approved by the Board:

1. The purchase price for the Property is \$5,182,850.00. The Village shall provide to the Authority a \$500,000.00 Deposit which shall be non-refundable except in certain limited circumstances.
2. Closing of title shall be conditioned on the Village, or its designee obtaining all governmental approvals necessary to construct a mixed use development in accordance with the approved redevelopment plan. Either party shall have the right to terminate the Agreement of Sale in the event such approvals are not obtained within two (2) years of the date of the Agreement of Sale, in which case the Deposit shall be retained by the Authority.
3. The Village must obtain a Pollution Legal Liability insurance policy with a term of not less than 10 years and a liability cap of not less than \$10,000,000, naming the Authority as a named or additional insured.
4. At closing, in addition to the purchase price to be paid to the Authority, the sum of Two Million Dollars (\$2,000,000) shall be placed in escrow by the Village. The money shall be released to the Village to pay bona fide invoices in connection with the remediation of certain

environmental contamination discovered on the Main Parcel. In the event such contamination is not remediated within two (2) years of the closing of title, the Authority shall have the right to enter the Property and use the funds remaining in escrow to complete the remediation.

5. Following execution of the Agreement, the Village and the Authority shall cause an environmental consultant, at the Village's sole cost and expense, to file required remediation documents with the New Jersey Department of Environmental Protection. The Village and the Authority shall further direct the consultant, at the Village's sole cost and expense, to file any and all paperwork and to perform any and all remedial activities relating to the Property required by applicable law prior to the closing.

6. The Village and all subsequent owners of the Property shall release the Authority from any and all claims and liability relating to the contamination, and shall further indemnify, defend and hold harmless the Authority against any and all claims, costs or damages relating to the contamination. The indemnification of the Village shall expire on the date that is three (3) years from the issuance of a site-wide Response Action Outcome. The indemnification of the Authority from future property owners (other than the Village) shall remain in perpetuity.

7. The owner of the Property may not develop same until it enters into a Development Agreement with the Authority governing access to the New Jersey Turnpike.

8. The owner of the Property shall not develop or otherwise modify the Secondary Parcel unless and until the existing drainage improvements thereon are relocated to Authority property, and accepted by the Authority, pursuant to the terms of the Temporary Easement.

The Village has already approved the purchase of the Property in accordance with the terms and conditions set forth above. Accordingly, it is recommended that the Secondary Parcel be deemed surplus to the Authority's needs and that the Executive Director be authorized to take any and all steps necessary to (i) grant the Temporary Easement; and (ii) sell the Property to the Village for the total sum of \$5,182,850.00, in accordance with the terms and conditions set forth above. It is further recommended that the Commissioners authorize the Executive Director to execute any such other documents and take any such other actions as are deemed necessary to effectuate the intent of this authorization.

094-03-2015

In a memorandum dated March 12, 2015, **a Recommendation to Authorize the Executive Director to Take All Steps Necessary to Acquire Certain Real Property Required for the Facilities Improvements Program, New Jersey Turnpike and Garden State Parkway, Program Fund No. 39005013**, was approved.

The Facilities Improvement Program ("Program") is a \$500 million program. Final Design began in 2013 and construction is scheduled for completion in 2018. The principal goal of the Program is to bring the Authority's facilities on both the New Jersey Turnpike and the Garden

State Parkway roadways into a state of good repair. Many of the Authority's facilities date back 60 years to the opening of the two roadways and are in need of replacement or upgrades.

The Program will require real estate acquisitions from various entities for direct use in the Program. To avoid delays in the anticipated construction schedules, Authority staff request that the Commissioners authorize the Executive Director, with the assistance of the Law Department, Engineering Department, Authority Counsel and other Authority consultants, to take all steps necessary to prepare for the acquisition of any real property interests necessary for the Program, with the final purchase price being submitted for approval to the Commissioners in a separate agenda item. This authorization set forth in this agenda item would include, but not be limited to, arranging for appraisals and entering into negotiations to acquire the necessary property interests, and when such negotiations have reached an impasse, commencing Eminent Domain proceedings, including but not limited to depositing the appraised value into court and filing a Declaration of Taking. This authorization would further include execution of any access agreement, right-of entry agreement (ROE) or other similar ancillary agreement necessary for acquisition of real property interests in furtherance of the Program. Such ancillary documents shall not require ratification by the Commissioners provided that any consideration in exchange for said access agreement or ROE shall not exceed \$5,000.00.

096-03-2015 (Not Used)

097-03-2015

In a memorandum dated March 9, 2015, **a Request for Authorization to extend the Authority's contract with Aon Risk Services, Inc. ("Aon") for brokerage and other services with respect to the Authority's Rolling Owner Controlled Insurance Program ("ROCIP") for an additional one (1) year; Account No.: various 10 year capital projects, Amount: \$703,312.00**, was approved.

In October 2008, the Authority issued a Request for Qualifications for interested insurance brokers to provide insurance brokerage and risk management services in connection with one or more Owner Controlled Insurance Programs to support the roll-out of the \$7 billion capital program. In February 2009, by agenda item 49-09, the Commissioners delegated authority to staff to enter into price negotiations and finalize a professional services agreement with Allied North America ("Allied") for Insurance Brokerage-Risk Management Services for the implementation and administration of a Rolling Owner Controlled Insurance Program ("ROCIP") for construction on both roadways, except the 6-9 Widening Program. In July 2009, the Commissioners authorized, ratified and approved the award to Allied of an agreement to implement and administer the ROCIP for the Authority, for a five (5) year term, in a total amount of \$3,410,985, to provide such services for the Authority's capital program (other than the 6-9

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Widening Program). The agreement further provided that it may be extended for one (1) year periods through the completion of the projects covered by the ROCIP (the "Projects") in the sole discretion of the Authority.

In Agenda Item 27-10, the Commissioners acknowledged and ratified the change in control of Allied to Aon resulting from a corporate merger. By agenda items 088-03-2014 and 347-09-2014, Aon's contract was extended for a total of one (1) additional year. Aon's contract will expire on April 30, 2015, and authorization is requested to extend this contract for an additional one (1) year.

Since the Authority has ceased enrolling new contracts in the ROCIP, even though the Projects are ongoing, the administrative requirements have changed. After a thorough review of the program, a number of adjustments were made to accommodate these changes. The Authority continues to receive the benefit of two (2) safety inspectors, which the Authority believes will support overall loss control efforts. Additionally, Aon has agreed to perform administrative services associated with the transition from the ROCIP to the post-ROCIP insurance program, specifically, reviewing and approving contractor insurance certificates, while the Authority fully develops and implements CAPEX, the computer program that will ultimately streamline this process for the Authority. Aon has also agreed to provide ongoing advice and direction to contractors during the transition from the ROCIP to the post-ROCIP program. The proposed one (1) year renewal will decrease Aon's annual service fee by \$77,844, or approximately 10%, but with significantly increased safety services and administrative services for the Authority.

Accordingly, authorization is requested to renew Aon's contract with the Authority for an additional one (1) year to April 30, 2016, upon the same terms and conditions as in the current contract, in an amount not to exceed \$703,312. It is further recommended that the Commissioners authorize the Executive Director to execute any other documents and take any other actions necessary to effect the intent of this authorization.

098-03-2015

In a memorandum dated March 9, 2015, **a Request for authorization to renew the Authority's contract with Hanover Stone Partners, L.L.C. for insurance and risk management consulting services for one (1) additional year; Account No.: 010 893 445900, Amount: \$115,000.00**, was approved.

In Agenda Item 114-03-2012, the Commissioners awarded a contract to Hanover Stone Partners, L.L.C. ("Hanover Stone") to provide insurance and risk management consulting services to the Authority in an annual authorized amount not to exceed \$115,000. The initial term of the contract was for two (2) years, with an option to renew for two additional one (1) year terms, upon the same terms and conditions at the discretion of the Authority. The term was renewed by

Agenda item 090-03-2014 for one additional year to expire on April 15, 2015, and the Authority wishes to exercise the second one (1) year renewal option.

Hanover Stone consistently continues to provide expert professional services to the Authority. Hanover Stone is currently involved in an enterprise wide review and analysis of the Authority's risks. In addition, they continue to provide advice on a myriad of complex issues relating to the Authority's insurance program and risk profile, all with the goal of decreasing the cost of risk to the Authority. In the coming year, we anticipate continuing the progress made to date in measuring and decreasing the Authority's total risk and resultant cost of risk.

Accordingly, authorization is requested to extend the contract with Hanover Stone to provide insurance and risk management consulting services for one (1) additional year to April 15, 2016. It is further recommended that the Commissioners authorize the Executive Director to execute any documents and take any actions that are necessary to effectuate the intent of this authorization.

099-03-2015

In a memorandum dated March 9, 2015, **Authorization to extend the Authority's Bridge and Non-Bridge Property insurance policies for Property located on the Garden State Parkway and the New Jersey Turnpike for fifteen (15) days from May 1, 2015 to May 15, 2015 upon the same terms and conditions with a pro rata premium, (May 1, 2015 to May 15, 2015), Account No.: 010-00-893-441030, Amount: not to exceed \$199,604 (\$195,733 renewal premium + \$3,871 PLIGA)**, was approved.

The New Jersey Turnpike Authority (the "Authority") maintains property insurance for the protection of its physical assets and loss of revenue. The current program insures property on both roadways totaling \$16,859,751,275 via a primary quota share program based on a 'maximum probable loss' limit of \$450,000,000 and an additional layered excess program with an additional \$300,000,000 limit. The policy provides property insurance coverage for all physical assets owned by the Authority, subject to a \$2 million deductible.

Marsh USA Inc. ("Marsh"), the Authority's broker of record, is tasked with designing, marketing, and implementing this year's renewal program. In doing so, Marsh recommended that the Authority extend the current policy for a period of two (2) weeks, to allow additional time to negotiate this very comprehensive and complex policy. Such an extension would also provide the Authority with an improved schedule for renewal in subsequent years. The incumbent insurers are willing to extend the coverage, upon the same terms and conditions and with a pro rata premium, which amounts to a total of \$199,604, representing a renewal premium of \$195,733 and a \$3,871 fee for State of New Jersey mandatory Property Liability Insurance Guaranty Association (PLIGA) surcharge.

It is therefore recommended that the Commissioners authorize extension of the

Authority's bridge and non-bridge property insurance upon the same terms and conditions, for an amount not to exceed \$199,604, substantially 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 intent of the within authorization.

100-03-2015

In a memorandum dated March 13, 2015, Authorization to enter into a two (2) year rate commitment policy for Excess Workers Compensation insurance with Safety National Casualty Corporation in an annual amount not to exceed \$756,118.00, Account No. 010-893-441010, Annual Amount: \$756,118.00, was approved.

Every year the Authority purchases excess workers compensation insurance to protect against large workers compensation risks. At the February meeting, by agenda item 56-02-2015, after Willis of New Jersey, Inc., ("Willis"), the Authority's broker for this line, received preliminary quotations for this coverage, authority was delegated to the Executive Director to bind Excess Workers Compensation coverage for one (1) year, in an amount not to exceed \$975,000 for the policy year March 15, 2015 through March 15, 2016.

Subsequently, Willis continued to negotiate with all markets including Safety National Casualty Corporation ("Safety National") to achieve enhancements and an improved premium rate for the Authority. Willis was able to secure a two (2) year rate commitment with Safety National (through the 3/15/16 to 3/15/17 policy term) with an annual premium of \$756,118, based on a rate of \$.4543 per \$100 rate of payroll, which would be subject to audit at the end of the policy period, as well as other enhancements to the policy. This premium amount represents only a slight increase over the current premium of \$719,294.

Based on the authority granted at the February meeting, coverage was bound for the 3/15/15 through 3/15/16 policy year upon the terms set forth above. Since the prior agenda item only included authorization for a one (1) year agreement, authorization is hereby requested for a two (2) year term.

Accordingly, authorization is requested to enter into a two (2) year rate commitment policy for Excess Workers Compensation insurance with Safety National Casualty Corporation in an annual amount not to exceed \$756,118, subject to audit at the end of the policy term. It is further recommended that the Commissioners ratify, approve, and confirm in all respects all actions taken to date in furtherance of this authorization and authorize the Executive Director to execute any other documents and take any other actions necessary to effect the intent of this authorization.

101-03-2015

In a memorandum dated March 16, 2015, **Authorization to Enter Into an Agreement to Settle the Matter of Col. R. Timothy Leever, et al. v. Trooper Rodrigo Coelho, Account No.:10-893-441020, Amount: \$112,500.00**, was approved.

This matter arises out of a 2010 motor vehicle stop at the Colonia South service area on the Garden State Parkway. Exxon and Shell fueling stations operate in this service area. New Jersey State Trooper Rodrigo Coelho responded to a dispatch of a black Volkswagen, which had eluded another trooper, seen entering the service area. Trooper Coelho arrived at the rest area and observed Col. R. Timothy Leever and his daughter in a black Volkswagen Beetle. He radioed his observations. He received, however, erroneous confirmation that the observed vehicle matched the description of the eluding vehicle.

Trooper Coelho first gave verbal commands to the driver. He then drew his weapon claiming the driver did not immediately comply with his commands. Trooper Coelho also felt vulnerable because he had to walk in front of the vehicle, which had its engine running, in order to get to the driver's side. When he reached the driver side door, Trooper Coelho ordered Leever to step out of the vehicle, handcuffed him, and searched him. During the stop, Leever's wife, who had arrived in the service area in another vehicle, was repeatedly told by other troopers to stop recording the incident on her cell phone.

Within 6 ½ minutes of the initial stop, another trooper radioed that he had found the actual suspect in the adjacent Exxon station occupying a black Volkswagen Jetta. Trooper Coelho immediately released Colonel Leever. He apologized repeatedly and explained what had occurred. He separately apologized to Mrs. Leever. Plaintiffs (Mr. Leever, Mrs. Leever, and two daughters) brought claims against Trooper Coelho under 42 U.S. Code §1983 for excessive force, unreasonable search and seizure, and violation of the First Amendment.

Authority Counsel, Wolff & Samson, after reviewing depositions and both parties' expert reports and participating in settlement conferences with the judge, recommends that the Authority seek a settlement. After negotiations with plaintiffs' counsel, Authority Counsel recommends a settlement of \$112,500.00.

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

102-03-2015

In a memorandum dated March 3, 2015, **Authorization to Settle Formal Workers' Compensation Matter – Michael McCarthy v. New Jersey Turnpike Authority, Account: 10-870-405070, Amount: \$41,187.00**, was approved.

Petitioner Michael McCarthy is a Parkway Maintenance Division Crew Manager hired in

June 1997. This recommended settlement will resolve a formal Claim Petition filed in 2013 for a job injury which occurred on or about June 17, 2011.

The petitioner is represented by Gill & Chamas, LLC located in Woodbridge, NJ. The Authority is defended by Special Counsel John H. Geaney, Esq. of Capehart & Scatchard, P.A. located in Mount Laurel, NJ. The matter is venued in the district office of Freehold before the Honorable Judge Patrick J. Roche.

Permanency evaluation on behalf of the petitioner was performed by Dr. Tobias. Permanency evaluation on behalf of the respondent was performed by Dr. Crawford.

All parties agreed to a settlement award of 27.5% of partial total or \$41,187.00.

The Law Department has reviewed this matter and agrees with the recommendation of the Special Counsel, the Authority's third party workers' compensation administrator and the Authority's Benefits Manager. Authorization is, therefore, requested to allow Special Counsel to settle this matter for the sum of \$41,187.00.

This settlement will be payable under Account No. 10-870-405070.

On motion by Vice Chairman Gravino and seconded by Commissioner Becht, the Authority unanimously approved item numbers 091-03-2015, 093-03-2015, 094-03-2015, 097-03-2015 through 102-03-2015 (Items 090-03-2015, 092-03-2015, and 096-03-2015 were not used); and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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ENGINEERING

Chief Engineer Robert Fischer requested approval of item number 106-03-2015. Moved is the items as follows:

106-03-2015

In a document dated March 3, 2015, a Recommendation to Issue Order for Professional Services Nos. A3561 and A3562 for the New Jersey Turnpike and Garden State Parkway for On-Call Engineering Services, Various Funding Sources, to Dewberry Engineers, Inc., Order for Professional Services No. A3561, Amount: \$4,000,000.00, and to Gannett Fleming, Inc., Order for Professional Services No. A3562, Amount: \$4,000,000.00, was approved.

Through this single procurement process the Authority has selected two consultants to provide on-call engineering services on an as needed basis to assist the Engineering Department

in the review and development of engineering documents. Anticipated efforts include assistance with drainage and traffic studies, the design and preparation of contract documents for minor projects and construction oversight of utilities being installed via License to Cross agreements.

These assignments are classified as "Complex Projects" 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 12 engineering firms were prequalified and eligible under Profile Codes: A092 – Bridges: Miscellaneous, A093 – Bridges: Deck Replacements and Rehabilitations, A250 - Fully Controlled Access Highways, A257 - Roadside Safety Features, A300 - Roadway Lighting Systems, B153 - Roadway Construction Inspection, B154 - Roadway Resurfacing Inspection, B155 - Bridge Construction Inspection, B157 - Bridge Deck Repair /Replacement Inspection, D470 - Surveying: Topographic, D471 - Surveying Property & Right of Way, and D490 - Transportation Planning: Location & Alignment Studies. Thirteen (13) firms submitted EOIs by the closing date of January 16, 2015.

The scoring of the EOIs by the Review Committee resulted in the following order of ranking: 1) Dewberry Engineers, Inc., 2) Gannett Fleming, Inc., 3) Michael Baker Jr., Inc. and 4) Stantec Consulting Services, Inc. These firms were requested to submit Technical Proposals. The Committee reviewed and evaluated each firm's Technical Proposal and determined that presentations were not necessary. The final scoring resulted in Dewberry Engineers, Inc. and Gannett Fleming, Inc. being the highest technically ranked firms. A fee proposal was not required to be submitted because the fee for each task will be negotiated independently in conjunction with the Work Request Authorization process.

It is, therefore, recommended that Order for Professional Services No. A3561 be issued to the firm of Dewberry Engineers, Inc. of Bloomfield, NJ, not to exceed the amount of \$4,000,000.00 which includes reimbursement of direct salaries times a maximum multiplier of 2.53, based on a 10% allowance for profit and an overhead rate of 130%, or, the firm's overhead rate as determined by Federal Audit Regulation procedure, plus authorized, direct non-salary expenses.

It is further recommended that Order for Professional Services No. A3562 be issued to the firm of Gannett Fleming, Inc. of South Plainfield, NJ, not to exceed the amount of \$4,000,000.00 which includes reimbursement of direct salaries times a maximum multiplier of 2.80 based on a 10% allowance for profit and an overhead rate of 157%, or, the firm's overhead rate as determined by Federal Audit Regulation procedure, plus authorized, direct non-salary expenses.

The term of each OPS will be two years and the Authority will have the option of extending the term of each OPS for one additional year.

The issuance of these OPS's are 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).

On motion by Commissioner Becht and seconded by Vice Chairman Gravino, the Authority unanimously approved item no. 106-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
RECUSED	YES	YES	ABSENT	YES	YES	YES

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Chief Engineer Robert Fischer requested approval of item numbers 108-03-2015 and 109-03-2015. Moved is the items as follows:

108-03-2015

In a document dated March 2, 2015, a Recommendation to Issue Municipal Public Facility Order No. 1540-T for the New Jersey Turnpike to Bayonne Municipal Utilities Authority (Sanitary Sewer) for Contract No. T300.311 - Interchange 14A Improvements Project, Ten Year Capital Program No. 39013027, Amount: \$300,000.00, was approved.

This Municipal Public Facility Order ("MPFO") will reimburse Bayonne Municipal Utilities Authority ("BMUA") for costs associated with engineering review and construction inspection services for the relocation of the existing BMUA sanitary sewer facilities impacted by the construction of the New Jersey Turnpike's Interchange 14A Improvement Project. The Authority's contractor will perform all construction work associated with this relocation under Contract No. T300.311.

It is, therefore, recommended that the Executive Director be authorized to execute Municipal Public Facility Order No. 1540-T, not to exceed the amount of \$300,000.00.

109-03-2015

In a document dated March 3, 2015, a Recommendation to Issue Municipal Public Facility Order No. 1541-T for the New Jersey Turnpike to Bayonne Municipal Utilities Authority (Water) for Contract No. T300.311 - Interchange 14A Improvements Project, Ten Year Capital Program No. 39013027, Amount: \$65,000.00, was approved.

This Municipal Public Facility Order ("MPFO") will reimburse Bayonne Municipal Utilities Authority ("BMUA") for the costs associated with engineering review and construction inspection services for the relocation of the existing BMUA water facilities impacted by the construction the

New Jersey Turnpike's Interchange 14A Improvement Project. The Authority's contractor will perform all construction work associated with this relocation under Contract No. T300.311.

It is, therefore, recommended that the Executive Director be authorized to execute Municipal Public Facility Order No. 1541-T, not to exceed the amount of \$65,000.00.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Authority unanimously approved item nos. 108-03-2015 and 109-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	RECUSED

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Chief Engineer Robert Fischer requested approval of item numbers 095-03-2015, 103-03-2015 through 105-03-2015, 107-03-2015, and 110-03-2015. Moved are the items as follows:

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PUBLIC BID SOLICITATIONS – AWARD OF CONTRACTS

103-03-2015

In a document dated March 3, 2015, a Recommendation to Award Contract No. T200.370 for the New Jersey Turnpike to Crisdel Group, Inc. for the Resurfacing, Milepost 0 to 83 and PHMTE - Salem, Gloucester, Camden, Burlington, Mercer and Middlesex Counties, Maintenance Reserve Fund No. 03010002, Amount: \$6,455,000.00, was approved.

This contract involves pavement removal and resurfacing with Hot Mix Asphalt Surface Course Pavement along Turnpike mainline roadways, ramps, shoulders and toll plazas along with other incidental work at various locations from Milepost 0 to 83 and the Pearl Harbor Memorial Turnpike Extension in Salem, Gloucester, Camden, Burlington, Mercer and Middlesex Counties.

Two bid proposals were received on March 3, 2015 for the above publicly advertised contract, as shown on the attached bid summary sheet. The low bid proposal in the amount of \$6,455,000.00 may be compared to the second low bid proposal in the amount of \$6,598,500.00. The low bidder, Crisdel Group, Inc. has performed work for the Authority and is considered competent to complete this contract.

It is, therefore, recommended that Contract No. T200.370 be awarded to the low bidder, Crisdel Group, Inc. of South Plainfield, New Jersey, in the amount of \$6,455,000.00. 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 for this work were procured, and the authorization being sought is to award this

contract to the lowest responsible bidder, in accordance with N.J.S.A. 27:23-6.1, N.J.A.C. 19:9-2.2, and Executive Order No. 37 (Corzine 2006).

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

104-03-2015

In a document dated March 17, 2015, **a Recommendation to Award Contract No. P500.325 for the Garden State Parkway to Joseph A. Natoli Construction Company for the Construction of Motor Vehicle Facility at NJSP Troop D Station, Milepost 153 NB, Ten Year Capital Program Fund No. 39005013, Amount : \$7,237,000.00**, was approved.

This contract will provide for construction of a new motor vehicle maintenance facility, demolition of the Sunoco fuel station adjacent to the new Bloomfield state police station and site remediation for underground storage tanks at GSP MP 153NB in the Township of Bloomfield, Essex County.

Six bid proposals were received on February 26, 2015, as shown on the attached bid summary sheet. Hall Building Corp. submitted the low bid of \$6,542,511.20. This low bid is more than \$1.0M lower than the Engineer's Estimate of \$7,617,884.00, and approximately \$700,000 lower than the next low bid of \$7,237,000.00 from Joseph A. Natoli Construction Company. After the bid opening, Hall Building Corp. reviewed its bid and immediately notified the Chief Engineer that an error had occurred. Hall Building Corp. stated they had made a \$373,000 mistake as they had inadvertently not allocated their General Conditions estimate across multiple line items, as is their standard practice. As a result, Hall Building Corp. requested withdrawal of its bid.

The Law and Engineering Departments reviewed the circumstances of Hall Building Corp.'s bid mistake and agreed that Hall Building Corp. may withdraw. The Chief Engineer and General Counsel, therefore, recommend that the Authority award Contract No. P500.325 to the next lowest bidder, Joseph A. Natoli Construction Company of Pine Brook, New Jersey in the amount of \$7,237,000.00. Natoli has performed similar work for the Authority in the past, and is currently at the same site completing Contract P500.273, Construction of the new Bloomfield New Jersey State Police Station. This proposal may be compared to the Engineer's Estimate of \$7,617,884.00, and Joseph A. Natoli Construction Company is considered competent to complete this contract. 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 for this work were procured, and the authorization being sought is to award this contract to the lowest responsible bidder, in accordance with N.J.S.A. 27:23-6.1, N.J.A.C. 19:9-2.2, and Executive Order No. 37 (Corzine 2006).

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

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ORDER FOR PROFESSIONAL SERVICES (OPS)

105-03-2015

In a document dated March 11, 2015, **a Recommendation to Issue Order for Professional Services No. A3558 for the New Jersey Turnpike and Garden State Parkway to Tishman Construction Corporation of New Jersey for the Supervision of Construction Services for the Facilities Improvement Program - Central Inventory Facility and Backup Traffic / Data Management Center, Ten Year Capital Program Fund No. 39005013, Amount: \$5,600,000.00,** was approved.

This Order for Professional Services will provide for Supervision of Construction Services for two contracts of the Facilities Improvement Program, specifically Contract No. A500.357 Construction of the New Central Inventory Building, Milepost 90 NB (anticipated to be awarded April 2015) and Contract No. A500.365 Construction of the Backup Traffic / Data Management Center, Milepost 72 SB (anticipated to be awarded 1st quarter 2016).

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 41 engineering firms were prequalified and eligible under Profile Codes: B151 - Construction Management; B152 - Project Management (Scheduling); and B159 - Building Construction and Renovations Inspection. Five firms submitted EOIs by the closing date of January 20, 2015.

The scoring of the EOIs by the Review Committee resulted in the following order of ranking: 1) Michael Baker, Jr., Inc.; 2) Tishman Construction Corporation of New Jersey; and 3) Parsons Brinckerhoff, Inc. These three firms were requested to submit Technical and sealed Fee Proposals. Due to the close scores, it was determined that Oral Presentations would be required from Michael Baker, Jr., Inc. and Tishman Construction Corporation of New Jersey. Final scoring resulted in Tishman Construction Corporation of New Jersey being the highest technically ranked firm. The fee submitted 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. A3558 be issued to the firm of Tishman Construction Corporation of New Jersey of Newark, New Jersey, not to exceed the amount of \$5,600,000.00. This amount includes reimbursement of direct salaries times a maximum multiplier of 2.50 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

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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):

107-03-2015

In a document dated March 6, 2015, **a Recommendation to Enter into On-Call Technical Support Services Agreement No. # 112-15 with Rutgers University, Infrastructure Monitoring and Evaluation (RIME) Laboratory for the New Jersey Turnpike and Garden State Parkway to Rutgers University for an Agreement to Perform On-Call Technical Support Services, Ten Year Capital Program Fund No. 39001033 and Special Project Reserve Fund Nos. 04008087 and 04018055, Amount: \$1,900,000.00**, was approved.

Rutgers University currently provides specialized technical on-call support services for the Engineering and Maintenance Departments including refined structural analyses, testing and recommendations for improvements to construction specifications for High Performance Concrete (HPC) used in bridge deck and barrier parapets, and laboratory and field testing of new and advanced concrete and steel materials, as well as the development and maintenance of web based software and technical requirements for data collection to assist Maintenance personnel in managing resources during snow storms.

The Engineering, Maintenance and now the Operations Departments have determined that a continuation of on-call specialized technical support services are required from Rutgers University RIME Laboratory to support the Authority in an efficient and cost effective manner. The Authority's Operations Department has a need for the services of Rutgers University to develop, deploy and maintain customized computer application(s) in Excel for better access and use of traffic and safety data. This will allow for easy access, storage, management, visualization and update of various traffic and crash data sets for both roads based on the needs of the Authority's Operations Department and the NJ State Police.

Authorization is requested to enter into a two-year on-call agreement with Rutgers University to provide these services for an amount not to exceed \$950,000 per year (\$1,900,000 maximum total for first 2 years), with an option for the Authority's Executive Director to approve three - one year extensions. The maximum allowable value of an individual work task assignment is \$250,000. This contract was procured in accordance with N.J.A.C. 19:9-2.4(d)(3), promulgated pursuant to N.J.S.A. 27:23-1 et seq., the Authority's enabling legislation, and Executive Order No. 37 (Corzine 2006).

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MISCELLANEOUS

095-03-2015

In a document dated March 27, 2015, a Recommendation to Grant Delegated Authority to issue a Type 3 Change Order to George Harms Construction Co., Inc. for Contract P200.199 - Shoulder Restoration and Improvements, Milepost 83.5 to 88.5, Ten Year Capital Program Fund No. 39003040, Not to exceed amount of: \$1,500,000.00, was approved.

It is recommended that the Executive Director be granted delegated authority to issue a Type 3 Change Order to Contract No. P200.199 in an amount not to exceed one million five hundred thousand dollars (\$1,500,000). The work associated with this Change Order is for the construction of a salt storage facility to be located in Telegraph Hill's south overflow lot adjacent to the Parkway's Maintenance District 5 in Holmdel Township, Monmouth County.

During the past two winter seasons, the Authority has encountered issues with the availability and distribution of salt to treat its roadways. To mitigate such issues, the Authority wishes to commence with the construction of an 11,000 ton capacity salt storage facility at the Telegraph Hill south overflow lot as soon as possible, so that it will be available for use during the 2015/2016 snow season. Staff makes this exigent request for delegated authority because delaying the start of the project would likely result in the facility not being available for use prior to the next snow season. This salt storage facility's added capacity will greatly benefit the Maintenance Department's ability to withstand the recurring salt shortages which have been experienced by virtually all state, county, and municipal entities throughout the northeast region the past two winter seasons.

The proposed salt storage facility would consist of an approximate 80' by 160' structure comprised of 10' reinforced concrete walls and a prefabricated roof truss system and fabric roof. The work would also include paving, fencing, and site lighting. Construction activities are anticipated to take four to six months to complete. The Engineer's Estimate for this work is \$1,500,000.00.

It is, therefore, recommended that the Executive Director be delegated the authority to issue a Type 3 Change Order to Contract No. P200.199 in an amount not to exceed \$1,500,000.00 to George Harms Construction Co., Inc.

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ACKNOWLEDGE REPORTS OF
ENGINEERING EXPENDITURES UNDER DELEGATED AUTHORITY

110-03-2015

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

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

On motion by Treasurer DuPont and seconded by Commissioner Becht, the Authority unanimously approved item nos. 095-03-2015, 103-03-2015 through 105-03-2015, and 107-03-2015; 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 110-03-2015 and received same for file.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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MAINTENANCE

Acting Deputy Director of Maintenance Parkway Kenneth McGoldrick requested approval of item numbers 111-03-2015 through 114-03-2015. Moved as a group those items are as follows:

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PUBLIC BID SOLICITATIONS – AWARD OF CONTRACTS

111-03-2015

In a document dated March 2, 2015, a Recommendation to Award Contract No. P500.376 for the Garden State Parkway to Pravco, Inc. for the Roof Replacement at Parkway Montvale Service Area, Borough of Montvale, Bergen County, Supplemental Capital Fund No. 08007019, Amount: \$529,900.00, was approved.

This contract involves the roof removal and replacement at the Parkway Montvale Service Area (MP 171.0) in Bergen County, New Jersey.

Four (4) bid proposals were received on March 4, 2015 for the above publicly advertised contract, as shown on the attached bid summary sheet. The lowest bid proposal, submitted by Pravco, Inc., in the amount of \$529,900.00, meets all the terms and conditions and may be compared to the Engineer's Estimate in the amount of \$472,375.00. Pravco, Inc. has previously performed work for the Authority and is considered competent to complete this contract.

It is, therefore, recommended that Contract No. P500.376 be awarded to the low bidder, Pravco, Inc., Rahway, New Jersey, in the amount of \$529,900.00. 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 – McGreevey 2004) 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.

112-03-2015

In a document dated March 6, 2015, **a Recommendation to Award Contract No. T500.383 for the New Jersey Turnpike to Guadelli Bros., Inc. for the 2015 HVAC Equipment Upgrades - Bergen, Burlington, Camden, Hudson, Mercer, Middlesex, and Salem Counties, Special Projects Reserve Fund No. 04007051, Amount: \$1,274,200.00**, was approved.

This contract involves the removal and replacement of approximately 20 roof top and make-up air HVAC units at various Service Areas and Interchanges on the New Jersey Turnpike in Salem, Camden, Burlington, Mercer, Middlesex, Hudson and Bergen Counties, New Jersey.

Three (3) bid proposals were received on March 4, 2015 for the above publicly advertised contract, as shown on the attached bid summary sheet. The lowest bid proposal, submitted by Guadelli Bros., Inc., in the amount of \$1,274,200.00, meets all the terms and conditions and may be compared to the Engineer's Estimate in the amount of \$1,313,735.00. Guadelli Bros., Inc. has not previously performed work for the Authority but is considered competent to complete this contract.

It is, therefore, recommended that Contract No. T500.383 be awarded to the low bidder, Guadelli Bros., Inc., Millville, New Jersey, in the amount of \$1,274,200.00. 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 – McGreevey 2004) 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.

113-03-2015

In a document dated March 6, 2015, **a Recommendation to Issue Supplement to Contract No. A200.343 for the New Jersey Turnpike and Garden State Parkway to Joseph M. Sanzari, Inc. for the Immediate Repair of Drainage Structures and Underground Facilities – New Jersey Turnpike Mileposts 0 to 122 and Garden State Parkway Mileposts 0 to 172.4, Budget Code: 156885 00 030 500, Original Award Amount: \$2,000,000.00, Amount of Supplement: \$1,000,000.00, Amount of Contract: \$3,000,000.00**, was approved.

Contract No A200.343 was issued to Joseph M. Sanzari, Inc. at the May 28, 2014 Commission Meeting (Agenda item 185-05-2014) to provide immediate repairs of drainage structures and underground facilities for the New Jersey Turnpike Authority over a two-year term, for a total authorized amount not to exceed \$2,000,000.00. At this time an additional \$1,000,000.00

is being requested as described herein. Each individual task will follow the WRAF procedure.

The Maintenance Division is in need of a supplement to provide for the emergency repair of a sinkhole at Parkway milepost 123.8 near the Cheesequake Service Area which has a cost of approximately \$900,000.00. The supplement is necessary as the original contract amount has been and will be used for a variety of other, less costly, repairs and is not sufficient to also absorb a single emergency repair of this scale. This repair will ensure the integrity of the roadway and the safety of the Authority's patrons.

It is, therefore, recommended that a Supplement to Contract No A200.343 be issued to Joseph M. Sanzari, Inc. in the amount of \$1,000,000.00, with compensation on the same basis as the original Contract. The addition of this amount increases the total authorized fee for this Contract from \$2,000,000.00 to \$3,000,000.00.

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ACKNOWLEDGE REPORTS OF
MAINTENANCE EXPENDITURES UNDER DELEGATED AUTHORITY

114-03-2015

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

➤ Construction Contract Progress Report

On motion by Commissioner Diaz and seconded by Commissioner Becht, the Authority unanimously approved item nos. 111-03-2015 through 113-03-2015, 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 114-03-2015 and received same for file.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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PROCUREMENT ("PMM")

Director of Purchasing Andrea Ward requested approval of item numbers 115-03-2015 through 139-03-2015. Moved as a group those items are as follows:

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PUBLIC BIDS SOLICITATIONS

115-03-2015

In a document dated March 9, 2015, **a Recommendation for 100 KW Natural Gas Generator to Cooper Power Systems, R-113493, Budget Code: 010 00 500 480060, Amount: \$38,950.00**, was approved.

Authorization is requested to award a contract for a 100 kilowatt natural gas generator for the Union Maintenance yard on the Garden State Parkway. This generator will replace a 1994 unit that has surpassed its life expectancy. The bid was fully advertised and the five vendors listed in the Authority's database for this equipment were notified of the procurement. On February 18, 2015, bids were received as follows:

<u>Vendor</u>	<u>Total Price</u>
Cooper Power Systems, Ocean, NJ	\$38,950.00
Leete Generators, Santa Rosa, CA	\$45,100.00

Departmental Estimate \$45,000.00

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 contract to Cooper Power Systems for a total amount not to exceed \$38,950.00.

116-03-2015

In a document dated March 6, 2015, **a Recommendation for Tandem Axle Trailers to Kraftsman, Inc., R-113420, Budget Code: 010 00 500 480060, Amount: \$216,675.00**, was approved.

Authorization is requested to award a contract for 15 tandem-axle trailers which will transport the brine tank systems used to pre-treat the Roadways prior to snow events. Bidders were required to bid unit and total prices for the trailers. The bid was fully advertised and the seven vendors listed in the Authority's database for this equipment were notified of the procurement. Bids were received on February 18, 2015 as follows:

<u>Vendor</u>	<u>Unit Price</u>	<u>Total Price</u>
Kraftsman, Inc. Ramseur, NC	\$14,445.00	\$216,675.00
Steven L. Green Trailers, Farmingdale, NJ	\$15,500.00	\$232,500.00
Harter Equipment, Inc., Millstone Twp., NJ	\$16,185.00	\$242,775.00
H.A. DeHart & Son, Inc., Thorofare, NJ	\$16,785.00	\$251,775.00
Garden State Bobcat, Inc., Freehold, NJ	\$16,898.17	\$253,472.55
Trico Equipment Services, LLC, Vineland, NJ	\$17,472.00	\$262,080.00
Trius, Inc., Bohemia, NY	\$17,792.00	\$266,880.00

Departmental Estimate \$240,000.00

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 contract to Kraftsman, Inc. for a total amount not to exceed \$216,675.00.

117-03-2015

In a document dated March 12, 2015, a Recommendation for Skid Steer Loaders to Garden State Bobcat, Inc., R-113353, Budget Code: 040 00 500 156555 04007021, Amount: \$163,920.82, was approved.

Authorization is requested to award a contract for two skid steer loaders that will be used by the Maintenance Department for various roadside operations better suited for smaller-sized loaders. Bidders were required to bid unit and total prices for the equipment. The bid was fully advertised and the nine vendors listed in the Authority's database for this equipment were notified of the procurement. On February 4, 2015, one compliant bid was received:

<u>Vendor</u>	<u>Unit Price</u>	<u>Total Bid Price</u>
Garden State Bobcat, Inc., Freehold, NJ	\$81,960.41	\$163,920.82

Departmental Estimate \$180,000.00

Non-Compliance:

Bids were also received from four other bidders. The Maintenance Department, however, found that while these bids are lower priced than Garden State Bobcat, Inc.'s bid, each of the bidders took several significant exceptions to the technical specifications. Examples of the deficiencies are: 1) Penn Jersey Machinery, LLC, Frenchtown, NJ - \$132,400.00 - Penn Jersey bid a 74 horsepower engine versus the specified 90 horsepower minimum; 94" bucket dump height versus the specified 104" height; a wider 95" bucket turning radius versus the 90" maximum; operational capacity of 3,000 lbs. versus the specified 3,475 lbs. minimum; and Volvo yellow paint (not an approved equivalent) versus the specified DuPont Dulux – Omaha orange. 2) Cherry Valley Tractor Sales, Marlton, NJ - \$136,860.00 - Cherry Valley bid 7,600 lbs. for the tipping load versus 9,900 lbs.; speed range of 5.1 mph to 7.6 mph versus the specified 6 mph to 10 mph; and three-point seatbelt versus the specified pull down inter-locking lap bar. 3) Foley, Inc., Piscataway, NJ - \$152,290.00 – Foley, Inc. bid 9,100 lbs. tipping load versus 9,900 lbs.; 9,195 lbs. weight versus the specified 10,000 lbs. minimum. In addition, Foley, Inc. failed to complete the Exception and Unit information forms in the bid, thus, Maintenance staff could not

evaluate their bid with respect to key technical criteria such as operator controls, drive system and hydraulic system. 4) Hoffman International, Inc. Piscataway, NJ - \$157,663.66 – Hoffman bid 74 horsepower engine versus the specified 90 horsepower; 9,145 lbs. tipping load versus specified 9,900 lbs.; speed range of 4.8 mph to 7.8 mph versus the specified 6 mph to 10 mph; and Hoffman did not offer the following specified features: steering drift; system voltage; real time fuel consumption rate; and job clock. The Maintenance Department deemed these exceptions unacceptable and recommends that the bids Penn Jersey Machinery, LLC, Cherry Valley Tractor Sales, Foley, Inc. and Hoffman International, Inc. be rejected. Garden State Bobcat, Inc. took no exceptions and complied with the specifications.

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 contract to Garden State Bobcat, Inc. for a total amount not to exceed \$163,920.82.

118-03-2015

In a document dated March 12, 2015, **a Recommendation for Cargo Vans and Accessories to Mall Chevrolet, Inc., R-113531, Budget Code: 010 00 500 480060, Amount: \$494,304.00**, was approved.

Authorization is requested to award a contract for 16 cargo vans and accessories for the Buildings Division. The vans will replace older models that have surpassed their life expectancy. Bidders were required to quote unit and total prices for the vans and accessories. The bid was fully advertised and the 12 vendors listed in the Authority's database for this equipment were notified of the procurement. On February 19, 2015, one compliant bid was received:

<u>Vendor</u>	<u>Unit Price</u>	<u>Total Price</u>
Mall Chevrolet, Inc., Cherry Hill, NJ	\$30,894.00	\$494,304.00

Departmental Estimate \$544,000.00

Non-Compliance

Another bid was submitted from Miller Ford Lincoln of Lumberton, NJ, in the amount of \$549,088.00. The Maintenance Department, however, found that this bidder took several exceptions to the technical specifications which were deemed material and unacceptable. For example, Miller Ford bid a much smaller engine, smaller fuel tank and reduced warranty. Therefore, the Maintenance Department recommends that Miller Ford Lincoln's bid be rejected.

Mall Chevrolet's bid met all the technical specifications and contained only one exception relating to a later delivery date that was deemed acceptable.

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 contract to Mall Chevrolet, Inc. for a total amount not to exceed \$494,304.00.

119-03-2015

In a document dated March 13, 2015, **a Recommendation for Four-Wheel Drive Extended Cab Pick-Up Trucks to Winner Ford, R-113528, Budget Code: 010 00 500 480060, Amount: \$498,289.04**, was approved.

Authorization is requested to award a contract for 17 four-wheel drive extended cab, short bed pick-up trucks for Maintenance operations. Bidders were required to quote unit and total prices for the trucks. The bid was fully advertised and the 12 vendors listed in the Authority's database for this equipment were notified of the procurement. Compliant bids were received on February 19, 2015 as follows:

<u>Vendor</u>	<u>Unit Price</u>	<u>Total Bid Price</u>
Winner Ford, Cherry Hill, NJ	\$29,311.12	\$498,289.04
Route 23 Automall, Butler, NJ	\$30,318.76	\$515,419.00
Miller Ford Sales, Lumberton, NJ	\$32,093.00	\$545,581.00
Hawthorne Automotive, Hawthorne, NJ	\$32,335.12	\$549,697.04
Brian Hoskins Ford, Coatesville, PA	\$33,250.00	\$515,419.00

Departmental Estimate \$510,000.00

Non Compliance:

Another bid was submitted by Mall Chevrolet of Cherry Hill, NJ in the total amount of \$537,399.90. This bid contained exceptions that the Maintenance Department deemed material and unacceptable. For example, Mall Chevrolet bid a 150-amp alternator versus the specified 200-amp for the electrical system, and a single horn for the cab versus the specified dual horns. Therefore, it is recommended that the bid from Mall Chevrolet be rejected. The bid submitted by Winner Ford contained no exceptions and met the specifications.

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 contract to Winner Ford for a total amount not to exceed \$498,289.04.

120-03-2015

In a document dated March 6, 2015, **a Recommendation for Utility Vans and Accessories to Mall Chevrolet, Inc., R-113529 / Budget Code: 010 00 500 480060, Amount: \$108,150.00**, was approved.

Authorization is requested to award a contract for three one-ton utility vans and accessories for the Buildings Division. The vans will replace older models that have surpassed their life expectancy. Bidders were required to bid unit and total prices for the vans and accessories. The bid was fully advertised and the 12 vendors listed in the Authority's database for this equipment were notified of the procurement. Bids were received on February 19, 2015 as follows:

<u>Vendor</u>	<u>Unit Price</u>	<u>Total Price</u>
Mall Chevrolet, Inc., Cherry Hill, NJ	\$36,050.00	\$108,150.00

Departmental Estimate \$108,000.00

Non-Compliance:

A bid was also received from Miller Ford Lincoln of Lumberton, NJ (\$103,269.00). The Maintenance Department, however, found that this bidder took several exceptions to the technical specifications which were deemed material and unacceptable. For example, Miller Ford bid a much smaller engine (3.5 liter versus the specified minimum of 6.0 liter); smaller fuel tank (25 gallons versus specified 31 gallons) and reduced warranty (5 years/60,000 miles on engine and powertrain versus specified 5 years/100,000 miles). Therefore, the Maintenance Department recommends that Miller Ford Lincoln's bid be rejected. Mall Chevrolet's bid met all the technical specifications and contained only one exception relating to a later delivery date that was deemed acceptable.

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 contract to Mall Chevrolet, Inc., for a total amount not to exceed \$108,150.00.

121-03-2015

In a document dated March 19, 2015, a Recommendation for Office Supplies and Furniture (SBE Set-Aside) to The Office Concepts Group, RM-113266, Budget Code: Various, Amount: \$100,000.00, was approved.

Authorization is requested to award a contract for general office supplies, including but not limited to electronic items, furniture and media items to be used by personnel throughout the Authority's offices and facilities and to be warehoused as inventory. Bidders were required to bid discounts off list prices in one of two catalogs, namely United Stationers 2015 and S.P. Richards 2015. The bid used a total list price of \$125,400.00 for purchases from the period April 1, 2014 through December 31, 2014 for purposes of comparing the discounts quoted and determining, as the basis of award, the lowest total bid submitted. The bid was fully advertised and the eight vendors listed in the Authority's database for these materials were notified of the procurement. Bids were received on February 18, 2015 as follows:

<u>Vendor</u>	<u>Total Bid Price (Basis of Award)</u>
The Office Concepts Group, Midland Park, NJ	\$76,709.10
CMF Business Supplies, Inc. South Plainfield, NJ	\$78,052.50

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). Furthermore, the Authority designated this contract as an SBE Set-Aside Contract as defined by the New Jersey Department of the Treasury in accordance with *N.J.S.A. 52:32-17 et seq.* and *N.J.A.C. 17:14-1.1*. 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.

Although The Office Concepts Group's bid is \$76,709.10, this amount was used for comparative award purposes only. The requisition is for an authorized contract amount not to exceed \$100,000, to allow for any potential office supply needs during the contract period. Accordingly, authorization is requested to award a one-year contract for office supplies and furniture to The Office Concepts Group in a total amount not to exceed \$100,000.00, subject to funding availability at the time of order. Authorization is further requested for the Executive Director to approve each of the two, one-year extensions upon satisfactory performance by the vendor.

122-03-2015

In a document dated March 9, 2015, a Recommendation for Traffic Control Signs to Garden State Highway Products, Inc. , R-113760, Budget Code: 040 01 585 650010 04018050, Amount: \$76,531.80, was approved.

Authorization is requested to award a contract for traffic signals and visors for four New Jersey Turnpike interchanges that are due for construction upgrades. Bidders were required to bid unit and total prices for 60 X/down arrow symbols and 60 aluminum visors. The bid was fully advertised and the 12 vendors listed in the Authority's database for this equipment were notified of the procurement. A sole bid was received on February 24, 2015 as follows:

<u>Vendor</u>	<u>X/Down Arrows</u>	<u>Visors</u>	<u>Total Bid Price</u>
Garden State Highway Products, Inc., Vineland, NJ	\$ 59,853.00	\$16,678.80	\$ 76,531.80

Departmental Estimate \$70,680.00

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 contract to Garden State Highway Products, Inc. for a total amount not to exceed \$76,531.80.

123-03-2015

In a document dated March 10, 2015, a Recommendation for Disposal of Sanitary Waste (Modification) to McGovern Environmental, LLC, RM-114234, Contract No. 1680, Budget Code: Various, Current Authorized Amount: \$91,175.00, Requested Amount: \$24,000.00, New Authorized Amount: \$ 115,175.00, was approved.

In June 2012, the Authority awarded a contract to McGovern Environmental, LLC to remove and transport sewage waste from the Authority's septic systems and sludge tanks, as well as restaurant grease trap oil and grease, to a permitted facility. In addition, the vendor provides pressurized water jet cleaning services as requested. The Engineering Department has requested an increase to Contract No. 1680 in the amount of \$24,000.00 as additional funds are required to continue these services through the contract expiration of June 14, 2015.

This contract was originally bid and awarded 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 contract is in compliance with Public Law 2005, Chapter 51 and Executive Order No. 117 (Corzine 2008).

Accordingly, approval is requested to increase Contract No. 1680 by \$24,000.00. This increase will bring the total authorized amount of Contract No. 1680 with McGovern Environmental, LLC to \$115,175.00, subject to funding availability at the time of order.

124-03-2015

In a document dated March 13, 2015, **a Recommendation for Treated Rock Salt – Supplemental Supply Contract (Modification) to Oceanport, LLC, RM-114959 – Contract No. 2080, Budget Code: Various, Current Authorized Amount: \$1,812,000.00, Requested Amount: \$900,000.00, New Authorized Amount: \$ 2,712,000.00**, was approved.

At the December 16, 2014 Commissioners meeting (Agenda item 485-12-2014), the Authority authorized a contract with Oceanport, LLC to supply approximately 20,000 tons of granular sodium chloride (treated rock salt) for the southern portions of both Roadways for de-icing during winter storm events. Due to the frequency of winter storm events, the Authority is requesting an increase of 10,000 tons of salt in an amount not to exceed \$900,000.00.

This contract was publicly bid in accordance with N.J.S.A. 27:23-6.1, N.J.A.C. 19:9-2.2 and Executive Order 37 (Corzine 2006). The contract will expire December 2, 2015 and has an option to extend for two additional one-year periods under the same terms and conditions. The Executive Director has authority to approve these extensions per the December 2014 Agenda item.

Accordingly, authorization is requested to increase Contract No. 2080 with Oceanport, LLC by \$900,000.00. This increase will bring the total authorized amount of Contract No. 2080 to \$2,712,000.00, subject to funding availability at the time of ordering.

125-03-2015

In a document dated March 2, 2015, **a Recommendation for Rock Salt –Emergency Procurement to Garden State Sealing, Inc., Mid-Atlantic Salt, LLC, Cargill Deicing Technology, Tuckahoe Sand & Gravel Co., Inc., TEV Corporation, and Gateway Terminal, RM-114961 / R-114934 / RM-115002 / RM-114941 / R-114865 / RM-115031, Budget Code – Various, Amount: \$431,312.50**, was approved.

The State of New Jersey experienced extreme weather conditions with multiple snow and ice storms during the 2014/2015 winter season. In order to support snow removal operations, the Authority relies primarily on treated rock salt for deicing both roadways during winter events. This material is especially needed for deicing the roadways and bridges when temperatures are below freezing. The Authority's primary supplier of treated rock salt was unable to timely supply the Authority with all of the salt it was ordering. To avoid being without adequate supplies of rock salt, staff began searching for alternate suppliers of de-icing materials. Staff contacted available suppliers of treated and untreated rock salt in the region. Staff found three vendors -- Garden State Sealing, Inc., Mid-Atlantic Salt, LLC and Cargill Deicing Technology -- which had limited quantities of rock salt available at reasonable prices. In addition, given the exigent circumstances, the Authority had to utilize three trucking companies -- Tuckahoe Sand & Gravel Co., Inc., Gateway Terminal and TEV Corporation -- to assist in the transport of the salt. Emergency contracts were awarded as follows:

- | | |
|---|--|
| 1) Garden State Sealing, Inc.
delivered 400 tons of rock salt | \$ 45,000.00 (Average cost of \$110 per ton) |
| 2) Mid-Atlantic Salt, LLC
supplied 1,000 tons of rock salt | \$ 95,000.00 (\$95.00 per ton, w/o delivery) |
| 3) Cargill Deicing Technology
supplied 2,000 tons of rock salt | \$147,000.00 (\$73.5 per ton, w/o delivery) |
| 4) Tuckahoe Sand & Gravel Co., Inc.
transported rock salt | \$ 51,000.00 |
| 5) Gateway Terminal
transported rock salt | \$ 75,000.00 |
| 6) TEV Corporation
transported rock salt | \$ 8,312.50 |

In the interest of the safety of the motoring public on the Authority's roadways, the authorization requested herein was made pursuant to the exigency exception to the public bid laws 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(d)2*, promulgated pursuant thereto, and Executive Order No. 37 (Corzine 2006). A resolution as required by *N.J.A.C. 19:9-2.2(d)2* is attached hereto.

Accordingly, authorization is requested to ratify the award of emergency contracts for rock salt and related transportation costs with: 1) Garden State Sealing in the amount of \$45,000.00; 2) Mid-Atlantic Salt, LLC in the amount of \$95,000.00; 3) Cargill Deicing Technology in the amount of \$147,000.00; 4) Tuckahoe Sand & Gravel Co., Inc. in the amount of \$51,000.00; 5) Gateway Terminal in the amount of \$75,000.00 and 6) TEV Trucking in the amount of \$8,312.50, as outlined herein. Authorization is also requested for an additional \$10,000.00 for any unforeseeable expenses related to the purchase of rock salt and transportation costs through the remaining winter season, subject to funding availability at the time of order.

RESOLUTION FOR EMERGENCY PROCUREMENT ROCK SALT AND TRANSPORTATION SERVICES

WHEREAS, the New Jersey Turnpike Authority (Authority) operates the Garden State Parkway and New Jersey Turnpike, collectively the "Roadways"; and

WHEREAS, the State of New Jersey experienced extreme weather conditions with multiple snow and ice storms during the 2014/2015 winter season; and

WHEREAS, the Executive and Maintenance Departments did not want to have inadequate supplies of de-icing materials to treat the Roadways during winter weather events; and

WHEREAS, the Executive Department determined that the inadequate supplies of treated and untreated rock salt could pose a threat to the safety of the motoring public; and

WHEREAS, staff sought several sources of deicing materials and found the following three vendors in the region that could provide limited quantities of rock salt at reasonable unit prices: 1) Garden State Sealing, Inc.; 2) Mid-Atlantic Salt, LLC; and 3) Cargill Deicing Technology; and

WHEREAS, given the immediacy of the rock salt purchases, Authority staff also had to utilize the following three trucking companies to transport and move the deicing materials from the suppliers to multiple Maintenance Districts: 1) Tuckahoe Sand & Gravel Co.; 2) Gateway Terminal; and 3) TEV Corporation; and

WHEREAS, the vendors delivered rock salt and transportation services as follows:

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- | | | |
|---|--------------|---------------------------------|
| 1) Garden State Sealing, Inc.
delivered 400 tons of rock salt | \$ 45,000.00 | (Average cost of \$110 per ton) |
| 2) Mid-Atlantic Salt, LLC
supplied 1,000 tons of rock salt | \$ 95,000.00 | (\$95.00 per ton, w/o delivery) |
| 3) Cargill Deicing Technology
supplied 2,000 tons of rock salt | \$147,000.00 | (\$73.5 per ton, w/o delivery) |
| 4) Tuckahoe Sand & Gravel Co., Inc.
transported rock salt | \$ 51,000.00 | |
| 5) Gateway Terminal
transported rock salt | \$ 75,000.00 | |
| 6) TEV Corporation
transported rock salt | \$ 8,312.50 | |

WHEREAS, the Authority also seeks authorization for an additional \$10,000.00 for any unforeseeable expenses related to the purchase of rock salt and transportation costs through the remaining winter season; and

WHEREAS, the Authority's regulations pursuant to *N.J.A.C. 19:9-2.2(d)2*, promulgated under *N.J.S.A. 27:23-6.1*, permit emergency procurements when a threat to the health, welfare or safety of the public exists and does not allow sufficient time to advertise or award contracts by public bidding; and

NOW, THEREFORE, BE IT RESOLVED THAT the Authority's Commissioners hereby ratify and approve the award of contracts to the vendors listed herein for a total amount not to exceed \$431,312.50, under the emergency procurement exception to public advertisement permitted by *N.J.A.C. 19:9-2.2.2(d)2* and Executive Order No. 37.

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STATE CONTRACTS AND FEDERAL CONTRACTS

126-03-2015

In a document dated March 19, 2015, **a Recommendation for Trailer-Mounted Attenuators with Arrow Boards to Atlas Flasher and Supply Company, Inc., R-114441, Budget Code: 010 00 500 480060, State Contract No. 83111 expiring 12/31/2015, Amount: \$396,880.00,** was approved.

Under this contract, Atlas Flasher & Supply Co., Inc. will supply 20 trailer mounted attenuators with arrow boards. These units will be used by the Maintenance Department for various traffic control operations on both Roadways. The trailer-mounted attenuators are available from NJ State Contract No. 83111 expiring 12/31/15.

This procurement, under State Contract No. 83111, 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 to Atlas Flasher & Supply Co., Inc. for a total amount not to exceed \$396,880.00.

127-03-2015

In a document dated March 11, 2015, **a Recommendation for Red Hat Linux Software and Licenses to SHI International Corp., R-114204, Budget Code: 040 00 830 650010 04008136, State Contract No. 77560 expiring 6/30/2015, Amount: \$57,979.25,** was approved.

Under this contract, SHI International Corp. will supply Red Hat Linux operating system software and licenses for 25 new servers to be installed at various toll plazas on the Garden State Parkway. These operating systems and licenses are available from NJ State Contract No. 77560 expiring 6/30/15.

This procurement, under State Contract No. 77560, 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. Furthermore, the State Contract provides access to several software providers and, therefore, requires agencies to seek multiple quotes to ensure the most competitive pricing. Quotes were solicited from two State Contract authorized dealers, and one quote was received from SHI International Corp. in the amount of \$57,979.25.

Accordingly, authorization is requested to award the referenced contract to SHI International Corp. for a total amount not to exceed \$57,979.25.

128-03-2015

In a document dated March 19, 2015, **a Recommendation for Microsoft Licensing 2015 to Dell Marketing, LP, R-114230, Budget Code: 010 00 830 121020, State Contract No. 77003 expiring 6/30/2015, Amount: \$115,057.70**, was approved.

Under this contract, Dell Marketing, LP will supply several Microsoft licenses: Microsoft Window Server 2012; Microsoft Hyper-V Server 2012; Microsoft Desktop Optimization software; client access licenses; as well as support services. These software packages will allow the continued use of legacy applications such as the SPEAR Maintenance Management Software. These products will be valid through February 28, 2016.

This procurement, under State Contract No. 77003, 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 the referenced State Contract to Dell Marketing, LP in an amount not to exceed \$115,057.70.

129-03-2015

In a document dated March 12, 2015, **a Recommendation for Toughbook Laptop Computers to CDW Government, Inc., R-114327, Budget Code: 390 00 830 156555 39005013IT, State Contract No. 75583 expiring 9/30/2015, Amount: \$155,805.00**, was approved.

Under this contract, CDW Government, Inc. will supply 39 replacement Toughbook laptop computers. These rugged laptop computers will be used by Maintenance technicians and trades personnel for the management of the building maintenance system. The laptops are available from NJ State Contract No. 75583 expiring 9/30/15.

This procurement, under State Contract No. 75583, 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 to CDW Government, Inc. for a total amount not to exceed \$155,805.00.

130-03-2015

In a document dated March 13, 2015, **a Recommendation for Annual Computer Hardware to ePlus Technology, Inc., R-114233, Budget Code: 010 00 830 480030, State Contract No. 70262 expiring 9/30/1015, Amount: \$122,084.51**, was approved.

The Integrated Technology Services Department (ITS) has requisitioned a contract to purchase 40 laptops, 25 printers and three Windows Hyper-V servers. These computers and related items are required to support the Authority's 2015 hardware refresh initiative. Under this initiative, the Authority replaces on average 15% of its computer hardware resources on an annual basis. This allows the ITS Department to continually refresh equipment providing the latest technologies in a phased implementation approach. This method has the least impact on end-users and allows adjustment to new technologies without adversely affecting productivity and hardware stability. Normally, this second round of hardware procurement occurs in the 4th quarter; however this year, due to Microsoft's stringent date to end support of Windows XP, ITS has an aggressive schedule to complete the yearly program by midyear. The computer hardware is available from NJ State Contract No. 70262 expiring 3/30/15.

This procurement, under State Contract No. 70262, 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 to ePlus Technology, Inc. for a total amount not to exceed \$122,084.51.

131-03-2015

In a document dated March 18, 2015, **a Recommendation for Toll Plaza Computer Servers to ePlus Technology, Inc., R-114258, Budget Code: 040 00 830 650010 04008136, State Contract No. 70262 expiring 9/30/2015, Amount: \$124,779.63,** was approved.

The Integrated Technology Services Department has requisitioned a contract to provide 18 plaza servers for toll collection transactions at all of the Garden State Parkway toll plazas. The new servers will replace existing end-of-life plaza servers which are no longer supported by the manufacturer. The new servers will also improve overall data reliability. The servers are available from NJ State Contract No. 70262 expiring 9/30/14.

This procurement, under State Contract No. 70262, 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 to ePlus Technology, Inc. for a total amount not to exceed \$124,779.63.

132-03-2015

In a document dated March 12, 2015, **a Recommendation for Intelligent Transportation Management System Support Services to SHI International Corp., R-114190, Budget Code: 080 00 830 156555 08000017, State Contract No. 77560 expiring 6/30/2015, Amount: \$118,315.20,** was approved.

Under this contract, the Authority will procure from SHI International Corp. system support for "Release 2" of the Intelligent Transportation Management System (ITMS). The ITMS is a customized software platform developed by IBM Corporation as part of the Advanced Traffic Management Program (ATMP) housed at the Statewide Traffic Management Center. This software platform is used to manage traffic operations on the Roadways. The ITS Department is about to "go live" with "Release 2" of the ATMP, and system administration support is required to facilitate this Release. As permitted under the referenced State Contract with SHI International Corp., IBM staff will provide the administrative support services for a term of three months after Release 2.

This procurement, under State Contract No. 77560, 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. Furthermore, the State Contract provides access to several software providers and, therefore, requires agencies to seek multiple quotes to ensure the most competitive pricing. Quotes were solicited from three authorized dealers, and two quotes were received.

<u>Vendor</u>	<u>Total Price</u>
SHI International Corp., Somerset, NJ	\$ 118,315.20
En Pointe Technologies, Inc., Gardena, CA	\$ 118,652.40

Accordingly, authorization is requested to award the referenced contract to SHI International Corp. to provide system support for ITMS Release 2 for a three-month term, for a total amount not to exceed \$118,315.20.

133-03-2015

In a document dated March 11, 2015, **a Recommendation for Genetec Storage Expansion to ePlus Technology, Inc. , R-114435, Budget Code: 390 00 830 156555 39005013IT, State Contract No. 70262 expiring 9/30/2015, Amount: \$182,690.61**, was approved.

The Integrated Technology Services Department has requisitioned a contract to provide expansion of the existing storage for the Genetec software platform. This software is used to view roadway cameras on both Roadways, and this expansion will provide the required storage and redundancy for the new State Police facilities and Maintenance District Buildings. The storage hardware is available from NJ State Contract No. 70262 expiring 9/30/15.

This procurement, under State Contract No. 70262, 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 to ePlus Technology, Inc. for a total amount not to exceed \$182,690.61.

134-03-2015

In a document dated March 12, 2015, **a Recommendation for Solarwinds Maintenance Renewal and Software Upgrade 2015 to SHI International Corp., R-114359 and R-114390, Budget Code: Various 010 00 830 121020 and 010 00 830 427010, State Contract No. 77560 expiring 6/30/2015, Amount: \$36,051.16**, was approved.

Under this contract, SHI International Corp. will renew the annual Solarwinds technical support and maintenance contract, as well as provide additional core licenses to support ongoing initiatives. Solarwinds is an application which monitors the health and status of the Authority's IT equipment. The term of the renewal is from April 15, 2015 to April 15, 2016. All items are available from NJ State Contract 77560 expiring 6/30/15.

This procurement, under State Contract No. 77560, 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. Furthermore, the State Contract provides access to several software providers and, therefore, requires agencies to seek multiple quotes to ensure the most competitive pricing. Quotes were solicited from three authorized dealers, and two quotes were received.

<u>Vendor</u>	<u>Total Price</u>
SHI International Corp., Somerset, NJ	\$ 36,051.16
Dell Marketing, LP, Round Rock, TX	\$ 39,894.30

Accordingly, authorization is requested to award the referenced contract to SHI International Corp. to supply annual maintenance and license renewal for the Solarwinds software, for a total amount not to exceed \$36,051.16.

135-03-2015

In a document dated March 11, 2015, **a Recommendation for Actuate Software Annual Support to Dell Marketing, LP, R-114455, Budget Code: 010 00 830 121020, State Contract No. 77003 expiring 6/30/2015, Amount: \$136,121.05,** was approved.

Under this contract, Dell Marketing, LP will provide annual software support for Actuate, the Authority's electronic toll collection report generation software tool. The Actuate software support is available from NJ State Contract No. 77003 expiring 6/30/15.

This procurement, under State Contract No. 77003, 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. Furthermore, the State Contract provides access to several software providers and, therefore, requires agencies to seek multiple quotes to ensure the most competitive pricing. Quotes were solicited from three authorized dealers, and two quotes were received.

<u>Vendor</u>	<u>Total Price</u>
Dell Marketing, LP, Round Rock TX	\$ 136,121.05
SHI International, Somerset, NJ	\$ 138,227.38

Accordingly, authorization is requested to award the referenced contract to Dell Marketing, LP to provide annual support for Actuate software, for a total amount not to exceed \$136,121.05.

136-03-2015

In a document dated March 6, 2015, **a Recommendation for Goodyear Tires, Tubes, and Service to Edwards Tire Co., Inc., RM-114549, Budget Code: Various, State Contract No. 82527 expiring 3/31/2016, Amount: \$500,000.00,** was approved.

Under this contract, Edwards Tire Co. will supply Goodyear tires, tubes and service to all Authority off-road equipment, heavy and light duty trucks, State Police and administrative

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vehicles. The tires and tubes are available from NJ State Contract No. 82527. All items will be stocked in the Authority's Inventory.

This procurement, under State Contract No. 82527, 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 to Edwards Tire Co., Inc. for a total amount not to exceed \$500,000.00, subject to funding availability at time of order.

137-03-2015

In a document dated March 4, 2015, **a Recommendation for Safety Vests (Modification) to Aramsco, Inc., RM-114253 - Contract-1749, State Contract No. 81352 expiring 4/30/2016, Budget Code: Various, Current Authorized Amount: \$63,000.00, Requested Amount: \$35,000.00, New Authorized Amount: \$98,000.00**, was approved.

On October 19, 2012, the Authority awarded Contract No. 1749, to Aramsco, Inc. to supply safety vests. These vests are worn by all Maintenance and Tolls personnel. The New Jersey State Contract has been extended until April 30, 2016, and additional funds are needed to purchase the required safety attire through the remaining term of the contract. The safety vests are stocked in the Authority's inventory. The requested amount is \$35,000.00.

The original procurement, under State Contract No. 81352, was 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, approval is requested to increase the authorized amount of Contract No. 1749 with Aramsco, Inc. by \$35,000.00 for a new total authorized amount of \$98,000.00, through April 30, 2016, subject to funding availability at the time of order.

138-03-2015

In a document dated March 6, 2015, **a Recommendation for Electrical Equipment and Supplies (Modification) to Jewel Electric Supply Co., Inc., RM-114313 - Contract No. 1962, State Contract No. 85578, expiring 12/31/2015, Budget Code: Various, Current Authorized Amount: \$600,000.00, Requested Amount: \$400,000.00, New Authorized Amount: \$1,000,000.00**, was approved.

On January 1, 2014, the Authority awarded Contract No. 1962 to Jewel Electric Supply Co., Inc. for electrical parts. These electrical parts are necessary for constructing and

maintaining the Authority's facilities. Funds have been depleted; therefore additional funds are requested to continue the supply of the essential electrical items through December 31, 2015.

The original procurement, under State Contract No. 85578, was 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, approval is requested to increase the authorized amount of Contract No. 1962 with Jewel Electric Supply Company, Inc. by \$400,000.00 for a new total authorized amount of \$1,000,000.00, through December 31, 2015, subject to funding availability at the time of order.

139-03-2015

In a document dated March 6, 2015, **a Recommendation for Heavy Duty Truck Spring Repair (Modification) to General Spring and Alignment Service, Inc., RM-106628 / Contract No. 1797, State Contract No. 73491, expiring 6/28/2015, Budget Code: Various, Current Authorized Amount: \$40,000.00, Requested Amount: \$20,000.00, New Authorized Amount: \$60,000.00**, was approved.

On February 15, 2013, the Authority awarded Contract No. 1797 to General Spring and Alignment Service, Inc. to supply heavy-duty truck spring repair for the Authority's heavy-duty vehicles. The New Jersey State Contract has been extended until June 28, 2015, and the Maintenance Department has requested additional funds to purchase this service through the remaining term of the contract. The requested amount is \$20,000.00.

The original procurement, under State Contract No. 73491, was 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, approval is requested to increase the authorized amount of Contract No. 1797 with General Spring and Alignment Service, Inc. by \$20,000.00 for a new total authorized amount of \$60,000.00, through June 28, 2015, subject to funding availability at the time of order.

On motion by Treasurer DuPont and seconded by Commissioner Diaz, the Authority unanimously approved of item numbers 115-03-2015 through 139-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
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 140-03-2015. Moved the item as follows:

140-03-2015

Director of Operations Henry Eibel requested acceptance of the Resume of All Fatal Accidents for the Garden State Parkway and New Jersey Turnpike: Period 01/01/2015 through 03/12/2015; both with 2014-2015 Yearly Comparisons through February, 2015.

On motion by Commissioner Becht and seconded by Commissioner Diaz, the Authority unanimously approved item number 140-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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STATE POLICE

Major Eric Heitmann requested for approval of item number 141-03-2015. Moved is the item as follows:

141-03-2015

Major Eric Heitmann requested acceptance of the New Jersey State Police Troop D Activity Reports, For February 2015, with 2014 – 2015 Yearly Comparisons.

On motion by Treasurer DuPont and seconded by Commissioner Becht, the Authority unanimously accepted the reports contained in item number 141-03-2015 and received same for file.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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FINANCE

Chief Financial Officer ("CFO") Donna Manuelli requested approval of item number 142-03-2015. CFO Manuelli stated this has been the coldest winter over the last twenty (20) years. In 2015, the Authority has spent \$44.1 million on snow removal. This is a new record level of spending and New Jersey could experience more snow in November and December. CFO Manuelli also noted that traffic and revenue on the GSP have underperforming estimates, likely because of issues in Atlantic City. Moved the items as follows:

142-03-2015

Chief Financial Officer Donna Manuelli presented the Financial Summary for the two (2) months ended February 28, 2015.

On motion by Treasurer DuPont and seconded by Commissioner Becht, the Authority unanimously approved of item number 142-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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Chief Financial Officer ("CFO") Donna Manuelli requested approval of item number 143-03-2015. Moved is the items as follows:

143-03-2015

In a memorandum dated March 12, 2015, a Recommendation to Approve the New Jersey Turnpike Authority December 31, 2014 Audited Financial Statements, was approved.

Formal acceptance of the Authority's December 31, 2014 financial statements as audited by KPMG, LLP.

Executive Orders 122 (McGreevy 2004) and 37 (Corzine 2006) require, among other things, an annual audit of the financial statements of the New Jersey Turnpike Authority ("Authority") by an independent auditor. For purposes of these Executive Orders, the audit is an examination of the Authority's financial statements by a certified public accounting firm in compliance with generally accepted government auditing standards ("GAGAS"), issued by the

Comptroller General of the United States, and in accordance with all applicable rules, regulations, and circulars. The Executive Orders require the audit to be accompanied by a written certification from both the Executive Director and the Chief Financial Officer that the financial information provided to the auditor in connection with the audit is, to the best of their knowledge, accurate and that such information fairly represents, in all material respects, the financial condition and operational results of the Authority for the year. In addition, the Executive Orders require the audit to be submitted to the Board of Commissioners for its review and, if accepted, approval.

The Authority's external auditor, KPMG LLP, has completed its examination of the Authority's December 31, 2014 financial statements in compliance with the requirements of the Executive Orders. The auditor has concluded that in its opinion, the financial statements present fairly, in all material respects, the financial position of the Authority as of December 31, 2014, and the changes in its financial position and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles. The auditor did not note any significant deficiency or material weakness in internal control over financial reporting. In addition, the required Bond Resolution statements, included as supplementary schedules to the financial statements prepared in accordance with U.S. generally accepted accounting principles, have been audited in relation to the basic financial statements. KPMG LLP, as required by the Authority's Bond Resolution, has also issued a report which indicates that the Authority is in compliance with the contractual provisions of its Bond Resolution.

Therefore, in compliance with Executive Orders 122 (McGreevy 2004) and 37 (Corzine 2006), it is recommended that the Board of Commissioners accept and approve the Authority's December 31, 2014 audited financial statements and Certification of the Executive Director and Chief Financial Officer.

REPORT OF MANAGEMENT

The New Jersey Turnpike Authority Act of 1948, as amended, restated and supplemented, the Turnpike Revenue Bond Resolution of 1991, as amended, restated and supplemented, as well as Executive Orders 122 (McGreevy, 2004) and 37 (Corzine, 2006), require an annual audit of the New Jersey Turnpike Authority's (the Authority) financial statements by a firm of independent auditors. In addition, as a recipient of funds from the Federal Highway Administration for certain capital improvement projects, the Authority is required to have a single audit performed annually by an independent auditor in accordance with the Single Audit Act of 1984, as amended in 1996, and OMB Circular A-133. The purpose of the single audit is to determine the adequacy of the Authority's internal controls and compliance with applicable laws and regulations relating to the receipt of federal funds. The Authority retains an independent auditor to satisfy these audit requirements. The report of the independent auditor on the financial statements of the Authority is included in the audited financial statements.

Consistent with Executive Order No. 122, (McGreevy, 2004) the Authority, through its

Audit Committee, engages the independent auditors. The Audit Committee is comprised of individuals who are not employees of the Authority, and who meet certain standards of independence and financial expertise. The Audit Committee periodically meets with the independent auditors, and is responsible for assisting the Members of the Authority in overseeing the Authority's compliance with legal, regulatory and ethical requirements, as well as overseeing the integrity and quality of the Authority's financial statements. The independent auditors have unrestricted access to the Audit Committee.

Management of the Authority is responsible for the financial statements included in this Annual Report for the year ended December 31, 2014. Management is responsible for both the accuracy of the financial information presented, the completeness of the report, and the fairness of the presentation, including all disclosures. The financial statements have been prepaid in accordance with Generally Accepted Accounting Principles (GAAP) in the United States and consequently, they reflect certain amounts based upon the best estimates and judgment of management.

Management of the Authority is also responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the assets of the Authority are protected from loss, theft or misuse, and that adequate accounting records are maintained to allow for the preparation of financial statements in conformity with GAAP. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the resulting benefits; and (2) the analysis of costs and benefits requires estimates and judgments by management. As a recipient of federal funds for certain capital projects, the Authority is required to ensure that adequate internal controls are in place which reasonably ensure compliance with applicable laws and regulations relating to the federal funding. The system of internal control of the Authority is subject to ongoing evaluation by management.

To the best of our knowledge and belief, the information provided to the external auditors in connection with the annual audit and contained in this annual report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the Authority. All disclosures necessary to enable the reader to gain an understanding of the Authority's financial activities have been included. The Authority's external auditors, KPMG, LLP, have completed their examination and have concluded that in their opinion, the financial statements for the year ended December 31, 2014 present fairly, in all material aspects, the financial position of the Authority as of December 31, 2014, and the changes in its financial position and its cash flows for the year then ended in conformity with GAAP. The auditors did not note any significant deficiencies or material weakness in internal control over financial reporting, for the year ended December 31, 2014.

On motion by Treasurer DuPont and seconded by Vice Chairman Gravino, the Authority unanimously approved of item number 143-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
YES	YES	YES	ABSENT	YES	YES	YES

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Director of Human Resources Mary-Elizabeth Garrity requested approval of item number 144-03-2015. Moved is the items as follows:

144-03-2015

In a memorandum dated March 17, 2015, Authorization to Award contract for Insured Stop Loss coverage to Munich Re, Inc. for the Period 5/1/2015 - 4/30/2016 and to negotiate renewal of this coverage for the ensuing one-year period (5/1/2016 – 4/30/2017), was approved.

In April of 2013, the Authority's Board of Commissioners approved an award of Stop Loss Insurance to Munich Re. The Authority uses Stop Loss insurance as part of its self-insured health benefits program. The Board approved a one (1) year contract with Munich Re for the period of May 1, 2013 through April 30, 2014. The contract also has two 1-year options.

The Authority exercised the first 1-year option, but it has decided not to exercise the 2nd 1-year option for the following reasons. First, the current Stop Loss insurance covers only medical costs. The Authority wants Stop Loss insurance to also cover prescription drug costs. Second, the South Jersey Transportation Authority ("SJTA") asked the Authority if it would market stop loss insurance for SJTA. SJTA has a significantly smaller population than the Authority and the belief is that SJTA will be offered more favorable premiums if its insurance is linked to that of the Authority. The policies issued, however, will remain separate to each authority.

The Authority has been working with its Benefit Consultant, Segal Company, to solicit bids for Stop Loss Insurance with the following requests:

- 1. match the current provisions of the existing contract;
- 2. enhance the coverage to include both medical and prescription drug coverage; and
- 3. secure Stop Loss coverage for a group of SJTA health benefits program participants.

Segal prepared a request for proposal ("RFP") and solicited specific stop-loss proposals from the following fifteen (15) stop-loss vendors for rates effective May 1, 2015. These organizations were asked to provide proposals responding to the above criteria.

Organization	Response to RFP
1. AIG	Uncompetitive Quote
2. Amalgamated Life	Declined to Quote
3. Berkley Accident & Health	Competitive Quote
4. Everest Re (through TrendLine Mgmt.)	Declined to Quote
5. Guardian	Declined to Quote
6. HCC Life	Declined to Quote
7. HighMark Life	Competitive Quote
8. Munich Re (Incumbent)	Competitive Quote
9. Optum	Declined to Quote
10. Standard Security Life	Did Not Quote SJTA
11. SunLife	Did Not Quote SJTA
12. Symetra Direct	Declined to Quote
13. Symetra through Horizon BCBS	Declined to Quote
14. Transamerica	Declined to Quote
15. Voya (Formerly ING)	Uncompetitive Quote

Of the fifteen (15) stop-loss vendors that were sent stop-loss request for proposals, twelve (12) declined to quote or were unable to provide competitive proposals. There were three (3) stop-loss vendors that provided competitive proposals that met the RFP criteria. These vendors are Munich Re (Incumbent), Berkley Life and Health Insurance Company, and Highmark Insurance Group, and were considered finalists.

In its Insurance Proposal Report, dated March 17, 2015, Segal thoroughly documented its evaluation process, the proposals, and its recommendation. Best and final quotes from the three (3) responding carriers, expressed in terms of per covered participant per month rates/percentage change from current, expiring rate, are as follows:

- Munich Re - \$25.45/9.2% increase;
- HighMark - \$25.61/9.9% increase;
- Berkley - \$27.59/49% increase.

It should also be noted that although the rates between Munich Re and HighMark are close, Munich Re is the more competitive proposal because not only is it the least expensive, but it also provides a more favorable insured agreement for the Authority. Munich Re also provided a more competitive quote for SJTA and considers all dependent children of an employee as one (1) individual for deductible purposes.

The new agreement with Munich Re will cover all claimants under the same terms as the current contract, in addition, the inclusion of prescription drug claims, no new claimants being lasered (lasered claimant(s) are those who are subject to a higher deductible than the rest of the participants in the same contract due to high medical claims) at renewal, and a renewal cap not to exceed +49%. The insurance financial strength of American Alternative Insurance Corporate, the insurance subsidiary of Munich Re that will be insuring the coverage, has an A.M. Best rating of A+.

Therefore, authorization is respectfully requested to award a contract for provision of insured Stop Loss coverage to Munich Re of Andover, Massachusetts for the policy period of May 1, 2015 through April 30, 2016, for an approximate total premium not to exceed \$920,000.00,

which precise premium shall be subject to modest fluctuation based on enrollment, as premium is computed on a per member per month basis.

Authorization is further requested to authorize the Executive Director to negotiate with Munich Re for one (1) subsequent one-year renewal provided that any single annual renewal rate increase does not exceed 15%. In the event that the Executive Director cannot negotiate renewal of this coverage with Munich Re within the 15% margin, the Authority will, once again, engage all available resources to evaluate market conditions, solicit competitive rates, and seek authorization from the Board for any subsequent awards.

On motion by Treasurer DuPont and seconded by Commissioner Becht, the Authority unanimously approved of item number 144-03-2015; and authorized or ratified, as presented, the recommendations contained therein; and received and filed the memoranda.

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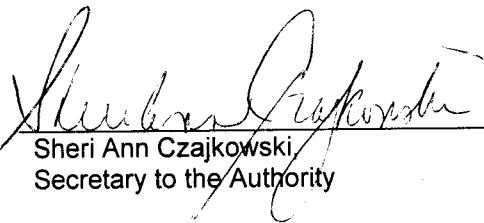
ROLL CALL

FOX	GRAVINO	DuPONT	POCINO	DIAZ	BECHT	MINELLA
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 Authority adjourned at 10:32 a.m., to meet on Tuesday, April 28, 2015, at 9:30 A.M.

ATTEST:


Sheri Ann Czajkowski
Secretary to the Authority


Joseph Mrozek,
Executive Director

Date: March 31, 2015