

SOUTHEASTERN PENNSYLVANIA TRANSPORTATION AUTHORITY

A G E N D A

REGULAR AND ANNUAL MEETING

To Be Held at 3:00 PM

FEBRUARY 28, 2019

**1234 Market Street, Mezzanine Level
Philadelphia, PA**

1. Election of Officers
2. Approval of Minutes of the Regular Board Meeting of January 24, 2019
3. Financial Report
4. Resolutions
- I. **Administration Committee Review**
 - A. Refunding of Eligible Maturities of SEPTA's Revenue Refunding Bonds Series of 2010
 - B. Renewal of Excess Railroad Operations Liability Insurance with Lloyd's of London
 - C. Award of a Contract Pursuant to a Request for Proposals
- II. **Operations Committee Review**
 - A. Items for Consideration
 1. Addendum No. 2 to Reimbursement Agreement Between SEPTA and The Port Authority Transit Corporation (PATCO) Relating to Elevator/Escalator Maintenance and Inspection Services
 2. Lease to BDOC50, LLC For Use and Occupancy of the Inbound Ambler Regional Rail Division Station Building
 3. Grant to PennDOT of Various Easements for Three Tracts of SEPTA Property to be Used in Connection with the Widening of South Gulph Road Along the Norristown High Speed Line in Upper Merion Township, Montgomery County
 - B. Authorization to Award Contracts for Various Procurements
 - C. Award of Contracts for Sole Source Procurements
 - D. Authorization to Execute Change Orders and Amendment
5. Report of General Manager

R E S O L U T I O N

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REFUNDING OF ELIGIBLE MATURITIES OF SEPTA'S REVENUE REFUNDING
BONDS SERIES OF 2010

WHEREAS, the Authority's Revenue Refunding Bonds - Series of 2010 ("Series 2010 Bonds") have a current outstanding principal balance of \$50.85 million, of which \$15.1 million matures on March 1, 2019 and \$15.91 million matures on March 1, 2020; and

WHEREAS, the remaining balance of \$19.84 million amortizes in annual installments between March 1, 2020 and March 1, 2028, and may be called on March 1, 2020 at par; and

WHEREAS, if the interest rates on March 1, 2020 are lower than the rates SEPTA pays on the Series 2010 Bonds, SEPTA could call the outstanding bonds and refinance them at lower interest rates, and if the interest rates are higher, SEPTA would not exercise its call rights at that time, opting to wait until rates declined to an acceptable level; and

WHEREAS, recent changes to the federal tax code prohibit the issuance of tax-exempt refunding bonds more than 90 days in advance of the redemption date ("advanced" refunding), and

issuers are now limited to issuing tax-exempt refunding bonds within 90 days of the redemption date ("current" refunding); and

WHEREAS SEPTA's Series 2010 Bonds will be eligible for a current refunding on December 2, 2019; and

WHEREAS, as an alternative to waiting until December 2, 2019, SEPTA can issue tax-exempt "forward" refunding bonds, which are priced in the current interest rate market and delivered in the future, usually within 90 days of the call date on the bonds, to ensure they qualify as current refunding bonds; and

WHEREAS, SEPTA can lock in the current interest rates by pricing refunding bonds on a forward basis for delivery on December 2, 2019, the cost (or forward premium) of which will depend upon the length of time between pricing and closing; and

WHEREAS, SEPTA makes annual principal and semi-annual interest payments on its existing Series 2010 Bonds at fixed interest rates, with a weighted average coupon of 4.99%, which is significantly higher than the current market rates; and

WHEREAS, due to the time necessary to put a refunding in place and volatility of debt markets, Board approval is required in advance of executing a refunding transaction, which would permit SEPTA to issue refunding bonds on a forward and current

basis, provided the refunding results in net present value debt service savings; and

WHEREAS, it is customary for issuers to develop criteria pursuant to which a refunding may be completed with such criteria typically including net present value debt service savings; and

WHEREAS, after discussions with Public Financial Management (PFM), SEPTA's Financial Advisor, staff recommends establishing refunding criteria resulting in net present value debt service savings of at least four percent (4%) of the refunded par amount; and

WHEREAS, the decision to issue refunding bonds on a forward or current basis will depend upon the overall savings and SEPTA's expectation about future interest rates; and

WHEREAS, staff expects it will take between eight and twelve weeks to complete an advanced refunding in the public market for the Series 2010 Bonds, with a private placement taking five to six weeks; and

WHEREAS, a determination will also have to be made with respect to electing the method of sale between a public offering versus a private placement; and

WHEREAS, while SEPTA typically issues its bonds via a public offering, given the relatively small transaction size and higher transaction costs associated with a public offering, a private placement may make economic sense; and

WHEREAS, while market conditions for a refunding of the Series 2010 Bonds has improved over the last few months, the recent FOMC statement, combined with tame inflation and global economic uncertainty, has reduced the benefit of forward refunding; and

WHEREAS, based upon the foregoing, staff will continue to monitor the debt markets and economic conditions and use the data derived therefrom to determine the timing for issuance of the refunding bonds; and

WHEREAS, staff requested the General Manager recommend that the Board authorize staff to refund \$19.84 million of eligible maturities of SEPTA's Series 2010 Bonds on both a forward and current basis through either a public offering or private placement, pursuant to the refunding criteria and financial parameters set forth above and more fully described in the pertinent staff summary.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA staff to refund \$19.84 million of eligible

maturities of SEPTA's Revenue Refunding Bonds - Series of 2010 pursuant to the criteria set forth herein.

FURTHER RESOLVED, that the Board hereby authorizes the General Manager or his designee to execute all documents, in form approved by the Office of General Counsel, and to do any and all other things as shall be necessary and proper in order to effectuate the purpose of this Resolution.

R E S O L U T I O N

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RENEWAL OF EXCESS RAILROAD OPERATIONS LIABILITY INSURANCE
WITH LLOYD'S OF LONDON

WHEREAS, SEPTA's Regional Rail Division (RRD) currently operates on rights-of-way owned by SEPTA, National Railroad Passenger Corporation ("AMTRAK") and CSX Transportation ("CSX") which includes 13 different commuter rail lines servicing approximately 125,000 passengers per day over SEPTA's five-county southeastern Pennsylvania service area, as well as parts of New Jersey and Delaware; and

WHEREAS, in addition to RRD service, SEPTA also operates bus service and non-revenue vehicles in both New Jersey and Delaware; and

WHEREAS, claims made against the Authority with respect to SEPTA's railroad operations on AMTRAK and CSX lines and out-of-state RRD/bus service may expose SEPTA to risks well above the Commonwealth's statutory cap on damages as set forth in the Sovereign Immunity Act of 1980; and

WHEREAS, SEPTA'S current excess liability insurance policy with Lloyd's of London ("Lloyd's") with limits of \$295,000,000 and a self-insured retention of \$25,000,000, at an expiring renewal premium of \$2,958,000, expires on February 28, 2019; and

WHEREAS, the renewal quote from Lloyd's was to provide excess liability coverage in the required amounts for a period of one year effective March 1, 2019, at an annual premium of \$2,958,000 including all fees, taxes and commissions; and

WHEREAS, staff requested that the General Manager recommend that the Board authorize SEPTA to purchase from Lloyd's the excess liability insurance coverage under the terms and conditions set forth above and more fully described in the pertinent staff summary; and

WHEREAS, the General Manager made the recommendation to the Board.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to purchase from Lloyd's of London an excess liability insurance policy for a 12-month term made retroactively effective as of March 1, 2019, at an annual premium (including all fees, taxes and commissions) not to exceed \$2,958,000, as set forth within the pertinent staff.

FURTHER RESOLVED, that the Board hereby authorizes the General Manager or his designee and other proper officers of SEPTA to execute all other documents, in form approved by the Office of General Counsel, and to do any and all other things as shall be necessary and proper in order to effectuate the purpose of this Resolution.

S/Corp/Resolutions/02-2019-Renewal of Excess Railroad Operations Liability Insurance with Lloyd's of London

R E S O L U T I O N

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AWARD OF A CONTRACT
PURSUANT TO A REQUEST FOR PROPOSALS

WHEREAS, SEPTA, which has need for the services as described below, has advertised and solicited proposals from firm wishing to propose; and

WHEREAS, SEPTA staff has requested that the General Manager recommend that the Board authorize the award of the contract to the firm listed below because said firm was the successful proposer in the area for which the request for proposals was issued; and

WHEREAS, the General Manager recommended that the Board authorize the award of the contract.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to award subject to the following conditions and the General Manager to execute the following contract, in form approved by the Office of General Counsel, subject to the concurrence of the funding agencies, if required, and contingent

upon and subject to the proposers satisfactorily meeting all requirements of the terms and conditions of the relevant request for proposals, including the provision of any required insurance certificates and full compliance with any applicable Disadvantaged Business Enterprise (DBE) requirements:

1. To Axion Contact Center LLC, for the provision of reservation and ancillary support functions at the Customized Community Transportation (CCT) Reservation Call Center located in SEPTA's 1234 Market Street Headquarters Building, with services to be performed on an "as required" basis over a period of three years scheduled to commence on May 5, 2019, along with two one-year options, as described in the staff summary on this subject, for a contract amount not to exceed \$7,697,743.22 for the base term, and \$2,751,555.42 and \$2,896,274.04 for the two options, respectively, for a total five-year contract amount not to exceed \$13,345,572.68, Request for Proposals No. 18-00093-ARLW - CCT Reservations Call Center.

R E S O L U T I O N

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ADDENDUM NO. 2 TO REIMBURSEMENT AGREEMENT BETWEEN SEPTA AND
THE PORT AUTHORITY TRANSIT CORPORATION (PATCO)
RELATING TO ELEVATOR/ESCALATOR MAINTENANCE AND INSPECTION
SERVICES

WHEREAS, since June 2014 SEPTA has been responding to the requests of the Port Authority Transit Corporation (PATCO) by providing assistance in maintaining PATCO's fleet of vertical transportation equipment (elevators and escalators) under the terms of a five-year Reimbursement Agreement which commenced on June 29, 2014 and will expire on June 30, 2019; and

WHEREAS, under the Reimbursement Agreement SEPTA provides a dedicated team of maintenance employees and supervision who perform inspection, preventative maintenance and repairs on all of PATCO's 13 elevators and 14 escalators; and

WHEREAS, Addendum No. 1 (dated December 8, 2014) to the Reimbursement Agreement corrected the start date referenced in certain parts of the original agreement; and

WHEREAS, while the total costs for the initial five-year term were originally estimated to be \$3,928,761, the actual

condition of PATCO's equipment necessitated a higher frequency of repairs and greater labor costs than estimated; and

WHEREAS, since final actual costs are now forecasted to exceed the original estimate by approximately \$500,000, the proposed Addendum No. 2 will increase the dollar value of the Reimbursement Agreement by like amount to \$4,428,761;

WHEREAS, staff requested that the General Manager recommend that the Board authorize SEPTA to enter into the proposed Addendum No. 2 to the Reimbursement Agreement with PATCO under the terms and conditions that are set forth above and fully described in the pertinent staff summary; and

WHEREAS, the General Manager made the recommendation to the Board.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to enter into the proposed Addendum No. 2 to the Reimbursement Agreement with PATCO with respect to SEPTA's ongoing maintenance and inspection of PATCO's fleet of vertical transportation equipment (elevators and escalators), under the terms set forth within the pertinent staff summary.

FURTHER RESOLVED, that the Board hereby authorizes the General Manager or his designee to execute all documents, in form approved by the Office of General Counsel, and to do any

and all other things as shall be necessary and proper in order to effectuate the purpose of this Resolution.

R E S O L U T I O N

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LEASE TO BDOC50, LLC
FOR USE AND OCCUPANCY OF THE INBOUND
AMBLER REGIONAL RAIL DIVISION STATION BUILDING

WHEREAS, SEPTA owns the Ambler Passenger Station ("Station") along the inbound side of the Lansdale/Doylestown Regional Rail Division (RRD) Line, which is located at 27 West Butler Pike in the Borough of Ambler, Montgomery County, Pennsylvania; and

WHEREAS, the Station building is comprised of approximately 1,276 square feet of space which includes with one bathroom and 13 dedicated parking spaces ("Demised Premises"), and has been offered for lease via SEPTA's competitive bidding process for a minimum annual rental of \$32,000; and

WHEREAS, SEPTA received only two sealed bids, with Metro Terminal Pizza, LLC submitting the highest bid of \$39,500 annually (\$3,291.67 monthly), but subsequently withdrew their bid; and

WHEREAS, the second bidder was BDOC50, LLC with an annual bid of \$37,200 (\$3,100 monthly), and was deemed the highest responsive and responsible bidder; and

WHEREAS, BDOC50, LLC has offered to enter into a lease agreement ("Lease") with SEPTA for the Demised Premises for an initial term of five (5) years, along with ten (10) consecutive one-year renewal option periods, to use and occupy the Demised Premises as a restaurant; and

WHEREAS, the annual base rental for the Demised Premises shall be \$37,200 for the first year of the initial term of the Lease, with annual increases thereafter at the rate of 3% per year over the annual rental of the prior year; and

WHEREAS, the proposed Lease will generate \$197,499.85 in rental revenue to SEPTA over the initial five-year base term, and an additional \$494,379.74 in revenue if all ten one-year options are exercised, thereby generating total receipts of \$691,879.60; and

WHEREAS, BDOC50, LLC accepted the Demised Premises in "as-is" condition, and under the proposed Lease, tenant shall also be responsible for all interior improvements, maintenance and repairs (including the heating, ventilation and air conditioning

system), as well as separately metered utilities and trash removal; and

WHEREAS, SEPTA shall be responsible for all snow and ice removal from the Demised Premises; and

WHEREAS, if required, SEPTA will obtain any necessary Federal Transit Administration (FTA) concurrence of the transaction contemplated hereunder; and

WHEREAS, staff requested that the General Manager recommend that the Board authorize SEPTA to enter into the proposed lease agreement with BDOC50, LLC for the Demised Premises under the terms and conditions set forth above and more fully described in the pertinent staff summary; and

WHEREAS, the General Manager made the recommendation to the Board.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to enter into the proposed lease agreement with BDOC50, LLC for the Demised Premises under the terms and conditions set forth within the pertinent staff summary.

FURTHER RESOLVED, that the Board hereby authorizes the General Manager or his designee to execute all documents, in form approved by the Office of General Counsel, and to do any

and all other things that shall be necessary and proper in order to effectuate the purpose of this Resolution.

R E S O L U T I O N

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GRANT TO PENNDOT OF VARIOUS EASEMENTS FOR THREE TRACTS OF SEPTA PROPERTY TO BE USED IN CONNECTION WITH THE WIDENING OF SOUTH GULPH ROAD ALONG THE NORRISTOWN HIGH SPEED LINE IN UPPER MERION TOWNSHIP, MONTGOMERY COUNTY

WHEREAS, SEPTA owns the right-of-way known as the Route 100 Norristown High Speed Line (NHSL) which includes property (at Mile Post 9.64) in Upper Merion Township, Montgomery County, which was conveyed to SEPTA from Philadelphia Suburban Transportation Company and Red Arrow Lines, Inc. on January 29, 1970; and

WHEREAS, the Department of Transportation of the Commonwealth of Pennsylvania ("PennDOT") will soon commence the construction phase of the project by which PennDOT will realign and widen South Gulph Road (SR 0320) ("Project") which runs parallel to the NHSL right-of-way between Trinity Road and Upper Gulph Road; and

WHEREAS, to facilitate the Project PennDOT requested that SEPTA grant to PennDOT (i) a permanent ground easement totaling 1,960 square feet; (ii) a permanent slope easement totaling 6,106

square feet; and (iii) a permanent traffic signal easement totaling 392 square feet, all of which are substantially below grade of, and distant from, SEPTA's existing active rail operation; and

WHEREAS, PennDOT claims they are entitled to submit a Waiver Valuation report (in the amount of \$13,000) for simple uncomplicated acquisitions under \$25,000, and SEPTA has not obtained its own fair market valuation appraisal for the subject easements; and

WHEREAS, all expenses with respect to examination of the title and preparation/recording of the deeds of easement shall be paid by PennDOT; and

WHEREAS, staff requested that the General Manager recommend that the Board authorize SEPTA to grant to PennDOT the (i) one permanent ground easement, (ii) one permanent slope easement and (iii) one permanent traffic signal easement on portions of SEPTA's NHSL property at South Gulph Road (Mile Post 9.64) in Upper Merion Township, Montgomery County, in connection with the Project, under the terms and conditions as set forth above and more fully described in the pertinent staff summary; and

WHEREAS, the General Manager made the recommendation to the Board.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to grant and convey to the Department of Transportation of the Commonwealth of Pennsylvania the easement rights for the three tracts of property on the Norristown High Speed Line under the terms and conditions set forth within the pertinent staff summary.

FURTHER RESOLVED, that the Board hereby authorizes the General Manager or his designee to execute all documents, in form approved by the Office of General Counsel, and to do any and all other things as shall be deemed necessary and proper in order to effectuate the purpose of this Resolution.

R E S O L U T I O N

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AUTHORIZATION TO AWARD CONTRACTS FOR VARIOUS PROCUREMENTS

WHEREAS, SEPTA advertised and invited bids for the supplies identified below; and

WHEREAS, the firms listed below was the lowest responsive and responsible bidders to the invitations for bids; and

WHEREAS, staff requested that the General Manager recommend that the Board authorize SEPTA to award the contracts identified below; and

WHEREAS, the General Manager made the recommendation to the Board.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby Authorizes SEPTA to award and for the General Manager or his designee to execute the contracts identified below in form approved by the Office of General Counsel, subject to and contingent upon the concurrence of the funding agencies, if required, and contingent upon and subject, to the vendors satisfactorily meeting all prequirements of the bid terms and

specifications, including full compliance with any applicable Disadvantaged Business Enterprise requirements:

1. To Piedmont Managed Services, LLC, for Line Segments 2, 3, 4, 6, 8, 9, 11, 12, 14 and 15, for a total contract amount not to exceed \$2,919,754.45 and to Industrial Commercial Cleaning Group, Inc., for Line Segments 5, 7, 10 and 13, for a total contract amount not to exceed \$1,057,095, for the provision of all labor, equipment and materials for the landscaping, grounds-keeping and maintenance of SEPTA-owned and leased railroad stations throughout the Regional Railroad Division (RRD) coverage area, with services to be performed over a period of five years scheduled to commence on March 1, 2019, as described in the staff summary on this subject, Sealed Bid No. 18-00204-AJEB - Landscaping Services SEPTA Regional Rail Division.

2. To Independence Constructors Corporation, for the provision of railroad right-of-way trenching and watchperson services required for track signal work across the Authority, with services to be performed over a period of 720 calendar days after issuance of Notice-to-Proceed, as described in the staff summary on this subject, for a total contract amount not to

exceed \$4,768,182, Sealed Bid No. 18-00289-APES - Railroad ROW Trenching & Watchperson Services.

3. To H.J. Skelton (Canada) LTD, for the purchase of four friction bumping posts to be installed near or at the end of the terminating railroad tracks at Airport Terminal F Station and Suburban Station, at a unit price of \$31,985, with delivery of material scheduled in April 2019, as described in the staff summary on this subject, for a total contact amount not to exceed \$127,940, Sealed Bid No. 18-00302-AMJP - Friction Bumping Posts.

R E S O L U T I O N

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AWARD OF CONTRACTS FOR SOLE SOURCE PROCUREMENTS

WHEREAS, SEPTA has need for the supplies and services described below and those supplies and services are available only from the firms listed below; and

WHEREAS, staff reviewed the cost of the supplies and services and the General Manager recommended that the Board authorize SEPTA to award the contracts.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to award and the General Manager or his designee to execute the contracts identified below, in form approved by the Office of General Counsel, subject to the concurrence of the funding agencies, if required, and contingent upon and subject to the vendor/contractor satisfactorily providing any required bonds, insurance certificates and/or other documents, and complying with any applicable Disadvantaged Business Enterprise requirements:

1. To Alstom Signaling, Inc. d/b/a Alstom Signaling Operations, LLC, for the purchase of 57 RailEdge station control unit (SCU) software licenses to support the Audio Visual Public Address ("AVPA") software system which provides synchronized audio and visual passenger information in compliance with ADA standards, with implementation of the licenses expected to be completed within 90 calendar days from issuance on Notice-to-Proceed, as described in the staff summary on this subject, for a total contract amount not to exceed \$110,238, Sole Source No. 19-00003-ARLW - Alstom RailEdge SCU Software Licenses.

2. To Ansaldo STS USA, Inc., for Item Nos. 1-3, for the purchase of 130 relays, 130 mounting kits and 260 bolts to be used on the vital timing devices for the safety of operations at rail-highway grade crossings (RHGC), at unit prices of \$2,320.50, \$112.46 and \$36.93, respectively, with delivery of material scheduled for completion by September 2019, as described in staff summary on this subject, for a total contract amount not to exceed \$358,655, Sole Source No. 19-00018-ADIM - Relays, Mounting Kits and Bolts.

3. To Siemens Mobility, Inc., for the purchase of 15 event recorders and 50 supporting relays and relay bases to be

used for the replacement of failing units at rail-highway grading crossing (RHGC), with delivery of material scheduled by April 2019, as described in the staff summary on this subject, for a total contract amount not to exceed \$131,198, Sole Source No. 19-00019-ADIM - Recorders, Relays and Bases.

4. To AR Concepts USA Inc., for the upgrade and expansion of the Centralized Train Control System for the Broad Street Subway (BSS) Line, Norristown High Speed Line (NHSL) and Ludlow Interlocking needed to support SEPTA's new Ancillary Control Center currently under construction at the Frankford Transportation Center, with services to be performed over a period of 12 months scheduled to commence in April 2019, as described in the staff summary on this subject, for a total contract amount not to exceed \$518,900, Sole Source No. 18-00298-ADLD - Upgrade and Expansion of the Broad Street Subway, Norristown High Speed Line and Ludlow Interlocking Centralized Train Control System.

5. To Tyco Fire and Security (US) Management, Inc. d/b/a Johnson Controls Security Solutions, LLC (FEIN 58-1814102 f/k/a Tyco Integrated Security LLC), for the provision of software licenses and engineering, material and technical support

services needed for additional video streams to the existing storage and archival system presently in use at the 2nd and Wyoming facility for the Market-Frankford Subway Elevated Line Phase 1 and 2 Street Level Camera Installation Project, with the licenses contract scheduled to commence within 30 calendar days of issuance of Notice-to-Proceed, as described in the staff summary on this subject, for a total contract amount not to exceed \$72,681, Sole Source No. 18-00182-ACZC - Tyco Monitoring Equipment.

S/Corp/Resolutions/RES-FEB-2019

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AUTHORIZATION TO EXECUTE CHANGE ORDERS AND AMENDMENT

WHEREAS, additional work is required to complete the projects identified below; and

WHEREAS, staff reviewed the cost of the additional work and the General Manager recommended that the Board authorize SEPTA to order the additional work.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby authorizes SEPTA to award and the General Manager or his designee to execute the change orders and the amendments identified below in form approved by the Office of General Counsel, subject to the concurrence of the funding agencies, if required, and to any applicable Disadvantaged Business Enterprise requirements:

1. To Neshaminy Constructors, Inc., for Change Order No. 3, which provides for additional general construction work and changes due to design errors/omissions on the Southern Depot Stormwater Retrofits Project, at an increase in cost not to

exceed \$388,722, bringing the total contract price, including all change orders to date, to an amended contract amount not to exceed \$5,469,286.38, provided that with the Board's approval of this change order, the Board authorizes the resetting of prior authorized cumulative change order amount to zero dollars (\$0) and the establishment of a new cumulative change order threshold of 10% or \$500,000, pursuant to the Resolution adopted by the Board on May 22, 2008, which Resolution authorized a "Delegation of Authority for Change Orders, Amendments and Assignments."

2. To John J. Bee, Inc., for Change Order No. 2, which provides for additional mechanical construction work on the Frontier Bus Depot Improvement Project, at an increase in cost not to exceed \$133,837, bringing the total contract price, including all change orders to date, to an amended contract amount not to exceed \$1,606,432, provided that with the Board's approval of this change order, the Board authorizes the resetting of prior authorized cumulative change order amount to zero dollars (\$0) and the establishment of a new cumulative change order threshold of 10% or \$500,000, pursuant to the Resolution adopted by the Board on May 22, 2008, which

Resolution authorized a "Delegation of Authority for Change Orders, Amendments and Assignments."

3. To Siemens Industry, Inc. Mobility Division, for Change Order No. 3, which provides for handling and shipping costs associated with the additional offsite storage of capital spare parts pertaining to SEPTA's purchase of high-speed electric locomotives, at an increase in cost not to exceed \$122,638, bringing the total contract price, including all changes orders to date, to an amended contract amount not to exceed \$132,253,947.

4. To Delaware Valley Regional Planning Commission (DVRPC), for Amendment No. 2, which provides for supplemental tasks and a 48-month time extension under the contract for travel demand modeling to support the Norristown High Speed Line (NHSL) Extension, thereby establishing a new contract completion date of December 31, 2019, at an increase in cost not to exceed \$68,900, bringing the total contract price, including all amendments to date, to an amended contract amount not to exceed \$430,881.