

MINUTES OF THE COMMISSION MEETING HELD MAY 16, 2017

A formal meeting of the Pennsylvania Turnpike Commission convened at 11:18 a.m. on May 16, 2017 at the Central Office located in Highspire, Pennsylvania. Present for the meeting were William K. Lieberman, Vice Chairman; Barry Drew, Commissioner and Leslie Richards, Secretary of Transportation. Available via telephone was Pasquale T. Deon, Sr., Secretary Treasurer.

Also in attendance for the meeting were Mark P. Compton, Chief Executive Officer; Craig R. Shuey, Chief Operating Officer; Larry Bankert, Chief Engineer, Michael Baker, Inc.; Robert F. Brady, Director of Operations/Projects-East; Charles L. Duncan III, Esquire, Director of Legislative Affairs; Nikolaus Grieshaber, Chief Financial Officer; Bradley J. Heigel, P.E., Chief Engineer; Jeffrey L. Hess, Assistant Director of Toll Collection-Fares; Doreen A. McCall, Chief Counsel; Ray Morrow, Chief Compliance Officer; Myneca Y. Ojo, Director of Diversity & Inclusion; Stacia A. Ritter, Esquire, Director of Policy and External Affairs, Robert Taylor, Acting Chief Information Officer and Ann Louise Edmunds, Assistant Secretary Treasurer.

Others present were Christine J. Baker, Public Information/Photo Specialist; Jack Christensen, Director, FEMO; Richard S. DiPiero, Senior Fare Collection Operations Manager; Richard C. Dreher, Assistant CFO/Financial Management; Donald S. Klingensmith, P.E., Director of Procurement & Logistics; Anthony Q. Maun, Asst. CFO/Accounting & Budgeting; Wanda Metzger, Contracts Supervisor; Gina M. Murray, Engineering Contracts Supervisor; Jeffrey A. Naugle, Manager of Treasury Operations; Sheri Norris, Director of Human Resources; Theodore A. Rusenko, Accounting & Financial Reporting Manager; Timothy M. Scanlon, Director of Traffic Engineering and Operations; Justin Simmons, Senior General Accountant; Cindy Smith, ETC Customer Service Operations Analyst; Lynn Stakem, Senior General Accountant; Mark A. Strause, Technician of PC/LAN Systems; Joseph Sutor, Planning Manager; Marsha Wagner, Executive Administrative Assistant; Mike Schubert, consultant; Eric Madden, ACEC/PA; Casey Waller, KCI; Jim Hickey, Cherry Weber; Mahmood Shehata, RK&K; Scott Sternberger; HDR; Mike Gross, Wallace Montgomery; Mark Boris, Borton Lawson, Sever Barber, Michael Baker International; Quintin Rissler, LDG; Allison DeFoor, The Temple Group; Jim Gordon, GAI; Leonard Smith, STV; Todd Trabucco, Gibson-Thomas; Chris Messner, GPI; David Azzato, TPD; Robert Prophet, TPD; Robert M. Glus, Conrad Siegel; Michael Leinheiser, Urban; Glenn Deppert, Arora; David Snively, AMT; and Scott Shimko, Borton Lawson.



Ms. Edmunds led the Commissioners, staff and visitors in the Pledge of Allegiance.



The Assistant Secretary Treasurer, Ann Louise Edmunds, called the roll and declared a quorum present.



SUNSHINE ANNOUNCEMENT

The Commissioners met in Executive Session prior to today's Formal Agenda Session to consider matters of Personnel, which included a promotion, lateral, new hires and vacancies.

The Commissioners also discussed Docket No. 17-10772 and engaged in non-deliberative informational discussions regarding various actions and matters, which have been approved at previous public meetings.



PUBLIC COMMENT

Ms. Edmunds: The public is welcome to address the Commission regarding items listed on the Agenda or other items not listed on the Agenda that are within the Commission's authority or control.

In order to conduct an orderly and effective meeting, all persons wishing to address the Commission should have signed in a requested time to speak. If you have not done so, you are invited to do so at this time.

There were no requests to address the Commission.



MINUTES OF THE MEETING

Motion-That the Minutes of the meeting held May 2, 2017 be approved and filed as submitted -were made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



COMMUNICATIONS

Motion-That the Commission approves the memos received from the Chief Counsel and the Director of Procurement and Logistics-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



PERSONNEL

Motion-That the Commission approves the Personnel as submitted-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



UNFINISHED BUSINESS

No unfinished business to discuss.



NEW BUSINESS

Motion-That the Commission approves the award of services and authorize the negotiation and execution of an agreement with the selected firm for the item listed in memo "a":

- a. T00040, Scranton Beltway design services; the highly-recommended firms in alphabetical order:
- Urban Engineers, Inc.-AWARDED
 - Gibson-Thomas Engineering Co., Inc.
 - GAI Consultants, Inc.

-was made by Commissioner Richards, seconded by Commissioner Drew; Commissioner Lieberman abstained.

VICE CHAIRMAN LIEBERMAN: I abstain on this item because a sub-consultant (Monaloh Basin) is a client of my firm.

Motion-That the Commission approves the award of services and authorize the negotiation and execution of an agreement with the selected firm for the items listed in memos "b" through "f":

- b. RFP #7710, medical benefits plan;
- Highmark Blue Shield & Aetna Life Insurance Co.-AWARDED
 - Aetna Life Insurance Co.

-was made by Commissioner Richards, seconded by Commissioner Drew and approved unanimously.

- c. RFP #7710, prescription drug benefits plan;
- CaremarkPCS Health, L.L.C (CVS/Caremark Pharmacy Benefit Manager)-AWARDED

-was made by Commissioner Richards, seconded by Commissioner Drew and approved unanimously.

- d. RFP #7710, dental benefits plan; the highly-recommended firms in alphabetical order:
- United Concordia Companies, Inc.-AWARDED

-was made by Commissioner Richards, seconded by Commissioner Drew and approved unanimously.

- e. RFP #7710, vision benefits plan; the highly-recommended firms in alphabetic order:

- Highmark Blue Shield/Davis Vision-AWARDED

-was made by Commissioner Richards, seconded by Commissioner Drew and approved unanimously.

f. T00052/T00053, two (2) open-end engineering traffic engineering services systemwide;

- Traffic Planning and Design, Inc.-AWARDED
- Pennoni Associates, Inc.-AWARDED
- Rummel, Klepper & Kahl, LLP
- Whitman, Requardt and Assoc., LLP

-was made by Commissioner Richards, seconded by Commissioner Drew and approved unanimously.



AGREEMENTS

Motion-That the Commission approves the negotiation and execution of Agreements, Amendments and approve advertising for services for the items listed in memos “a” through “d”:

a. Agreements for open-end drilling contracts to the lowest responsive and responsible bidders, at a not-to-exceed amount of \$900,000.00 each or a term of 3-years, whichever occurs first:

- Armstrong Drilling, Inc. - MP 0.00 to MP 247.30, the Greensburg Bypass, Beaver Valley Expressway, Mon/Fayette Expressway and the Southern Beltway;
- TRC Engineers, Inc. – MP 247.30 to MP 359.00 and the Northeast Extension

b. Easement Agreements with Sunoco Pipeline, L.P, to permit Sunoco to install an additional pipeline on surplus parcels in Cumberland County (6 parcels) and Chester County (3 parcels); for a total payment to the Commission of \$199,858.00; the Commission previously approved the installation of a similar pipeline for Sunoco on the same parcels on October 18, 2016 (item F-2b);

c. Agility Agreement with the Pennsylvania Department of Transportation (PennDOT) to permit the agencies to share best practice ideas, resources and to work jointly through the agility work plan process;

d. Amendments to our agreements with Information Logistics for web site consulting and smartphone application hosting services, exercising the option to renew the agreements for an additional 2-year period (through December 27, 2019), at a not-to-exceed amount of \$900,000.00 and \$100,000.00 each per year, respectively; and approve advertising for web consulting and smartphone application hosting services.

-was made by Commissioner Richards, seconded by Commissioners Drew, and passed unanimously.



RIGHT-OF-WAY REQUESTS

Motion-That the Commission approves the Right-of-Way Request for the items listed in memos “a” and “b”:

a. Adopt the proposed Property Acquisition Resolution for Right-of-Way #17156 (Daniel C. & Holly J. Bishop), a partial take parcel necessary for construction of the Southern Beltway, US 22 to I-79 by authorizing payment of \$850.00 representing Estimated Just Compensation to a firm named at a

later date; and authorize payment of additional statutory damages as calculated by the Right-of-Way Administrator and approved by the Chief Counsel;

- b. Acquisition of Right-of-Way #6084-E (SNH Medical Office Properties Trust), a partial take parcel necessary for installation of pre-entry ITS from MP 286.00 to MP 343.00 by authorizing payment of \$1,998.00 representing fair market value and pro-rated taxes to SNH Medical Office Properties Trust; authorize the appropriate Commission officials to execute the Agreement of Sale, and other documents that may be required for closing; authorize the payment of additional statutory damages as calculated by the Right-of-Way Administrator and approved by the Chief Counsel; and payment of fair market value to the property owner is contingent upon its delivery of a deed prepared by the Legal Department.

-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



ADVERTISING

Motion-That the Commission approves advertising for the items listed in memos "a" and "b":

- a. Qualified professionals for real estate title and closing services, real estate appraisal services and machinery and equipment appraisal services; to create pools of the qualified professionals, and inclusion of the selected qualified firms in the various established pools;
- b. Two (2) open-end drilling contracts.

-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



PURCHASE ORDER

Motion-That the Commission approves the Issuance of Purchase Orders for the items listed in memos "a" and "c":

- a. Herbicides, exercising the option to renew the agreements for an additional year (through April 30, 2018):

Arborchem Products	\$ 150,000.00
Crop Production Services	75,000.00
SiteOne Landscape Supply LLC	2,500.00
Allegare LLC	1,000.00
CWC Chemical Inc.	<u>6,500.00</u>
TOTAL RENEWAL:	\$235,000.00

- c. Uniform rentals (electricians and plumbers), exercising the option to renew the agreement for an additional 3-years (June 1, 2017-May 31, 2020) with CINTAS Corp.; at a cost of \$98,111.00.

-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously

Motion-That the Commission approves the Issuance of Purchase Orders for the item listed in memo “b”:

b. Bituminous material, exercising the option to renew the agreements for an additional year (through May 31, 2018):

Lindy Paving	\$ 25,000.00	District 1
Lane Construction	0.00	District 1
New Enterprise Stone & Lime	40,000.00	Districts 1, 2
Hei-Way LLC	8,000.00	Districts 1, 4
Eastern Industries, Inc./NESL	2,500.00	District 5
Valley Quarries/NESL	1,000.00	Districts 2, 3
H&K Materials	0.00	Districts 4, 5
Silver Hill Quarry	22,000.00	District 3
Dunmore Materials	0.00	District 5
Locust Ridge Quarry	5,000.00	District 5
Coopersburg Materials	500.00	District 5
South Reading Blacktop	500.00	Districts 3, 5
Sanatoga Blacktop	0.00	Districts 4, 5
Eckley Asphalt	0.00	District 5
Wilkes Barre Materials LLC	500.00	District 5
Pennsy Supply-Pittston	4,500.00	District 5
Hempt Bros. Inc.	2,500.00	District 3
Eureka Stone Quarry Inc.	0.00	Districts 4, 5
Hanson Aggregates PMA Inc.	<u>6,000.00</u>	District 1
TOTAL RENEWAL:	\$118,000.00	

-was made by Commissioner Richards, seconded by Commissioner Drew; Commissioner Lieberman abstained.

VICE CHAIRMAN LIEBERMAN: I abstain on this item because Lindy Paving, Inc. is a client of my firm.



CHANGE ORDER

Motion-That the Commission approves Change Order # 6 for Contract #T-206.00T001-3-02 for roadway and bridge reconstruction from MP 206.89 to MP 210.92 with Hempt Bros., Inc., for a decrease of \$3,302,592.65 to balance items to actual work completed, changes for removal of concrete glare screen, basin repair, pothole repairs, barrier reset and repair, protective coatings, temporary slope pipe, excavation, reset temporary impact attenuator, seeding and erosion control, temporary stream diversion, additional crush concrete, guiderail repairs, and asphalt, diesel and steel fluctuations; for a revised not-to-exceed amount of \$45,596,974.20-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



SUPPLEMENTS

Motion-That the Commission approves the negotiation and execution of the Supplemental Agreements for the items listed in memos “a” and “b”:

- a. Supplemental Agreement #10 for environmental services for the I-95/I-276 Interchange project with KCI Technologies, Inc., for an increase of \$820,433.24 for ongoing permitting, wetland, stream and terrestrial mitigations tracking, construction consultation, environmental analysis and public and agency coordination; increasing the not-to-exceed amount to \$16,669,978.20;
- b. Supplemental Agreement #1 for open-end design services with Arora and Associates, P.C. for an increase of \$294,000.00 to complete the design of the pavement resurfacing and retaining wall construction for Willow Grove Interchange; increase the not-to-exceed amount to \$1,194,000.00. - was made by Commissioner Richards, seconded by Commissioner Drew and passed unanimously.

-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



CALL BOX REMOVAL

Motion-That the Commission approves the decommission and removal of all Emergency Call Boxes throughout the Turnpike System-was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.



RETIREE MEDICAL TRUST, OPERATING BUDGET & CAPITAL PLAN

Motion-That the Commission approves the Fiscal Year 2018 contributions to the Retiree Medical Trust, the proposed FY 2017-2018 Annual Operating Expense Budget and the Fiscal Year 2018 Ten Year Capital Plan for the items listed in memos “a” and “b”:

- a. Transfer of up to \$2,500,000.00 per month to the Commission’s Retiree Medical Trust for Fiscal Year 2018;
- b. Adopt the proposed Resolution and approve the Annual Operating Expense Budget for the 2017 – 2018 Fiscal Year in the amount of \$399,570,262.00;

--was made by Commissioner Richards, seconded by Commissioner Drew, and passed unanimously.

- c. **REMOVED FROM THE AGENDA.** Approve the proposed FY 2018 Ten Year Capital Plan and grant approval for staff to procure long lead equipment items and advertise for the use of consultants, contractors and other necessary professional services to advance all phases of projects within the first two years of the adopted plan.



NEXT COMMISSION MEETING

The next meeting of the Pennsylvania Turnpike Commission will be held on Tuesday, June 6, 2017 beginning at 10:00 a.m.



ADJOURNMENT

Motion-That this meeting of the Pennsylvania Turnpike Commission be adjourned at 11:39 a.m. in honor of George Toma's retirement -was made by Commissioner Lieberman, seconded by Commissioner Drew, and passed unanimously.



PREPARED BY:

APPROVED BY:

Ann Louise Edmunds
Assistant Secretary Treasurer

Pasquale T. Deon, Sr.
Secretary Treasurer