

SUMMARY OF RESOLUTION

Authorization to Establish Fourth Year Budget with Veolia Transportation, Inc.

At the November 2007 Board meeting, Port Authority of Allegheny County's (Authority) Board authorized a five-year contract with Veolia Transportation, Inc., to manage the Authority's ACCESS paratransit program. The contract awarded specified that the budget for each of the five years of the contract would be established annually by the Board.

Negotiations with Veolia Transportation, Inc. have concluded with the proposed budget for the fourth year, covering the period July 1, 2010 through June 30, 2011, established at a not-to-exceed amount of \$2,267,000. The proposed FY 2011 budget represents a one percent increase when compared to the FY 2010 budget. In addition to inflationary increases in labor and direct expenses, this budget includes provisions to continue the succession planning process for executive staff as well as the ongoing implementation of technology upgrades for the ACCESS system.

RESOLUTION

WHEREAS, Port Authority of Allegheny County (Authority) provides a coordinated paratransit system to serve individuals with disabilities and elderly persons in Allegheny County;

WHEREAS, in regards to the paratransit system, the Authority requires a contractor to provide various services including establishing and monitoring the paratransit service network; certifying eligibility of individuals who wish to participate in the fare subsidy program; marketing the services; establishing methods of trip payment; entering into contracts with ACCESS carriers; monitoring carrier performance and performance from an overall system point of view; and assisting the Authority in related matters.

WHEREAS, the Authority previously entered into a contract with Veolia Transportation, Inc., d/b/a ACCESS Transportation Systems, to manage the coordinated paratransit system for a period of four and one-half years, from January 1, 2008 through June 30, 2012; and

WHEREAS, the contract requires that the budget for each contract year be negotiated by the parties and approved by the Authority's Board; and

WHEREAS, the fourth year of the contract extends from July 1, 2010 through June 30, 2011; and

WHEREAS, negotiations were conducted by the Authority's staff with Veolia Transportation, Inc., concerning the fourth year of the contract; and

WHEREAS, as a result of negotiations, the Authority has determined that it is in the best interest of the Authority to continue the management of the coordinated paratransit system by Veolia Transportations Inc., for the not-to-exceed amount of \$2,267,000, for the fourth contract year for the period July 1, 2010 through June 30, 2011. This represents a one percent increase when compared to the previous year.

NOW, THEREFORE, BE IT RESOLVED, that the chief executive officer and/or chief financial officer be, and they hereby are, authorized to execute an amendment to the existing contract, in an amount not-to-exceed \$2,267,000, in a form approved by counsel, for the period July 1, 2010 through June 30, 2011 and to take all such other actions as may be necessary and proper to carry out the intent of this resolution.