

GOLDEN GATE BRIDGE, HIGHWAY AND TRANSPORTATION DISTRICT

RESOLUTION NO. 2010-079

**APPROVE ACTIONS RELATIVE TO THE AWARD OF
SOLE SOURCE CONTRACT NO. 2011-FT-7,
PARTS AND SERVICES FOR THE OVERHAUL OF THE M.V. MENDOCINO MAIN ENGINES
TO VALLEY POWER SYSTEMS NORTH, INC.**

September 24, 2010

WHEREAS, the four engines on the high-speed ferry, *M.V. Mendocino*, have been in service for approximately 8,000 hours and are in need of an overhaul to ensure reliable operation, including the removal and replacement of several engine sub-components; and,

WHEREAS, the use of a factory-authorized dealership to install the manufacturer's parts would reduce the District's exposure to liability, because the District will be able to secure a factory warranty on progressive damage in addition to a parts and labor warranty; and, moreover, complete replacement of an engine is very costly, but could be covered by the progressive damage warranty, which requires use of a factory-certified mechanic from factory-authorized dealership; and,

WHEREAS, Valley Power Systems North, Inc. (VPSNI), has submitted a proposal to the District for the major engine overhaul, as well as other main propulsion overhaul items and staff determined that the price is fair and reasonable; and,

WHEREAS, California State law permits an exception from the competitive bidding requirement when such a process would be unavailing and not in a public agency's best interests, and because VPSNI is uniquely positioned to provide the necessary work, a competitive bidding process would serve no useful purpose; and,

WHEREAS, the Building and Operating Committee, at its meeting of September 23, 2010 has so recommended; now, therefore be it

RESOLVED that the Board of Directors (Board) of the Golden Gate Bridge, Highway and Transportation District hereby authorizes award of Sole Source Contract No. 2011-FT-7, *Parts and Services for the Overhaul of the M.V. Mendocino Main Engines*, to Valley Power Systems North, Inc., Hayward, CA, in the amount of \$209,613.09; and be it further

RESOLVED, that the Board hereby authorizes the establishment of a Contingency Fund in the amount of \$30,386.91, to cover unanticipated items that may be discovered once work commences; and, be it further,

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BOARD OF DIRECTORS MEETING OF SEPTEMBER 24, 2010
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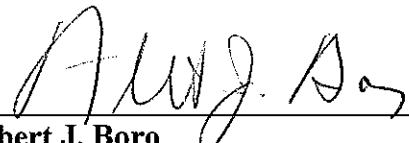
RESOLVED, that the Board hereby authorizes the establishment of a total Project budget in the amount of \$240,000.00, to be funded with \$212,472.00 Federal Transit Administration grant funds (88.53%) and \$27,528.00 District Reserves (11.47%); and be it further

RESOLVED, that the Board hereby authorizes the General Manager to approve change orders to Contract No. 2011-FT-7, up to the maximum of the available Contingency Fund; and be it further

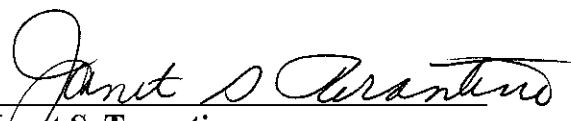
RESOLVED, that the Board hereby authorizes a budget increase in the FY 10/11 Ferry Transit Division Capital Budget in the amount of \$90,000.00, as concurred with by the Finance-Auditing Committee at its meeting of September 23, 2010.

ADOPTED this 24th day of September 2010, by the following vote of the Board of Directors:

- AYES (16):** Directors Campos, Chu, Cochran, Dufty, Elsbernd, McGlashan, Moylan, Newhouse Segal, Pahre, Sanders, Snyder, Sobel and Stroeh; Second Vice President Eddie; First Vice President Reilly; President Boro
- NOES (0):** None
- ABSENT (3):** Directors Brown, Grosboll and Kerns



Albert J. Boro
President, Board of Directors

ATTEST: 
Janet S. Tarantino
Secretary of the District