Rail Operations, Maintenance and Support Services Transition Update

Board of Directors
January 5, 2012

Background

• Board Contract Award to TransitAmerica Services, Inc. (TASI): Sept. 1, 2011
• JPB Issued NTP: Oct. 1, 2011
• Mobilization/Transition: Underway
Transition Update

• High level of cooperation between Amtrak and TASI
• FRA is actively engaged
  – Several deliverables completed and submitted
• Union Leadership is being responsive:
  – Concurrent negotiations with eleven unions
  – Several side agreements in place
  – National union activities have impacted the schedule
• Hiring activities for employees are underway:
  – Town Hall TASI information sessions held for all management and represented employees
  – Employment offers made to management employees, represented employees pending negotiations

Transition Update (cont)

• Comprehensive TASI mobilization and transition plan and schedule finalized:
  – Outlines activities required for safe and seamless transition
  – Contract deliverables are being submitted and reviewed as planned
    • 28 plans and procedures to date
  – Transition activities are more complex, requiring more time and resources than planned:
    • JPB setting operating and financial baselines
  – Planned date for Contract Service set for end of May 2012
• Transition budget requires amendment
Transition Budget

- Original Budget for March 3, 2012 Transition: $3.2 million
  - $2.4 million for TransitAmerica
  - $800,000 for agency costs
- Revised Budget for May 26, 2012 Transition: $4.7 million
  - $0.6 million for additional staff, audit, inventory and asset assessment support for March 3
  - $0.9 million for additional burn rate from March 3 through May 26

Next Steps

- Notify Amtrak concerning schedule for providing Caltrain service Through May 2012.
  - Amtrak contract allows for provision of service through June 2012.
- Manage and coordinate transition activities to complete transition as planned and budgeted.
Questions?