

Washington Metropolitan Area Transit Authority
Board Action/Information Summary

<input checked="" type="radio"/> Action <input type="radio"/> Information	MEAD Number: 100991	Resolution: <input checked="" type="radio"/> Yes <input type="radio"/> No
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TITLE:

Repair of Damaged Railcars - West Falls Church

PURPOSE:

To obtain Board approval to (1) modify the Rail Engineering Services Contract with LTK Engineering Services by \$500,000, increasing the contract from \$12,135,833 to \$12,635,833, for engineering services support to assess damages, perform inspections and lab testing, and repair/rehab damaged railcars; (2) initiate and award competitive contracts for the rehabilitation, repair, and testing of eight damaged railcars (one 1000-Series, three 3000-Series and four 5000-Series), including all material, transportation and labor (engineering and consultant services) to support the activity, (3) authorize the GM to modify contract #RC7000 with Kawasaki to procure additional railcars, using available funds from the insurance settlement proceeds, to replace the railcars damaged beyond repair (totaled) should repair or the cost to repair not be feasible, **and (4) amend the FY2011 Capital Budget by \$8.053 million.**

DESCRIPTION:

On November 29, 2009, 12 Metro railcars (two six-car trains; one train stationary, the other moving) were involved in a collision at the West Falls Church rail yard.

Fleet	Total Loss	Significant Damage	Minor Damage
1000 Series	3	1	0
3000 Series	1	1	2
5000 Series	0	4	0
Totals	4	6	2

Metro received a partial insurance settlement in the amount of \$8,053,378 in November 2010 which will be used to repair the eight cars. It is estimated that the repair of the six cars sustaining significant damage will be between \$600,000 and \$1,000,000 per car and repairs on the two cars sustaining minor damage will be between \$250,000 and \$400,000 per car. The three 1000-Series and the one 3000-Series cars damaged beyond repair (totaled) will be replaced as part of the

new rail car procurement should repair or the cost to repair not be feasible.

A project named *Repair of Damaged Railcars* (CIP148) was established in accordance with the reprogramming policies approved by the Board in October 2010, with Resolution No. 2010-59, which authorizes the General Manager to create a capital project funded with insurance proceeds related to property losses.

The project was funded with \$8,053,378 insurance proceeds received in November 2010 and supports Metro's goal of using every resource wisely.

FUNDING IMPACT:

FY 2011	
Program:	Capital Improvement Program
Project:	Repair of Damaged Railcars - CIP - 148
Project Manager:	Ken Morford
Project Department/Office:	TIES/CENV
Budget:	\$8,053,378
This Action:	\$7,920,000
Prior Approval:	\$ 0
Remaining Budget:	\$ 133,378
Remarks:	Remaining budget includes program administration and force account costs to support this activity.
Operating Budget Impact:	None

RECOMMENDATION:

Approval to (1) modify the Rail Engineering Services Contract with LTK Engineering Services by \$500,000, increasing the contract from \$12,135,833 to \$12,635,833, for engineering services support to assess damages, perform inspections and lab testing, and repair/rehab damaged railcars; (2) initiate and award competitive contracts for the rehabilitation, repair, and testing of the eight damaged railcars (one 1000-Series, three 3000-Series and four 5000-Series), including all material, transportation and labor (engineering and consultant services) to support the activity, (3) authorize the GM to modify contract #RC7000 with Kawasaki to procure additional railcars, using available funds from the insurance settlement proceeds, to replace the railcars damaged beyond repair (totaled) should repair or the cost to repair not be feasible, **and (4) amend**

the FY2011 Capital Budget by \$8.053 million, from \$844.476 million to \$852.530 million.

PRESENTED AND ADOPTED: January 27, 2011

SUBJECT: INCREASE CAPITAL BUDGET FROM INSURANCE PROCEEDS TO REPAIR DAMAGED RAILCARS

2011-05

**RESOLUTION
OF THE
BOARD OF DIRECTORS
OF THE
WASHINGTON METROPOLITAN AREA TRANSIT AUTHORITY**

WHEREAS, On November 29, 2009, 12 Metro railcars were involved in a collision at the West Falls Church rail yard; and


WHEREAS, Metro has received a partial insurance settlement in the amount of \$8,053,378, which will be used to repair eight damaged railcars; and

WHEREAS, A project named Repair of Damaged Railcars (CIP148) has been established in accordance with the reprogramming policies approved by the Board of Directors in October 2010, with Resolution #2010-59, which authorizes the General Manager to create a capital project funded with insurance proceeds related to property loss; now, therefore be it

RESOLVED, That the Board of Directors approves an increase to the FY2011 Capital budget in the amount of \$8,053,378 from \$844.5 million to \$852.5 million for the West Falls Church insurance settlement; and be it finally

RESOLVED, That this Resolution shall be effective immediately.

Reviewed as to form and legal sufficiency,



Carol B. O'Keeffe
General Counsel

Motioned by Mrs. Hudgins, seconded by Ms. Hewlett

Ayes: 8 - Mr. Benjamin, Mrs. Hudgins, Mr. Downs, Ms. Hewlett, Mrs. Hynes, Mr. Wells, Mr. Downey and Mr. Acosta