To: Chair Cristol and the VRE Operations Board  
From: Doug Allen  
Date: May 17, 2019  
Re: Recommend Authorization to Execute an Amendment for the Fourth Year of the Contract for Maintenance Services for Commuter Rail

**Recommendation:**

The VRE Operations Board is asked to recommend the Commissions authorize the Chief Executive Officer to amend the Contract for Maintenance Services for Commuter Rail with Keolis Rail Services Virginia, LLC (KRSV) by increasing the total contract authorization by $8,889,465, for a total amount not to exceed $30,908,103, through June 30, 2020.

**Summary:**

This action will authorize contracted services for the maintenance, inspection and repairs of VRE locomotives, passenger rail cars and maintenance facilities for FY 2020.

**Background:**

On January 15, 2015, the VRE Operations Board recommended, and the Commissions subsequently authorized, the CEO to execute a Contract with KRSV for Maintenance Services for Commuter Rail.

The work performed under this contract includes daily and periodic servicing, inspection and repairs of locomotives and passenger rail cars. Life Cycle maintenance and extensive rolling stock repair work are included in this contract through a task order process. In addition to locomotive and passenger rail car work, the scope of work includes
inspection, maintenance and repair of facilities equipment including yard tracks and buildings.

On May 20, 2016, the VRE Operations Board recommended, and the Commissions subsequently authorized an amended start date for the first year of the Contract to July 1, 2016, and the total Contract amount for the first year of $7,252,371. Below is a list of the amendments, contract modifications and proposed action for this Contract:

<table>
<thead>
<tr>
<th>Date</th>
<th>Description</th>
<th>Amount</th>
<th>Authorized Value (Cumulative)</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 20, 2016</td>
<td>1st Contract Year &amp; Mobilization</td>
<td>$7,252,371</td>
<td>$7,252,371</td>
</tr>
<tr>
<td>April 21, 2017</td>
<td>2nd Contract Year</td>
<td>$7,092,267</td>
<td>$14,344,638</td>
</tr>
<tr>
<td>April 20, 2018</td>
<td>3rd Contract Year</td>
<td>$7,674,000</td>
<td>$22,018,638</td>
</tr>
<tr>
<td>May 17, 2019 (a)</td>
<td>4th Contract Year</td>
<td>$8,889,465</td>
<td>$30,908,103</td>
</tr>
</tbody>
</table>

(a) Pending Approval

This action will increase the contract value by $8,889,465, for a cumulative amount not to exceed $30,908,103, through the fourth year of the base five-year contract. The year over year increase is primarily due to:

- a contractually mandated increase of 2.52% based on the Consumer Price Index
- an increase in the projects planned for FY 2020 as part of the Life Cycle Maintenance program and for the installation of automatic passenger counters

**Fiscal Impact:**

Funding is provided for in the FY 2020 Operating budget for Maintenance Services for Commuter Rail and the CIP budget for Asset Management – Rolling Stock Equipment and Asset Management- Facilities includes funding for the fourth year of this work.

| FY 2020 Operating Budget: Maintenance Services for Commuter Rail | $6,868,000 |
| FY 2020 CIP Budget: Asset Management – Rolling Stock Equipment and Asset Management - Facilities | $1,636,465 |
| FY 2020 CIP Budget: Asset Management – Automatic Passenger Counters | $385,000 |
| **Total:** | **$8,889,465** |
Recommend Authorization to Execute an Amendment for the Fourth Year of the Contract for Maintenance Services for Commuter Rail

WHEREAS, in 2015; the VRE Operations board recommended, and the Commissions authorized, a five-year Contract for Maintenance Services for Commuter Rail with Keolis Rail Services Virginia, LLC; and,

WHEREAS, the Contract start date and total authorization was amended in May of 2016; and,

WHEREAS, on April 21, 2017, the Operations board recommended, and the Commissions subsequently authorized the second contract year, through June 30, 2018, in the amount of $7,092,267, for a total contract value not to exceed $14,344,638; and,

WHEREAS, on April 20, 2018, the Operations Board recommended, and the Commissions subsequently authorized the third contract year, through June 30, 2019, in the amount of $7,674,000, for a total contract value not to exceed $22,018,638; and,

WHEREAS, the current Contract authorization runs through June 30, 2019; and,

WHEREAS, the increase in Contract authorization will allow for continued maintenance services and life cycle maintenance work scheduled for FY 2020;

NOW, THEREFORE, BE IT RESOLVED THAT, the VRE Operations Board does hereby recommend the Commissions authorize the Chief Executive Officer to amend the Contract for Maintenance Services for Commuter Rail with Keolis Rail Services Virginia, LLC by increasing the total Contract authorization by $8,889,465, for a total amount not to exceed $30,908,103 through June 30, 2020.

Approved this 17th day of May 2019

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Katie Cristol
Chair

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John Cook
Secretary