



ITEM ID: 2023-233-0

TRANSMITTAL DATE: June 2, 2023

MEETING DATE: June 9, 2023

TO: Contracts, Operations, Maintenance, and Safety Committee

FROM: Donald Filippi, Chief Operating Officer

SUBJECT: FY2023-24 Annual Contract Authority for Contract No. OP137-17 - Equipment Maintenance Services - Alstom Mass Transit Corporation

Issue

Annual contract authority is required to provide Equipment Maintenance services to support the Metrolink system.

Recommendation

It is recommended that the Committee recommend the Board authorize the Chief Executive Officer to approve the annual contract authority for Contract No. OP137-17 for Equipment Maintenance Services with Alstom Mass Transit Corporation for a not-to-exceed amount of \$34,761,655 for FY2023-24.

Strategic Commitment

This report aligns with the Strategic Business Plan commitment:

- **Safety is Foundational:** We will stay on the leading edge by deploying new technologies and processes to enhance the safety and security of our riders, our fellow employees, and the communities we serve. **Customers Are Our Business:** We respect and value our customers, putting them at the heart of all we do, and work hard to attract and retain new customers by understanding their needs and finding new and innovative ways to bring them on board.

Background

Contract No. OP137-17 was competitively procured and awarded to Bombardier Mass Transit Corporation (now owned by Alstom Group and named Alstom Mass Transit Corporation, hereafter "Alstom") in September 2016 for a base term of eight years, with a single four-year option. To date, the Board has approved a cumulative budget authority amount of \$187,741,957 for Contract No. OP137-17.

Discussion

The recommended not-to-exceed annual contract amount of \$34,761,655 includes \$33,756,655 for annual Operating costs (including \$720,000 for availability and performance incentives, \$280,000 for the enhanced cleaning program (which includes on-train porters), \$127,239 for Sunday holiday service, and \$3,556,452 for Arrow service maintenance. The remaining \$1,005,000 contract authority is for special projects, special trains, and services.

Alstom's proposed budget for FY2023-24 has been reviewed by Staff. The final budget submittal has been found to be consistent with the Authority's operating assumptions. The proposed FY2023-24 maintenance budget comprises specific functions including Condition Based and Lifecycle Maintenance of the Authority's rolling stock active fleet to include 55 locomotives and 214 mixed bi-level railcars.

The \$1,005,000 for re-collectable, capital and rehab special projects, special trains, and miscellaneous services includes the following: Capital & Rehab Projects and Work: \$815,000 Capital and Rehab (includes Railcar Rebuild project, Rotem Door Overhaul project, Rotem Coupler Replacement project, Bombardier & Rotem HVAC project, FY21 Rehab, Locomotive Rehab Preliminary Engineering, CBM Development & MP36 LCM, Communication System Overhaul, HVAC Air Quality Solution, Cab Car Conversions, Window Gasket Replacement, service affected by rehab track/tie work); \$90,000 Re-collectable repairs to rail cars/locomotives involved in incidents and/or vandalism (re-collectable insurance); \$100,000 Re-collectable Special & Agency trains (includes miscellaneous re-collectable special and Agency trains).

Base Maintenance of Equipment Services	
Base Maintenance	\$29,072,964
Sunday Holiday Service	\$127,239
Enhanced Cleaning Program	\$280,000
Availability and Performance Incentives	\$720,000
Arrow Maintenance	\$3,556,452
Base Maintenance Subtotal	\$33,756,655
Capital and Rehab Services	
Capital and Rehab	\$815,000
Re-collectable repairs to rail cars/locomotives involved in incidents and/or vandalism	\$90,000
Re-collectable Special & Agency trains	\$100,000

Capital and Rehab Subtotal	\$1,005,000
Total Requested Authority	\$34,761,655

Budget Impact

The amounts for which contract authority is requested are included and are contingent upon the adoption of the Proposed FY2023-24 Operating Budget (\$33,756,655); Proposed FY2023-24 Capital Program Budget (\$815,000); and Third-Party Re-collectable (\$190,000). Funding for subsequent years will be requested through the annual budget or an equivalent process. There is no financial commitment with respect to subsequent years and work will be authorized only if funding is approved.

Next Steps

Upon approval of this request as well as adoption of the FY2023-24 Operating Budget, staff will issue a Notice to Proceed for the FY2023-24 service plan and for the approved annual funding authorization under the provisions of this contract.

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Approved by: Donald Filippi, Chief Operating Officer