



## **ITEM 5**

**Approve Resolution of the Board of Commissioners of the San Joaquin Regional Rail Commission Authorizing the Chair to Negotiate with the Chair of the San Joaquin Joint Powers Authority to Extend the Term of the Managing Agency Agreement with the Rail Commission for the Oversight of the San Joaquin Intercity Rail Service for an Additional Three (3) Years**



## BACKGROUND

- ❑ SJJPA issued a RFP on May 31, 2013 for Managing Agency services to support SJJPA and the day to day oversight of the Amtrak San Joaquins
- ❑ SJJPA established a Selection Committee with staff from StanCOG, Contra Costa County Transportation Agency, Fresno COG and Merced CAG
- ❑ BART and SJRRC submitted proposals and were interviewed by the Selection Committee
- ❑ SJRRC was unanimously approved as the Managing Agency at the July 26th 2013, SJJPA Board Meeting.



## BACKGROUND

- ❑ SJRRC has served as the Managing Agency for the San Joaquin Service, under the direction of the San Joaquin Joint Powers Authority (SJPA) since September 2013
- ❑ Staffing for the SJPA is through shared staff positions and consultants, and dedicated staff positions and consultants working on behalf of SJPA to manage the San Joaquin Intercity Service
- ❑ The current SJPA contract for the Managing Agency Services will expire at the end of September 2016



## BACKGROUND

- ❑ At the SJJPA'S May 27th 2016 meeting, the Board voted unanimously to extend the Managing Agency Agreement with the Rail Commission for an additional three years, and authorized the Chair to negotiate the contract extension
- ❑ Funding for SJJPA Managing Agency support and oversight of the Amtrak San Joaquin Service is included in the FY 2016/2017 SJRRC Budget at \$48.7m funded through the State Budget process



## **ITEM 6**

**Public Hearing: Presentation and Approval of a Resolution Adopting the SJRRC/ACE/SJIPA Combined Fiscal Year 2016/2017 Work Program - Capital Budget of \$42,661,203 and Operating Budget of \$71,413,757**



# BUDGET ADOPTION SCHEDULE

- ❑ May 6, 2106 – Conceptual Budget Presented to the Board for Comment
- ❑ June 3, 2016 - Public Hearing; Final Work Program and Budget to be submitted for approval



# 2015/2016 HIGHLIGHTS

- ❑ ACE is one of the fastest growing Commuter Rail Service in the Country
- ❑ 91.7% On Time Performance
- ❑ 1.3 Million Annual Trips (estimated for June 30th)
- ❑ Average 5,016 Trips/Day
- ❑ Fare Revenue 5% Above Projections



# 2015/2016 HIGHLIGHTS

## ■ Fiscal Year Thru May:

On-Time Performance	- 91.7%
Ridership	- 1,179,823
Fare Revenue Thru April (83% of the year)	- 88% of budget





# 2016/2017 WORK PROGRAM and BUDGET

## ■ Categories

### □ Capital Program:

- Major Projects and associated expenses
  - *ACEforward* Project was added – Funded by HSR (9,900,000)
  - Stockton Station Track Ext. – Added Finding through SJCOG (6,900,000)
- Capital Revenues

### □ Operating:

- Project Management and Services and Supplies
- Contracted Services
- Operating Revenues



# 2016/2017 FY MAJOR CAPITAL PROJECTS

- Major project initiatives for 2016/17
  - Altamont Corridor HSR/Regional Rail EIR/EIS (ACEforward)  
\$9,900,000
  - Positive Train Control on Locomotives and Cab Cars \$2,800,000
  - Sunol Wayside Horns \$800,000
  - Stockton Station Track Extension \$11,863,925



# CAPITAL BUDGET FY 2016/2017

	Project Total for FY 16/17
<i>ACE Forward</i>	\$9,900,000
Positive Train Control	\$2,800,000
UPRR Capital Access Fee	\$3,242,516
UPRR Capitalized Maintenance Projects	\$4,000,000
Bond Repayment	\$3,034,762
Cabral Station Track Extension	\$11,863,925
SJ COG Loan Repayment	\$1,200,000
Mid-Life Overhaul Of 1 Locomotive	\$1,500,000
Rail Maintenance & Layover Facility	\$1,020,000
E-Ticketing	\$1,000,000
Capital Spares/ Upgrades	\$500,000
Wayside Horn Projects (Sunol Crossings)	\$800,000
San Joaquins Intercity Minor Capital Projects	\$1,800,000
<b>TOTAL CAPITAL PROJECTS BUDGET</b>	<b>\$42,661,203</b>



# 2016/2017 CAPITAL BUDGET REVENUES

- 16 funding sources have been identified to complete the 2016/2017 Capital Program Including funding from:
  - ❑ Federal Formula Programs
  - ❑ State Safety and Security Programs
  - ❑ State High Speed Rail Connectivity
  - ❑ Local (Measure K and Measure B)
  - ❑ IRS Tax Credit for Bond Repayment



## 2016/2017 FY OPERATING BUDGET - COST DRIVERS

- **Approximately \$1,032,297 Increase in Overall ACE O&M Budget**
  - ❑ \$406,700 increase in insurance associated with the increase in ACE ridership
  - ❑ \$240,000 increase in the O&M contract based upon the contractual CPI index
  - ❑ \$173,500 increase in security services / safety programs due to potential impact of increase to minimum wage
  - ❑ \$255,000 decrease in fuel due to economy of bulk purchases

**Budgets for 2016/2017**

	2016/17 SJRRC Operating Budget	2016/17 ACE Operating Budget	2016/17 SJRRC/ACE Operating Budget	2016/17 SJJPA Operating Budget
<b>PROJECT MANAGEMENT, SERVICES, AND SUPPLIES</b>				
Salaries/Benefits/Contract Help	\$332,525	\$3,727,501	<b>\$4,060,026</b>	1,513,160
Office Expense Postage	32,565	38,285	<b>70,850</b>	-
Subscriptions/Periodicals/Memberships	6,325	8,825	<b>15,150</b>	-
Office Equipment/Furniture	31,808	55,470	<b>87,278</b>	-
Computer Systems	16,915	35,235	<b>52,150</b>	-
Communications	29,515	80,000	<b>109,515</b>	-
Motor Pool	19,660	56,610	<b>76,270</b>	12,000
Transportation/Travel	6,200	26,550	<b>32,750</b>	30,000
Training	6,315	14,085	<b>20,400</b>	-
Training—Security Grant Funded	-	30,000	<b>30,000</b>	-
Audits Regulatory Reporting	3,900	79,100	<b>83,000</b>	20,000
Professional Services Legislative	25,000	75,000	<b>100,000</b>	-
Professional Services Legal	40,000	50,000	<b>90,000</b>	50,000
Professional Services General	41,917	146,273	<b>183,190</b>	20,000
Publications/Legal Notices	7,750	12,250	<b>20,000</b>	5,000
Taxes Assessments	23,025	-	<b>23,025</b>	-
<b>Project Management, Services, and Supplies Subtotal</b>	<b>\$623,420</b>	<b>\$4,435,184</b>	<b>\$5,058,604</b>	<b>1,650,160</b>

<b>CONTRACTED SERVICES</b>		<b>SJRRC</b>	<b>ACE</b>	<b>COMBINED</b>	<b>SJJPA</b>
Maintenance of San Joaquin County Facilities	\$76,500			<b>\$76,500</b>	-
Maintenance and Improve System Wide ACE Stations	-	51,900		<b>51,900</b>	-
Maintenance of Headquarters Structures/Grounds	68,520	155,460		<b>223,980</b>	-
ACE Operations & Maintenance	-	5,748,550		<b>5,748,550</b>	-
Consumables/Repair Parts	-	1,000,000		<b>1,000,000</b>	-
Operating Leases	29,500	72,000		<b>101,700</b>	-
Fuel	-	1,579,217		<b>1,579,217</b>	-
RR Maintenance, Oversight/Dispatching	-	1,735,000		<b>1,735,000</b>	20,000
Insurance	151,417	2,437,999		<b>2,589,416</b>	5,000
Insurance Management Fees	31,500	143,500		<b>175,000</b>	20,000
Security Services/Safety Programs	42,785	319,600		<b>362,385</b>	-
FRA/FTA Drug Testing Program	-	6,200		<b>6,200</b>	1,000,000
Community Engagement & Marketing	25,000	340,472		<b>365,472</b>	-
Special Trains	-	317,970		<b>317,970</b>	-
Passenger Services	-	14,500		<b>14,500</b>	-
Ticketing Services	-	472,950		<b>472,950</b>	25,000
Professional Services Operations	41,725	295,300		<b>337,025</b>	10,000
Communications, Operations	-	137,226		<b>137,226</b>	-
Communications, Wi-Fi	-	129,856		<b>129,856</b>	-
Emergency Ride Home Emergency Bus Bridges	-	37,500		<b>37,500</b>	-
Rail Maintenance Facility	-	900,414		<b>900,414</b>	46,000,000
San Joaquin Intercity Rail Operations	-	-			
<b>Contracted Services Sub-Total</b>	<b>\$466,947</b>	<b>\$15,895,814</b>		<b>\$16,362,761</b>	<b>47,080,000</b>
<b>SHUTTLE SERVICES</b>	-	<b>\$1,262,232</b>		<b>\$1,262,232</b>	<b>\$0</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>\$1,090,367</b>	<b>\$21,593,230</b>		<b>\$22,683,597</b>	<b>\$48,730,160</b>



# OPERATING REVENUES FY 2016/2017

	2016/17 SJRRRC Operating Budget	2016/17 ACE Service Operating Budget	2016/17 Combined SJRRRC/ACE Operating Budgets	2016/17 SJJPA Operating Budget
San Joaquin County Local Measure K	\$1,090,367	2,231,841	\$3,322,208	0
Local Transportation Funds (LTF)		3,000,000	3,000,000	0
Federal Section 5307 —PM		0	0	0
Federal Section 5307— ADA Set-Aside		0	0	0
Federal Section 5307— Congestion Mitigation and Air Quality (CMAQ)		0	0	0
Fare Revenues		8,500,000	8,500,000	0
ACTC Measure B Local		3,002,697	3,002,697	0
Santa Clara VTA Local		3,224,089	3,224,089	0
Transportation for Clean Air (TFCA)		100,000	100,000	0
SJCOG—State Transit Assistance (STA) Funds		602,908	602,908	0
MTC—State Transit Assistance (STA) Funds		206,925	206,925	0
ACTC Measure B Local (Admin fee)		30,000	30,000	0
Employer Shuttle Contributions		4,800	4,800	0
Amtrak Thruway Service		75,000	75,000	0
Special Event Train Tickets & Tickets Sales Others		317,970	317,970	0
FEMA Security		147,000	147,000	0
Sponsorship Contribution		0	0	0
High Speed Rail		150,000	150,000	0
State Intercity Rail Funds		0	0	48,730,160
<b>TOTAL OPERATING REVENUES</b>	<b>\$1,090,367</b>	<b>\$21,593,230</b>	<b>\$22,683,597</b>	<b>\$48,730,160</b>





# 2016/2017 FY CAPITAL AND OPERATING BUDGET

			Total Capital
Capital Budget	-		\$42,661,203
Operating Budgets			
<input type="checkbox"/> SJRRC	-	\$ 1,090,367	
<input type="checkbox"/> ACE	-	\$21,593,230	
<input type="checkbox"/> SJJPA	-	\$48,730,160	
			Total Operating
			\$71,413,757



## **ITEM 7**

**Approve Resolution of the Board of Commissioners of the San Joaquin Regional Rail Commission Authorizing a Three-Year Contract for Crew Layover Services to Marriott San Jose Downtown for an Amount Not-To-Exceed \$1,466,047 total from July 1, 2016 through June 30, 2019, and Authorizing and Directing the Executive Director to Execute the Agreement**



## BACKGROUND

- ❑ Federal Railroad Administration (FRA) require the Rail Commission to provide crew rest facilities between operating schedules to allow the crews to work a split shift and not exceed the daily 12 hour work window
- ❑ Staff has investigated various options for layover facilities, such as, purchasing a facility to accommodate on-board personnel, partnering with Caltrain on layover facilities and with Universities near the storage tracks



# BACKGROUND

- ❑ As a result a Request for Proposal (RFP) was released on March 31, 2016, for facilities to serve as layover for the ACE on-board staff
  
- ❑ The RFP was sent to the following hotels:
  - Americas Best Value Inn – San Jose
  - Arena Hotel – San Jose
  - Best Western Airport Plaza - San Jose
  - Country Inn & Suites By Carlson - San Jose
  - Days Inn San Jose Airport - San Jose
  - Fairmont San Jose - San Jose
  - Four Points by Sheraton - San Jose
  - Hilton San Jose Hotel and Towers - San Jose
  - Hotel De Anza - San Jose
  - Hyatt Plaza - San Jose
  - Marriott - San Jose
  - Ramada Limited - San Jose
  - Super 8 Motel - San Jose



## BACKGROUND

- ❑ On May 5<sup>th</sup>, 2016, the Rail Commission received one responsive proposal.
  - Marriott – San Jose
  
- ❑ In completing due diligence Staff contacted solicited bidders who did not propose on the RFP as to why they did not submit a proposal and the response were for the same reason:
  - Other obligations – cannot take on new clients at this time



# BACKGROUND

- Marriott San Jose proposed daily room rates, including taxes and other fees for each of the three (3) years associated with this agreement. The daily and annual amounts are as follows:

	Daily Room Rate	Annual Cost
FY 2016/2017	\$122.06	\$466,880
FY 2017/2018	\$127.76	\$488,682
FY 2018/2019	\$133.46	\$510,485

- The contract to be awarded is for three (3) years with one (1) additional option to renew at the sole discretion of SJRRC. SJRRC does have the option to cancel the contract with 5 day written notice.