

PMOC MONTHLY REPORT

Honolulu Rail Transit Project
City and County of Honolulu
Honolulu Authority for Rapid Transportation (HART)
Honolulu, HI

June 2015 (FINAL)

PMOC Contract Number: DTFT60-14-D-00012
Task Order No. 3: Honolulu Rail Transit Project
Project No: DC-27-5288
Work Order No. 1
OPs Referenced: OP 1 and 25

Jacobs Engineering Group, Inc.

319 E. Warm Springs Road, Suite 200, Las Vegas, Nevada 89119

William Tsiforas, (702) 938-5400, william.tsiforas@jacobs.com

Length of Time Assigned: Five Years (November 18, 2009 through February 23, 2015)

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1.0 EXECUTIVE SUMMARY

1.1 Project Description

- **General Description:** The Project is a 20-mile-long elevated fixed guideway rail system along Oahu’s south shore between East Kapolei and Ala Moana Center. The Project will include 21 stations. The alignment is elevated, except for a 0.6-mile at-grade portion at the Leeward Community College station. The Project is planned to be delivered in four guideway segments.
 - Segment I (West Oahu/Farrington Highway) – East Kapolei to Pearl Highlands (7 miles/7 stations)
 - Segment II (Kamehameha Highway) – Pearl Highlands to Aloha Stadium (4 miles/2 stations)
 - Segment III (Airport) – Aloha Stadium to Middle Street (5 miles/4 stations)
 - Segment IV (City Center) – Middle Street to Ala Moana Center (4 miles/8 stations)
- **Length:** 20 miles
- **No. of Stations:** 21
- **Additional Facilities:** Maintenance and Storage Facility and parking facilities
- **Vehicles:** 80 vehicles
- **Ridership Forecast:** Weekday boardings – 104,300 (2020); 119,600 (2030)

1.2 Project Status

- Overall project is approximately 34% complete as of April 2015. The planned completion at this time is approximately 48% (based on S-curve late plan).
- Overall design of the project is approximately 84.7% complete as of April 2015. The planned completion at this time is approximately 94.5% (based on S-curve late plan). However, this percent complete may change as a result of utilizing DB procurement strategy for the Airport and City Center guideway and stations sections.
- Overall construction of the project is approximately 26.0% complete as of April 2015. The planned completion at this time is approximately 40.0% (based on S-curve late plan). Section 2.1.3 and Appendix B of this report provide the status of the current design and construction contracts. The following table provides the summary level status of the primary construction contracts:

Description	% Complete*		Schedule Status
	Actual	Planned	
West Oahu /Farrington Highway (WOFH) DB Contract	64%	76%	4-6 months behind
Kamehameha Highway Guideway (KHG) DB Contract	37%	76%	7 months behind
Maintenance and Storage (MSF) DB Contract	71%	74%	10 days behind
Core Systems Design-Build-Operate-Maintain (DBOM) Contract	22%**	23%	3 months behind***
Airport Advanced Utilities Construction Contract	9%	17%	1 month behind

*As of April 2015

**Based on expenditures. All others are based on Earned Value.

***Contract schedule is to be re-baselined to incorporate new milestone dates due re-procurement of Westside Stations Group and use of DB for the eastside guideway and stations.

1.3 Core Accountability Items

Project Status: FFGA		Original at FFGA	Current Estimate
Cost	Cost Estimate	\$5,122,000,000	\$5,122,000,000**
Contingency	Unallocated Contingency	\$101,900,000	\$11,500,000
	Total Contingency (Allocated plus Unallocated)	\$643,600,000	\$303,000,000
Schedule	Revenue Service Date (RSD)	1/31/2020	1/31/2020
Total Project Percent Complete	Based on Expenditures	34.3% (as of April 24, 2015)	
	Based on Earned Value*	34.3%	

*Overall project progress is based on the weighted value progress of the individual construction and design contracts.

**Does not reflect HART's current EAC, which has not been validated and does not include all known potential costs.

Major Issues	Status	Comments/Planned Action
Potential Cost & Schedule Delays	HART has experienced delays and has incurred costs as a result of both the state and federal lawsuits.	See PMOC Monthly Report Section 1.4 for status.
Funding Shortfall	Section 5307 funds will not be made available and GET receipts continue to be an issue.	See PMOC Monthly Report Section 1.4 for status.
Post-Rod Changes	HART is considering several proposed design changes that may require additional environmental review.	FTA and HART hold bi-weekly meetings to discuss the status of any potential changes. HART has submitted or will submit information on each proposed change for FTA to determine the level of documentation required to assess impacts and subsequent mitigation measures.
Hawaii Electric Company (HECO)	50-foot offset requirement	See PMOC Monthly Report Section 1.4 for status.
Next Quarterly Meeting:	August 18, 2015	

1.4 PMOC Issues or Concerns

- Budget – HART's current Estimate at Completion (EAC) indicates that the Project cost will most likely exceed the FFGA budget primarily due to the AIS, federal lawsuit delays, subsequent impact of current market conditions, and several other items that are anticipated to be an additional cost to the project. HART is reviewing the project budget and will update the EAC accordingly.
- Contingency – HART indicates a forecasted amount of \$303 million remaining in contingency (\$11.5 million in unallocated and \$291.8 million in allocated contingency). However, these numbers have not been updated and do not reflect impacts of the Westside Stations bids, the updated cost estimate for the Airport/City Center Guideway Contract, and several items that have been included in the EAC.
- Funding – HART collected \$65 million in tax revenue for the quarter that ended in March 2015. The amount was \$9 million above quarterly projections based on HART's financial

plan, which is encouraging. HART has indicated that it will not have access to \$210 million in Section 5307 funds for the project. HART and the City must identify substitute funding to address the loss of these funds in an update of the Financial Plan, which was originally due to FTA in July 2015. However, it is now anticipated that updated Financial Plan will not be available until the 4th quarter of 2015 since they need to await final action on the GET extension before they can update the plan. HART has indicated that they intend to take advantage of low interest rates and an improved borrowing plan to save an estimated \$60-75 million in borrowing costs.

- GET Extension - The Hawaii State Legislature passed House Bill 134, which would extend the City and County of Honolulu's current 0.5% surcharge on the state's General Excise Tax (GET) for the rail transit project for an additional five years through 2027. The legislative session closed on May 17, 2015. Preliminary estimates are that the GET extension could generate approximately \$1.8 billion in revenue. The Governor has 45 calendar days from May 17, 2015 to sign the legislation, and the City Council will need to amend an ordinance to enact the tax extension. The City Council cannot enact the measure before July 1, 2015 (start of Fiscal Year) but must take action by December 15, 2015. If passed by the City Council, the Mayor must then sign the measure.
- Cost Containment/Cost Reduction Measures – The PMOC has discussed the project cost on a monthly basis with HART in an effort to ensure that cost issues are proactively addressed. HART has recently implemented Cost Containment and Cost Reduction measures in an effort to mitigate the cost increase. These efforts include:
 - Significant revision of the project's contract packaging strategy
 - Development of a detailed cost reduction matrix that focuses on the remaining construction contracts (Value Engineering)
 - Review of interface milestones to help relieve schedule compression where possible
 - Review of various options related to financing of the project
 - Identification of items that could be considered Operations & Maintenance costs
 - Development of a HART Decision Milestone Matrix.

The PMOC will continue to hold Cost Containment Workshops with HART on a monthly basis to review the Cost Reduction Measures Matrix and HART's Decision Milestone Matrix. Nevertheless, it is still anticipated that the Project cost will most likely exceed the FFGA budget. Therefore, in addition to the matrices, HART should begin initiating plans that identify a course of action, such as Secondary Mitigation Measures, and start to implement them.

- Schedule – Master Project Schedule will require revision as a result of the re-packaging of the remaining contracts. A preliminary update of the MPS was provided to the PMOC in March 2015. The PMOC will await the full MPS update before performing a detailed review. HART indicated that a revised MPS will be available in June 2015.
- HART intends to build an interim park-n-ride facility at the University of Hawaii West Oahu Station. This facility would be in use until the developer completes the structure

over the Kaloi Channel that allows for access to the permanent location of the park-n-ride facility. HART is evaluating the issue to determine whether to use federal or local funds to build the interim facility. UH-West Oahu intends to use the interim facility for campus parking after HART no longer has need for the facility. However, it is not known how long the interim facility will be in use before the permanent facility can be constructed. If federal funds are to be used, clarification is needed to determine the anticipated period that the facility would be utilized by HART.

- Hawaiian Electric Companies (HECO)
 - HECO has a collective bargaining agreement that has different wage scales and allows payment to its labor forces biweekly, which does not satisfy Davis-Bacon. HECO has requested a waiver at the state and federal level on its collective bargaining agreement that has different wage scales and allows payment to its labor forces biweekly. HART is coordinating to resolve this with HECO.
 - 50-foot Offset Issue – HECO and HART have continued high-level meetings to discuss numerous issues including the offset issue. HECO has now indicated that offsets must be maintained to accommodate future pole replacement. The proposed use of a telescoping bucket truck would only mitigate line maintenance issues. HART is uncertain why the change in requirements from HECO, but this may have a tremendous impact on both schedule and cost. It also affects ongoing DB contracts as well as the future DB contracts.

HART has acknowledged that under-grounding of portions of the overhead power lines will likely be required along limited lengths of the guideway. HECO provided HART with a report from its consultant regarding the potential extents of under-grounding. HECO's preliminary estimate has not been validated by HART. HART has indicated that some costs have been included in the EAC to cover HECO undergrounding, additional HECO work in City Center, and service connections. However, the PMOC strongly recommended that HART prepare an independent cost estimate for all additional HECO-related costs given their potential order of magnitude.

This is currently HART's most significant risk to the project. This issue must be resolved by fall 2015, so HART can incorporate the final configuration into the City Center Guideway and Stations DB Contract. If HART is required to underground all affected lines, it would have a significant impact on the project budget. HART has indicated that they have incorporated some exposure into their EAC for this, but not enough to cover the full cost if HECO requires complete undergrounding.

2.0 BODY OF REPORT

2.1.1 Project Status

- Overall project is approximately 34% complete as of April 2015. The planned completion at this time is approximately 48% (based on S-curve late plan).
- Overall design of the project is approximately 84.7% complete as of April 2015. The planned completion at this time is approximately 94.5% (based on S-curve late plan). However, this percent complete may change as a result of utilizing DB procurement strategy for the Airport and City Center guideway and stations sections.
- Overall construction of the project is approximately 26.0% complete as of April 2015. The planned completion at this time is approximately 40.0% (based on S-curve late plan). Section 2.1.3 and Appendix B of this report provide the status of the current design and construction contracts.

2.1.2 Status of Procurement

- Farrington Highway Station Group Construction – Invitation for Bids (IFB) was issued in December 19, 2014. Bids were received on March 3, 2015. The apparent low bid was \$78.9 million. HART received a bid protest notification from the second low bidder on March 9, 2015. Notification of the appeal was provided to the FTA on March 11, 2015. HART denied the bid protest on April 14, 2015. The protester filed an appeal with the Department of Commerce and Consumer Affairs (DCCA) on April 20, 2015. HART received a favorable decision from the DCCA on May 28, 2015. HART is proceeding with award of the contract on June 10, 2015. The project schedule is potentially delayed approximately 3 months due to the bid protest. However, HART is working to mitigate the potential schedule delay. The PMOC is not aware of any cost impacts associated with the bid protest.
- West Oahu Stations Group – Invitation for Bids (IFB) was issued in April 2015. Bids are due June 16, 2015.
- Kamehameha Highway Station Stations Group – IFB will be issued in August 2015.
- Airport Guideway and Stations DB Contract – This contract will include a two-part Request for Proposals (RFP). RFP Part I (qualifications) responses are due July 21, 2015. Part II responses (price and technical) will be due in January 2016. HART added a clause to the RFP Part I that required the proposers to submit an intent-to-bid, which were due June 10, 2015. HART indicated that they have received an intent-to-bid from two contractors.
- City Center and Stations DB Contract – This contract will include a two-part RFP. Part I will be issued August 2015. Part II will be issued in October 2015. NTP is anticipated for June 2016.
- Design Contracts – HART has limited the designers' activity for the Airport/City Center Guideway and Utilities Contract and Eastside Stations Group to supporting preparation of the eastside DB contracts.
- Pearl Highlands Parking Structure DB Contract – HART has deferred this procurement with the next solicitation action scheduled for July 2015. However, HART may begin

actively investigating the possibility of terminating this procurement and implementing a Public Private Partnership (PPP).

- H2R2 Ramp – Contract was awarded in May 2015 to Royal Contracting for \$5.2M. The protest period ended on May 12, 2014.
- Fare Collection Technical Support Consultant – Proposals were received on February 17, 2015. Two proposals were received by HART, but three proposals are needed per HART requirements. HART is seeking legal opinion for an exception to this requirement in order to evaluate the two proposals submitted. HART issued a Statement of Qualification (SOQ) on June 10, 2015 to obtain additional bidders.
- Fare Collection System - Request for Proposal (RFP) was originally anticipated to be released in May 2015 but is contingent upon an MOU with the City. No firm date for releasing the RFP has been provided by HART.

2.1.3 Status of Primary Construction Contracts

- West Oahu /Farrington Highway (WOFH) Design-Build (DB) Contract –
 - Contract is approximately 64% complete based on earned value (design and construction activities). The planned earned value at this time is approximately 75.7%.
 - The contract is approximately four months behind schedule. The delay is the result of less than planned production rates and lack of site access. HART and KIWC have been working to mitigate impacts to critical path activities. A revised baseline schedule was submitted by the contractor, but rejected by HART. HART requested that the schedule be resubmitted by KIWC via the Change Order process to quantify any extended overhead or escalation that may have resulted due to delays beyond KIWC’s control. It is anticipated that the substantial completion milestone will be modified to reflect the delay.
 - Approximately three-miles of guideway have been erected.
 - Overall quality of the contract is good.
- Kamehameha Highway Guideway (KHG) DB Contract –
 - The contract is approximately 37% complete based on earned value (design and construction activities). The planned earned value at this time is approximately 75.8%.
 - The contract is approximately seven months behind schedule. The delay is the result of less-than-planned production rates and lack of site access. HART and KIWC have been working to mitigate impacts to critical path activities. HART received a revised baseline schedule from the contractor, but it was rejected by HART. HART requested that the schedule be resubmitted by KIWC via the Change Order process to quantify any extended overhead or escalation that may have resulted due to delays beyond KIWC’s control.
 - Guideway erection is scheduled to begin in August 2015. However, there are HECO transmission line clearance issues associated with the guideway that may delay the shaft and guideway erection.
 - KIWC is mobilizing a third guideway erection truss to help mitigate the WOFH and KHG delays.
- Maintenance and Storage (MSF) DB Contract –

- The contract is approximately 71.0% complete based on earned value (design and construction activities). The planned earned value at this time is approximately 74%.
- Building structures are essentially complete with interior build out continuing.
- Contract substantial completion date has slipped 10 calendar days due to weather that impacted construction operations. KKJV and HART are working to mitigate the impacts to the critical path, which are not significant.
- Overall quality of the contract is good.
- Airport Advanced Utilities Construction Contract –
 - Contract is approximately 9% based on Earned Value. The planned earned value at this time is approximately 17%.
 - Some construction activities began in May 2015. Work was scheduled to begin in March 2015 but was delayed due to issues with Navy right of entry (ROE) for construction. HART has not been able to secure the necessary easements from the Navy to date. There are potential construction delays as a result of the lack of ROE. It is anticipated that the ROE will be available in July 2015.

2.1.4 Status of Core Systems Contract

Core System Description	Status
General	
Overall	<p>Contract is approximately 22% complete based on expenditures (design, manufacturing, and construction activities). The planned completion at this time is approximately 23.4% (based on late plan S-curve).</p> <p>Hitachi, LTD has an agreement to purchase AnsaldoBreda and Ansaldo STS from Finmeccania S.P.A. The sale is expected to close later this year.</p>
Design	<p>Following are the approximate levels of design completion</p> <ul style="list-style-type: none"> • LRVs – 93% (Interim Design), 5% (Final Design) • Train Control – 88% (Interim Design), 82% (Final Design) • Traction Power – 100% (Interim Design), 96% (Final Design) • Communications – 100% (Interim Design), 30% (Final Design) • Fire Detection – 100% (Interim Design), 55% (Final Design) • PSG, UPS, MPV – N/A (Interim Design), 72% (Final Design) <p>(Note: HART reports earned value only for the overall contract, not for design of the individual components.)</p>
Construction	Limited construction work (MSF signal house) is anticipated to begin in June 2015; significant construction activity will not begin until fall 2015.
Schedule	AHJV revised its baseline contract schedule has been approved. However, re-procurement of Westside Stations Group and use of DB for the eastside guideway and stations will result in another revision to the CSC schedule. The revised baseline schedule will not be available for three months. HART wants to ensure that they provide AHJV with milestone dates for their schedule update that should not change.
Staffing	AHJV has filled all open positions to date.
NTP Delay Claim	AHJV has asserted that it has had a 9-month delay in starting work due to CSC protest. This issue is in mediation, but mediation is delayed awaiting AHJV input to proceed.
System Performance Design	There are some concerns with AHJV's method for calculating headways and round-trip times. HART received updated System Performance Documents and continues discussions with AHJV. Alignment changes from Airport and City Center Fixed Facility Contractors may affect system performance. A full analysis must still be completed.
Vehicle Subsystem	
Vehicle Schedule	HART is closely monitoring vehicle production in Italy and working with Ansaldo Breda to prepare for final assembly start-up in Pittsburgh, CA. HART met with AHJV in late January 2015 to discuss schedule and activities planned for early 2015. Shipment of the first LRV to Honolulu is scheduled for February 2016.
Car Production	Extrusion of car bodies began in November 2014. Final assembly of the first LRV in Pittsburg, CA is scheduled to begin in July 2015. Shipment of the first LRV to Honolulu is scheduled for February 2016.

Core System Description	Status
Buy America	HART performed a Buy America Audit of the LRVs. HART intends to report the percentage based on the trainset, not type of car (End and Middle). Based on the trainset, the US content is 63%. Based on the type of car, the percentages are 64% (E car) and 62% (M car), which satisfy the minimum 60% US content for rail vehicles under Buy America.
Ship America	AHJV is negotiating terms with a carrier to transport the LRVs from Italy to US mainland and from US mainland to Hawaii. Once that agreement is finalized, HART will provide confirmation to FTA.
Traction Electrification Subsystem	
Uninterruptible Power Supply (UPS)	UPS loads are under discussion between HART and AHJV.
Middle Street AM Antenna	HART designers are investigating options for shielding of communications equipment from Electromagnetic Interference (EMI) due to proximity of AM radio tower near Middle Street. However, HART is evaluating alternatives to shielding including the potential to relocate the carrier that utilizes the antenna.
O&M Subsystem	
MSF O&M	AHJV has provided preliminary MSF Operations Plans, but will resubmit to better follow HART's O&M Plan and FTA guidelines.
Hawaiian Electric Companies (HECO)	
Estimated Traction Power Demand	HART is to provide HECO with AHJV simulations to estimate power demand based on actual operation scenarios. AHJV submitted revised simulations and discussions with HECO are ongoing.
Activation Dates	HART and HECO are coordinating project schedule and HECO activation start dates for power. The cost for activation of the Traction Power Substations was not included in the project estimate. A change order will be required to address this cost, which is still being assessed. This issue has been partially captured in HART's EAC.
Service Requests	AHJV has submitted HECO service requests for all system sites. Design coordination is progressing.

2.1.5 Real Estate Acquisition

- Acquisitions are improving but not meeting the planned schedule. HART is working to obtain all ROW and parcels that are necessary for constructions. It appears that some parcels may require condemnation. The number of outstanding parcels remains significant:
 - HART has closed 73 of 224 properties needed.
 - HART has completed 112 of 224 appraisals.
- HART proposed the use of irrevocable right of entry documents (Right of Entry, Possession and Use Agreement) to gain control of a parcel prior to condemnation. However, the use of the irrevocable right of entry has been delayed due to concerns expressed by owners regarding liability arising from third parties. This approach is a modification of the current procedures, and HART has updated the RAMP to include this approach.
- Eminent Domain – Five cases were forwarded by staff to the HART Board of Directors on May 21, 2015 for condemnation to support Procurement of the Airport Guideway and Stations DB contracts. The HART Board approved the resolution, which allows staff to forward the matter for consideration by the Honolulu City Council. HART anticipates bringing the matter on the five cases back to the HART board on July 16, 2015. HART continues to negotiate with each property owner in an attempt to reach mutual agreement. However, HART has indicated that there are several more parcels that may be proposed to the HART Board of Directors for condemnation to support east DB contracts.
- All private property site access for the guideway is complete for KHG. KIWC has identified 14 permanent easement locations for relocated utilities. HART is working with KIWC to resolve these easements, but they are becoming critical and could impact construction work.
- High turnover of HART’s real estate consultant staff has had a negative impact on production. It has been noted that the consultant staffing is beginning to stabilize.
- Negotiations for parcel acquisitions are being delayed because project staff cannot get definitive answers for certain technical questions. The specific items discussed were legal descriptions of the takings; and how utilities will be addressed on the project.
- The PMOC provided onsite technical assistance for real estate activities to HART in June 2015.

2.1.6 Third Party Agreements and Coordination

The following agreements are critical and will impact the project if not completed in the near term:

- Aloha Stadium Construction Right of Entry (CROE) – The CROE has been executed for the Kamehameha Highway Guideway with the Stadium Authority. This clears the way for guideway construction to begin in the area. HART is negotiating with the Stadium Authority for the park-and-ride construction right of entry.
- University of Hawaii Right of Entry – University of Hawaii (UH) requested that the HART contractor enter into a separate right of entry to construct on University property. University maintains that the current ROE with HART only addresses preliminary work, does not cover on-site construction, and that the University can refuse to admit the

contractor. KIWC and UH are close to finalizing the ROE for the Leeward Community College, which will serve as the model for all other ROEs with UH

- U.S. Navy – HART has several easements pending from the U.S. Navy for the Airport Section, which are particularly needed for the Airport Utility contractor. These easements are critical and could impact construction work. HART is working with the Navy to complete the documentation as quickly as possible. The Navy has committed to providing construction Rights of Entry for locations by mid-July 2015.

2.1.7 Environmental mitigation measures

- Proposed Design Changes/Refinement – HART is considering several proposed design refinements that may require additional environmental review. FTA and HART hold bi-weekly meetings to discuss the status of any potential changes. HART has submitted or will submit information on each proposed change for FTA to determine the level of documentation required to assess impacts and subsequent mitigation measures.

2.2 Project Management Plan (PMP) and Sub-Plans

HART is in the process of updating several of its procedures and management plans. These updates are necessary due to HART organizational changes and the contract packaging changes that are being implemented. It is critical for HART to update these plans and procedures soon. Following is the status of the key management plan updates:

Plan	Status	Note
Project Management Plan (PMP)	Approved for FFGA but update is pending	PMP will be available for review in July 2015 without detailed budget and schedule information. HART will incorporate this information when it becomes available (tentatively 4 th Quarter of 2015).
Contract Packaging Plan (CPP)	Approved for FFGA but update is pending	CPP must still be updated to reflect MPS and EAC changes.
Risk and Contingency Management Plan (RCMP)	Approved for FFGA but update is pending	PMOC received HART's response to our comments of the DRAFT RCMP on June 10, 2015. These responses are under review.
Financial Plan	Approved for FFGA but update is pending	Financial Plan would not be available now until the 4 th Quarter of 2015 since they need to await final action on the GET extension before they can update the plan.
Real Estate Acquisition and Management Plan (RAMP)	Approved for FFGA but update is pending	DRAFT RAMP has been reviewed; FINAL RAMP will be available in June 2015

2.3 Management Capacity and Capability (MCC)

HART has gone through a considerable number of organizational changes since the FFGA was executed in December 2012. The PMOC has recommended that HART review its staffing and consider changes to streamline the organization. HART has begun reviewing the project organization to determine if changes can be made to be more effective. Project staff has also begun updating the project's numerous plans and procedures to reflect these changes. HART's update of the management plans must incorporate any organizational changes that have been

made to date or any proposed changes. It has become critical that any changes be documented in the various management plans immediately.

2.4 Project Cost

The grantee's Base Cost Estimate (BCE) dated March 19, 2012 is \$5.122 billion in Year-of-Expenditure (YOE) dollars, including \$644 million in allocated and unallocated contingency (or 15.0% of the BCE) and \$173 million in financing costs. Of the \$644 million in total contingency, \$101 million is unallocated. The current Project Budget is as follows:

Source	Amount
Base Cost Estimate	\$4,305 billion
Total Contingency	\$0.644 billion
Finance Charges	\$0.173 billion
Total Project Cost	\$5.122 billion

Total Expenditures to Date – \$1.490 billion (through April 2015)

The following table presents the FFGA budget and expenditures to date. The Estimate at Completion (EAC) for each SCC will be provided once HART re-baselines their budget.

SCC	SCC Description	FFGA Budget	Base Cost	Allocated Cont.	Incurred
10	GUIDEWAY & TRACK ELEMENTS	1,275,328,962	1,114,305,144	161,023,818	177,160,122
10.04	Guideway: Aerial structure	1,175,328,184	1,022,380,670	152,947,514	17,378
10.08	Guideway: Retained cut or fill	8,077,393	7,492,943	584,450	130,853,457
10.09	Track: Direct fixation	86,332,027	79,437,204	6,894,823	46,289,287
10.11	Track: Ballasted	3,550,634	3,293,724	256,910	0
10.12	Track: Special (switches, turnouts)	2,040,724	1,700,603	340,121	0
20	STATIONS, STOPS, TERMINALS, INTERMODA	506,165,689	421,804,742	84,360,947	3,879,298
20.01	At-grade station, stop, shelter, mall, terminal, platform	7,333,599	6,111,333	1,222,266	0
20.02	Aerial station, stop, shelter, mall, terminal, platform	353,476,148	294,563,457	58,912,691	0
20.06	Automobile parking multi-story structure	79,690,518	66,408,765	13,281,753	0
20.07	Elevators, escalators	65,665,424	54,721,187	10,944,237	3,879,298
30	SUPPORT FACILITIES: YARDS, SHOPS, ADMIN. BLDGS	99,425,456	92,535,013	6,890,443	64,848,121
30.02	Light Maintenance Facility	8,161,279	7,591,887	569,392	1,390,906
30.03	Heavy Maintenance Facility	40,906,889	38,099,138	2,807,751	18,211,841
30.04	Storage or Maintenance of Way Building	8,382,270	7,797,460	584,810	3,552,120
30.05	Yard and Yard Track	41,975,018	39,046,528	2,928,490	41,693,254
40	SITework & SPECIAL CONDITIONS	1,103,867,264	980,569,426	123,297,838	424,098,518
40.01	Demolition, Clearing, Earthwork	34,695,802	29,980,157	4,715,645	1,354,455
40.02	Site Utilities, Utility Relocation	350,694,801	299,449,755	51,245,046	57,074,792
40.03	Haz. mat'l, contam'd soil removal/mitigation, ground water treatments	7,228,935	6,590,542	638,393	1,883,362
40.04	Environmental mitigation, e.g. wetlands, historic/archeologic, parks	30,841,906	26,979,122	3,862,784	8,539,465
40.05	Site structures including retaining walls, sound walls	8,637,582	7,998,960	638,622	2,436,091
40.06	Pedestrian / bike access and accommodation, landscaping	48,262,816	41,073,897	7,188,919	50,000
40.07	Automobile, bus, van accessways including roads, parking lots	212,536,181	181,979,369	30,556,812	3,965,621
40.08	Temporary Facilities and other indirect costs during construction	410,969,241	386,517,624	24,451,617	348,794,732
50	SYSTEMS	247,460,781	221,284,483	26,176,298	25,075,274
50.01	Train control and signals	91,492,532	81,982,556	9,509,976	2,250,972
50.02	Traffic signals and crossing protection	12,524,011	10,458,227	2,065,784	0
50.03	Traction power supply: substations	32,873,934	29,500,927	3,373,007	342,747
50.04	Traction power distribution: catenary and third rail	36,426,286	32,878,150	3,548,136	13,770,088
50.05	Communications	59,889,234	53,691,339	6,197,895	9,843,368
50.06	Fare collection system and equipment	10,221,753	9,159,277	1,062,476	(1,131,901)
50.07	Central Control	4,033,031	3,614,007	419,024	0
Construction Subtotal (10 - 50)		3,232,248,152	2,830,498,808	401,749,344	695,061,333

SCC	SCC Description	FFGA Budget	Base Cost	Allocated Cont.	Incurred
60	ROW, LAND, EXISTING IMPROVEMENTS	222,188,386	197,397,947	24,790,439	82,270,306
60.01	Purchase or lease of real estate	201,658,907	179,360,664	22,298,243	74,304,820
60.02	Relocation of existing households and businesses	20,529,479	18,037,283	2,492,196	7,965,486
70	VEHICLES	208,501,186	186,829,020	21,672,166	21,203,394
70.02	Heavy Rail	186,061,066	166,721,385	19,339,681	14,473,908
70.06	Non-revenue vehicles	16,011,166	14,346,923	1,664,243	6,729,486
70.07	Spare parts	6,428,954	5,760,712	668,242	0
80	PROFESSIONAL SERVICES	1,183,826,026	1,090,438,814	93,387,212	685,427,384
80.01	Preliminary Engineering	95,120,484	94,055,262	1,065,222	101,789,664
80.02	Final Design	257,934,908	228,321,632	29,613,276	154,982,516
80.03	Project Management for Design and Construction	385,825,694	366,458,463	19,367,231	282,151,433
80.04	Construction Administration & Management	218,155,752	199,656,728	18,499,024	65,233,877
80.05	Professional Liability and other Non-Construction Insurance	52,138,030	46,549,724	5,588,306	21,377,167
80.06	Legal; Permits; Review Fees by other agencies, cities, etc.	76,135,125	67,641,006	8,494,119	17,970,925
80.07	Surveys, Testing, Investigation, Inspection	24,955,327	21,759,335	3,195,992	22,534,237
80.08	Start up	73,560,706	65,996,664	7,564,042	19,387,565
90	Subtotal (10 - 80)	4,846,763,750	4,305,164,589	541,599,161	1,483,962,417
	UNALLOCATED CONTINGENCY	101,871,170	0	101,871,170	0
100	Subtotal (10 - 90)	4,948,634,920	4,305,164,589	643,470,331	1,483,962,417
	FINANCE CHARGES	173,058,242			0
	Total Project Cost (10 - 100)	5,121,693,162	4,305,164,589	643,470,331	1,483,962,417
	Provisional Request for Payment				6,050,000
	Total Project Cost (10 - 100)	5,121,693,162	4,305,164,589	643,470,331	1,490,012,417

HART's current Estimate at Completion (EAC) indicates that the Project cost will most likely exceed the FFGA budget primarily due to the AIS, federal lawsuit delays, subsequent impact of current market conditions, and several other items that are anticipated to be an additional cost to the project. HART is reviewing the project budget and will update the EAC accordingly.

2.4.1 Contingency

HART indicates a forecasted amount of \$303 million remaining in contingency (\$11.5 million in unallocated and \$291.8 million in allocated contingency). However, these numbers have not been updated and do not reflect impacts of the Westside Stations bids, the updated cost estimate for the Airport/City Center Guideway Contract, and several items that have been included in the EAC.

The current estimated contingency is not sufficient to complete the project. HART is currently assessing the remaining contract strategy including implementation of primary risk mitigations measures and value engineering to reduce project cost impacts. HART should begin initiating plans that identify a course of action, such as Secondary Mitigation Measures, and start to implement them.

2.4.2 Funding Sources

The following are the project capital revenue (funding) sources:

Source	Amount
General Excise Tax (GET)	\$3.358 billion
Section 5309	\$1.550 billion
Section 5307	\$0.210 billion
American Recovery and Reinvestment Act (ARRA)	\$0.004 billion
Total	\$5.122 billion

Following is the status of HART’s GET receipts:

- HART has received approximately \$1.469 billion in GET funds since 2007.
- HART has received approximately \$1.091 billion in GET funds since Preliminary Engineering, which began in October 2009.

HART has indicated that it will not have access to \$210 million in Section 5307 funds for the project. HART and the City must identify substitute funding to address the loss of these funds in an update of the Financial Plan, which was originally due to FTA in July 2015. However, it is now anticipated that updated Financial Plan will not be available until the 4th quarter of 2015 since they need to await final action on the GET extension before they can update the plan.

2.5 Project Schedule

The Master Project Schedule will require revision as a result of the re-packaging of the remaining contracts. A preliminary update of the MPS was provided to the PMOC in March 2015. The PMOC will await the full MPS update before performing a detailed review. HART indicated that a revised MPS will be available in June 2015. The update of the MPS is critical to developing an accurate EAC for the project and is HART’s top priority now.

HART has engaged the new GEC III consultant and the new CE&I consultants during the MPS refinement process and has received valuable input and validation thus far. Furthermore, the PMOC provided HART a forensic schedule analysis report that indicated various errors, warnings, and general “housekeeping” items needing correction. HART project control staff has addressed most of the comments, although this process will need to be conducted again after the update of the MPS is available.

The following is a look ahead for important activities associated with the Project:

Period: July 2015 – October 2015		
Activity	Responsibility	Date
Monthly Progress Meeting	FTA, HART and PMOC	July 8, 2015
Risk Refresh	FTA, HART and PMOC	To be determined
Monthly Progress Meeting (Conference Call)	FTA, HART and PMOC	August 5, 2015
Quarterly Meeting	FTA, HART and PMOC	August 18, 2015
Monthly Progress Meeting	FTA, HART and PMOC	September 9, 2015
Monthly Progress Meeting	FTA, HART and PMOC	October 14, 2015

2.6 Quality Assurance/Quality Control (QA/QC)

- The contractor damaged (cracked) two precast segments during erection of the WOFH guideway structure. These segments were incorporated into a single span of the

structure, but a review and analysis must be completed to determine whether repairs can be completed or if the segments must be replaced. HART indicated that KIWC will replace the two precast segments instead of repairing them. On March 31, 2015, KIWC completed the replacement of the two precast segments and Span 67 has been realigned into the guideway.

- WOFH Span 17 Damage and Repair – During the erection in March 2015, four segments were damaged due to unbalanced support from the temporary bearings. KIWC continues to evaluate the extent of the damage, and a root cause analysis and repair procedure alternatives was submitted to HART for review.
- Span 105 Damage and Repair – The span shifted on the jacks while being set in April 2015 into its final horizontal and vertical position. Due to this incident, final span alignment operations were temporarily suspended to re-evaluate the procedures. KIWC is currently erecting a temporary platform to support the span during the realignment (sliding) process. KIWC has developed a plan to re-set the span. They also have developed a procedure for final span alignment to prevent this issue from reoccurring.
- WOFH Column 151 Damage and Repair – In April 2015, Column 151 was poured, but after formwork was removed, the lower concrete surface of the column exhibited large areas of honeycombing and rock pockets with localized areas of exposed vertical and horizontal reinforcing, possibly due to insufficient concrete consolidation. KIWC has completed the repairs in accordance with their Concrete Repair Procedure approved by the Engineer of Record (EOR).
- Following is a summary of Non-Conformance Reports (NCR) that have been issued:

Contract	Description	NCRs		
		Issued	Closed	Open
DB-120	West Oahu/Farrington Highway	364	277	87
DB-200	Maintenance and Storage Facility	26	25	1
DB-320	Kamehameha Highway Guideway	65	40	25
DBOM-920	Core Systems Contract	111	90	21

It should be noted that the increase in Open NCRs for the WOFH DB Contract is primarily the result of items identified in the precast yard and the concrete consolidation issues with drilled shafts. KHG DB contract is experiencing similar concrete consolidation issues with the drilled shafts. However, KIWC has developed measures to correct these NCRs and help prevent issues in the future.

2.7 Safety and Security

- HART Design Conformance Checklists, including CELs/CILs for active projects, are going through the Safety and Security Review Committee (SSRC) for approval. However, Construction Conformance and Testing Verification is lagging.
- HART is in the process of updating the Safety and Security Management Plan (SSMP), Safety and Security Certification Plan (SSCP) and Construction Safety Plan (CSP) to conform to pending update of the PMP.
- HART will be receiving LRVs during the 1st Quarter of 2016. Prior to any dynamic testing, HART must provide HDOT with all design, construction, and inspection verification and meet the requirements of its SOA Program Plan before HDOT will

approve HART for interim testing. HART is working on vehicle certification planning activities to comply with the HDOT Program Plan.

- HART Safety and Security Certification Manager is no longer working on the project as of the beginning of May 2015. The HART Chief Safety and Security Manager and other HART staff are performing the duties of the Safety and Security Certification Manager while a search for a new candidate is underway.
- The Airport 7 Pier Project is nearing completion. HART will perform close out, including final safety certification.

2.8 Project Risk

A Risk Refresh Workshop was performed on April 15, 2014. Some of the conclusions and recommendations in the PMOC report included:

- HART's estimate falls short of the predicted FTA cost risk model outcome by \$265 million. HART should review its project estimate and determine how to reduce costs to close this gap. It should be noted that this gap was identified prior to bids being received for the WSSG contract. This gap will increase, but will not be known until updated estimates of the remaining contracts are available.
- The PMOC-recommended amount of secondary mitigation is \$195.5 million.
- Strong controls must be put in place immediately to avoid future rapid contingency reduction. The frequency and the levels of project management to which these statistics are reported should be improved and monitored monthly.
- The PMOC and HART should engage in a focused "cost containment workshop" on a monthly basis to monitor the efforts taken to avoid rapid contingency usage.
- The FFGA RSD of January 2020 can be achieved; however, HART must implement strong schedule and contract management throughout the remainder of the project.

The PMOC has discussed the project cost on a monthly basis with HART in an effort to ensure cost issues are proactively addressed. HART has recently implemented Cost Containment and Cost Reduction measures in an effort to mitigate the cost increase. These efforts include:

- Significant revision of HART's contract packaging strategy
- Development of a detailed cost reduction matrix that focuses on the remaining construction contracts (Value Engineering)
- Review of interface milestones to help relieve schedule compression where possible
- Review of various options relate to financing of the project
- Identification of items that could be considered Operations & Maintenance costs
- Development of a HART Decision Milestone Matrix.

HART will continue to update the Cost Reduction Measures matrix and Decision Milestone Matrix on a regular basis (at least monthly). The PMOC will continue to hold Cost Containment Workshops with HART on a monthly basis to review the Cost Reduction Measures Matrix and HART's Decision Milestone Matrix. Nevertheless, it is still anticipated that the Project cost will most likely exceed the FFGA budget.

It is anticipated that another Risk Refresh will be completed once the updated MPS is available and the EAC has been updated.

2.9 Action Item Table

Item No.	Item	Responsible Party	Date Identified	Date Due	Date Completed	Status
1	Provide HECO chronology of 50-foot offset requirement	HART	May-14	Jun-15		Open
2	Resolve issue with AHJV regarding cost savings associated with change to 4-car trains	HART	Mar-14	Jul-15		Open – discussions with AHJV on-going
3	Resolve HECO issue with Davis-Bacon requirements	HART/FTA	Mar-14	On-going		Open – HECO waiver is pending. HART provided MOU to PMOC.
4	Updates resulting from Risk Refresh:					
4a	Update the Contract Packaging Plan	HART	Aug-14	Jun-15		In progress – Draft provided to PMOC but changes may be incorporated on updated estimate and schedule
4b	Re-baseline Financial Plan	HART	Apr-14	4Qtr15		In progress
4c	Re-baseline budget	HART	Apr-14	Dec-15		In progress
4d	Re-baseline MPS	HART	Apr-14	Jun-15		In progress
4f	Update RCMP (including Hold Points and Secondary Mitigation Measures)	HART	Sept-13	Jun-15		In progress – PMOC provided review comments; conference call may be scheduled to address comments and HART’s responses.
5	MPS Workshop	HART/PMOC	Feb-15	TBD		To be scheduled when Preliminary Update of MPS is available.
6	Draft Project Management Plan	HART	Mar-15	Jul-15		Preliminary Draft provided to PMOC in April; DRAFT PMP pending updates of estimates and MPS.
7	Include construction safety statistics in the HART Monthly Report	HART	Apr-15	Jun-15		
8	Provide OP 54 (Readiness for Revenue Operations) checklist/roadmap	FTA/PMOC	Apr-15	Jun-15		
9	Provide confirmation that Ship America requirements will be satisfied	HART	May-15	Jul-15		

3.0 APPENDICES

Appendix A: Acronym List

AHJV	▪ Ansaldo Honolulu Joint Venture
AIS	▪ Archeological Inventory Survey
APS	▪ Adjusted Project Schedule
ARRA	▪ American Recovery and Reinvestment Act
ASG	▪ Airport Station Group
ATC	▪ Alternative Technical Concept
AUG	▪ Airport Utilities Group
AVI	▪ Automatic Vehicle Indication
AVL	▪ Automatic Vehicle Location
BCE	▪ Base Cost Estimate
BFMP	▪ Bus Fleet Management Plan
CCUG	▪ City Center Utilities Group
CE&I	▪ Construction Engineering and Inspection
CMP	▪ Construction Management Plan
CPM	▪ Critical Path Method
CPP	▪ Contract Packaging Plan
CROE	▪ Construction Right of Entry
CSC	▪ Core Systems Contract
CSSO	▪ Chief Safety and Security Officer
DAGS	▪ Department of Accounting & General Services
DB	▪ Design-Build
DBB	▪ Design-Bid-Build
DBOM	▪ Design-Build-Operate-Maintain
DCCA	▪ Department of Commerce and Consumer Affairs
DHHL	▪ Department of Hawaiian Home Lands
DLIR	▪ Department of Labor and Industrial Relations
DLNR	▪ Department of Land and Natural Resources
DOE	▪ Department of Education
DOT	▪ Department of Transportation
EAC	▪ Estimate at Completion
EIS	▪ Environmental Impact Statement
FD	▪ Final Design
FEIS	▪ Final Environmental Impact Statement
FFGA	▪ Full Funding Grant Agreement
FHSG	▪ Farrington Highway Station Group
FHWA	▪ Federal Highway Administration
FTA	▪ Federal Transit Administration
FY	▪ Fiscal Year
GEC	▪ General Engineering Consultant
GET	▪ General Excise Tax
GSA	▪ General Services Administration
HART	▪ Honolulu Authority for Rapid Transportation
HCC	▪ Honolulu Community College
HCDA	▪ Hawaii Community Development Authority
HDOT	▪ Hawaii Department of Transportation
HECO	▪ Hawaiian Electric Company
HNTB	▪ Howard, Needles, Tammen & Bergendoff
IFB	▪ Invitation to Bid
ITP	▪ Inspection Test Plans
JU&O	▪ Joint Use & Occupancy
KHG	▪ Kamehameha Highway Guideway

KHSG	▪ Kamehameha Highway Stations Group
KIWC	▪ Kiewit Infrastructure West Company
KKJV	▪ Kiewit Kobayashi Joint Venture
LCC	▪ Leeward Community College
LEED	▪ Leadership in Energy and Environmental Design (LEED)
MMP	▪ Mitigation Monitoring Program
MOA	▪ Memorandum of Agreement
MOT	▪ Maintenance of Traffic
MOW	▪ Maintenance of Way
MPS	▪ Master Project Schedule
MSF	▪ Maintenance and Storage Facility
NCR	▪ Non-Compliance Report
NEPA	▪ National Environmental Policy Act
NTP	▪ Notice to Proceed
OCCC	▪ Oahu Community Correctional Center
OCIP	▪ Owner Controlled Insurance Program
OP	▪ Oversight Procedure
PA	▪ Programmatic Agreement
PE	▪ Preliminary Engineering
PM	▪ Project Manager
PMC	▪ Project Management Consultant
PMOC	▪ Project Management Oversight Contractor
PMP	▪ Project Management Plan
PSG	▪ Platform Screen Gate
PW	▪ Project-wide
QA	▪ Quality Assurance
QAM	▪ Quality Assurance Manager
QAP	▪ Quality Assurance Plan
QMP	▪ Quality Management Plan
RAMP	▪ Real Estate Acquisition and Management Plan
RCMP	▪ Risk and Contingency Management Plan
RFMP	▪ Rail Fleet Management Plan
RFB	▪ Request for Bids
RFP	▪ Request for Proposals
RFQ	▪ Request for Qualifications
ROD	▪ Record of Decision
ROE	▪ Right of Entry
ROW	▪ Right of Way
RSD	▪ Revenue Service Date
SCC	▪ Standard Cost Category
SHPD	▪ State Historic Preservation Division
SOA	▪ State Oversight Agency
SS	▪ Safety and Security
SSCM	▪ Safety and Security Certification Manager
SSCP	▪ Safety and Security Certification Plan
SSMP	▪ Safety and Security Management Plan
SSPP	▪ System Safety Program Plan
SSSPS	▪ System Safety and Security Program Standards
TCC	▪ Technical Capacity and Capability
UH	▪ University of Hawaii
UPS	▪ Uninterruptible Power Supply
VE	▪ Value Engineering
WOFH	▪ West Oahu/Farrington Highway
WOSG	▪ West Oahu Stations Group
WSSG	▪ Westside Stations Group
YOE	▪ Year of Expenditure

Appendix B: Contract Status

Contract	Description	Contractor	Base Contract Value	Change Orders	Change Order %	Current Contract Value	Expended	% Exp.	DBE	Award Date	Compl. Date
MM-901	Program Management Support Consultant (PMSC-2)	HDR/InfraConsult LLC	\$33,376,897	Amendment No. 4d. 3/18/14		\$40,993,274	\$30,548,966	91.5%	0%	Mar 2012	Mar 2016
Notes/Issues:											
MM-910	General Engineering Consultant (GEC II)	Parsons Brinkerhoff	\$300,000,000				\$132,000,000		0%	Jun 2011	Pending
Notes/Issues:		Contract closeout is pending.									
MM-913	General Engineering Consultant (GEC III)	CH2M Hill	\$46,143,277			\$46,143,277	\$15,848,848	34.3%	3.43%	Dec 2013	Mar 2019
Notes/Issues:		<ul style="list-style-type: none"> None at this time 									
MM-290	Construction Engineering and Inspection (West)	PGH Wong Engineering, Inc	\$54,232,480			\$54,232,480	\$9,577,079	17.7%	1.07%	Jan 2014	Jan 2020
Notes/Issues:		<ul style="list-style-type: none"> None at this time. 									
MM-595	Construction Engineering and Inspection (East)	AECOM/URS Corporation	\$63,083,417			\$63,083,417	\$8,658,069	13.7%	1.51%	Jan 2014	Dec 2018
Notes/Issues:		<ul style="list-style-type: none"> HART has determined the AECOM acquisition of URS has created a Conflict of Interest (COI) that URS has been unsuccessful in resolving. HART subsequently issued a notice of termination letter to URS on March 10, 2015. To prevent disruption of services, URS will continue to provide services under a firewall arrangement until HART has re-procured and awarded a contract to a replacement contractor and remaining work is transitioned to the replacement contractor. 									
MM-962	Core System Contract Oversight Consultant	Lea + Elliott, Inc	\$43,988,989			\$43,988,989	\$7,081,934	16.1%	0.43%	Feb 2014	Aug 2019
Notes/Issues:		<ul style="list-style-type: none"> None at this time. 									
DB-120	West Oahu/Farrington Highway DB	KIWC	\$482,924,000	\$140,682,472	22.5%	\$623,606,472	\$387,588,591	62.2%	1.11%	Nov 2009	Jul 2016
Notes/Issues:		<ul style="list-style-type: none"> Agreement called for issuance of all four NTPs within 120 calendar days of December 1, 2009. CCO has been approved by HART Board to resolve compensation associated with NTP and AIS Delays. Resolution does not include some components of escalation, which will be settled on case-by-case basis. Contract is approximately six months behind schedule. The delay is the result of less than planned production rates and lack of site access. HART and KIWC have been working to mitigate impacts to critical path activities. HART received a revised baseline schedule from the contractor, but it was rejected. HART has requested that the schedule be resubmitted via the Change Order process. 									

Contract	Description	Contractor	Base Contract Value	Change Orders	Change Order %	Current Contract Value	Expended	% Exp.	DBE	Award Date	Compl. Date
DB-200	Maintenance and Storage Facility DB	Kiewit/Kobayashi JV	\$195,258,000	\$79,550,008	40.7%	\$274,358,008	\$194,183,226	70.7%	0.08%	Jun 2011	Apr 2016
Notes/Issues:		<ul style="list-style-type: none"> ▪ CCO has been approved by HART Board to resolve compensation associated with NTP and AIS Delays. Resolution does not include some components of escalation, which will be settled on case-by-case basis. ▪ Contract substantial completion date has slipped 10 calendar days due to weather that impacted construction operations. KKJV and HART are working to mitigate the impacts to the critical path, which are not significant. 									
DB-320	Kamehameha Highway Guideway DB	KIWC	\$372,150,000	\$16,365,363	4.4%	\$388,515,363	\$139,117,289	34.9%	0.08%	Jun 2011	Sep 2016
Notes/Issues:		<ul style="list-style-type: none"> ▪ CCO has been approved by HART Board to resolve compensation associated with NTP and AIS Delays. Resolution does not include some components of escalation, which will be settled on case-by-case basis. ▪ Contract is approximately seven months behind schedule. The delay is the result of less than planned production rates and lack of site access. HART and KIWC have been working to mitigate impacts to critical path activities. HART received a revised baseline schedule from the contractor, but it was rejected. HART has requested that the schedule be resubmitted via the Change Order process. ▪ KIWC is mobilizing a third guideway erection truss to help mitigate the WOFH and KHG delays. 									
DBOM-920	Core Systems Contract	Ansaldo/Honolulu JV	\$573,782,793	\$21,243,044	3.7%	\$595,139,998	\$126,214,247	21.2%	0.029%	Nov 2011	Mar 2019
Notes/Issues:		<ul style="list-style-type: none"> ▪ AHJV has asserted that it has had a 9-month delay in starting work due to CSC protest. This issue is in mediation, but mediation is delayed awaiting AHJV input to proceed. ▪ HART now plans to start revenue service with 4-car trains in place of the initial plan of 2-car trains based on FTA's acceptance in December 2013. It is anticipated that HART and AHJV will resolve the commercial terms for change to 4-car trains in May 2015. ▪ AHJV revised their baseline contract schedule, and it has been approved. However, re-procurement of Westside Stations Group and use of DB for the eastside guideway and stations will result in another revision to CSC schedule. The revised baseline schedule will be available in 2-3 months after all interface milestones are finalized. 									
MI-930	Elevators and Escalators Install & Maintain	Schindler Elevator Corporation	\$50,982,714	\$0	0%	\$50,982,714	\$3,879,298	7.6%	0%	May 2013	Jul 2018
Notes/Issues:		<ul style="list-style-type: none"> ▪ None at this time. 									
FD-140	West Oahu Station Group Construction FD	URS, Inc.	\$7,789,000	\$2,645,305	34%	\$10,014,305	\$8,923,882	90.0%	0%	Jun 2012	Dec 2016
Notes/Issues:		<ul style="list-style-type: none"> ▪ West Oahu Stations Group – IFB was issued in April 2015. Bids are due June 16, 2015. 									
FD-240	Farrington Highway Station Group FD	HDR, Inc. / URS	\$9,300,696	\$5,010,093	54%	\$14,198,045	\$12,387,564	87.2%	4.7%	Jan 2011	Dec 2016

Contract	Description	Contractor	Base Contract Value	Change Orders	Change Order %	Current Contract Value	Expended	% Exp.	DBE	Award Date	Compl. Date
	Notes/Issues:	<ul style="list-style-type: none"> Bids were received on March 3, 2015. FFGA budget for this stations group was \$55 million, and the current Engineers Estimate was \$76 million. The apparent low bid was \$78.9 million. HART received a bid protest notification from the second low bidder on March 11, 2015. HART rejected the protest and the bidder filed an appeal with the DCCA. A hearing is scheduled for May 20, 2015. 									
FD-340	Kamehameha Highway Station Group Construction FD	Anil Verma, Inc.	\$8,702,592	\$352,176	3.9%	\$9,011,768	\$8,219,319	91.2%	37.96%	Nov 2012	Dec 2016
	Notes/Issues:	<ul style="list-style-type: none"> Revised engineer's estimate exceeds the FFGA budget. Kamehameha Highway Station Stations Group – IFB will be issued in August 2015. 									
FD-430	Airport Section Guideway and Utilities FD	AECOM	\$38,840,960	\$3,769,872	9.7%	\$42,610,832	\$39,771,629	93.3%	0.42%	Dec 2011	Jun 2017
	Notes/Issues:	<ul style="list-style-type: none"> Airport Guideway will be combined with Airport Stations into a DB Contract. This contract will include a two-RFP. Part I was issued in April 2015 with responses due June 9, 2015. However, HART has extended the response period 6 weeks to allow for JV teams to form. Part II responses (price and technical) will be due in January 2016. Some of HART's staff have expressed concern whether viable teams are forming. HART will check with DCCA to see if any new JV teams have applied for a contracting license. Revised engineer's estimate exceeds the FFGA budget. 									
FD-440	Airport Station Group Construction FD	AECOM	\$10,177,365	\$1,244,840	12.2%	\$11,402,205	\$9,718,742	85.2%	2.31%	Nov 2012	Jul 2017
	Notes/Issues:	<ul style="list-style-type: none"> HART has limited the designers' activity to supporting preparation of the eastside DB contracts. 									
FD-530	City Center Section Guideway and Utilities FD	AECOM	\$43,948,220	\$1,282,803	2.9%	\$46,183,523	\$38,057,052	82.4%	0.44%	Jul 2012	May 2018
	Notes/Issues:	<ul style="list-style-type: none"> City Center Guideway will be combined with Dillingham/Kaka'ako Stations Group into a DB Contract. This contract will include a two-RFP. Part I will be issued August 2015. Part II will be issued in October 2015. NTP is anticipated for June 2016. Revised engineer's estimate exceeds the FFGA budget. 									
FD-550	Dillingham and Kaka'ako Station Group Construction FD	Perkins & Will	\$18,321,918	\$0	0%	\$18,974,447	\$10,396,963	58.0%	0%	Jun 2013	Jul 2018
	Notes/Issues:	<ul style="list-style-type: none"> HART has limited the designers' activity to supporting preparation of the eastside DB contracts. 									
DBB-505	Airport Section Utilities Construction	Nan	\$28,413,973	\$0	0%	\$28,413,973	\$1,279,386	4.3%	0%	Jul 2014	Jun 2016
	Notes/Issues:	<ul style="list-style-type: none"> Work was scheduled to begin in March 2015 but has been delayed until at least June 2015 due to issues with NAVY right of entry. 									

Contract	Description	Contractor	Base Contract Value	Change Orders	Change Order %	Current Contract Value	Expended	% Exp.	DBE	Award Date	Compl. Date
DBB-525	Airport Section Guideway Seven Pier Construction	HDCC/CJA JV	\$3,973,000	\$17,378	0.43%	\$4,481,241	\$3,796,241	85.0%	0%	Sep 2014	Feb 2015
Notes/Issues		<ul style="list-style-type: none"> ▪ Construction activities ongoing. 									

Appendix C: Project Overview and Map

Date: June 2015
Project Name: Honolulu Rail Transit Project
Grantee: City and County of Honolulu
FTA Regional contact: Catherine Luu
FTA HQ contact: Kim Nguyen

SCOPE

Description The proposed Project is an approximately 20-mile rail alignment extending from East Kapolei to Ala Moana Center.
Guideway The majority of the Project is to be built on aerial structure, but the Project also includes a short at-grade section (0.6 miles).
Stations 21 stations (20 aerial and 1 at-grade)
Support Facility Maintenance and Storage Facility (located near Leeward Community College)
Vehicles 80 light metro rail
Ridership 104,300 weekday boardings in 2019; 119,600 weekday boardings in 2030

SCHEDULE

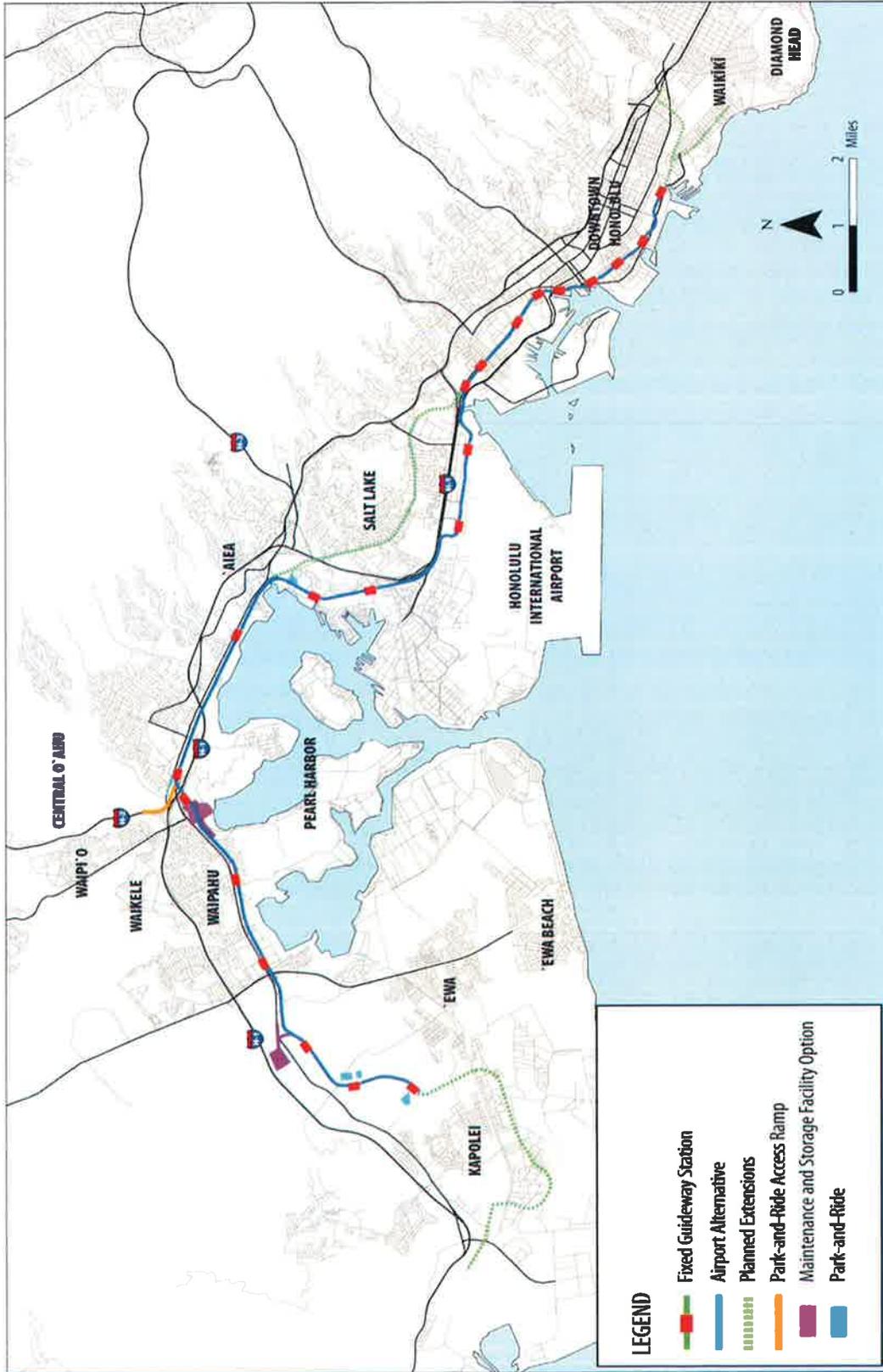
10/09 Approval Entry to PE	03/19 Estimated RSD at Entry to PE
12/11 Approval Entry to FD	03/19 Estimated RSD at Entry to FD
06/12 Request for FFGA	03/19 Estimated RSD at Request for FFGA
12/12 FFGA	01/20 RSD at FFGA

COST

\$5.348 B Total Project Cost (\$YOE) at Approval Entry to PE
\$5.126 B Total Project Cost (\$YOE) at Approval Entry to FD
\$5.122 B Total Project Cost (\$YOE) at request for an FFGA
\$5.122 B Total Project Cost (\$YOE) at FFGA

\$1.490B Amount of Expenditures at date of this report
34.3% complete (Total Project Expenditures/Total Project Cost)

Honolulu Rail Transit Project Map



Appendix D: Safety and Security Checklist

Project Overview			
Project Name	Honolulu Rail Transit Project		
Project mode (Rail, Bus, BRT, Multimode)	Rail		
Project phase (Preliminary Engineering, Final Design, Construction, or Start-up)	FD		
Project Delivery Method (Design/Build, Design/Build/Operate Maintain, CMGC, etc.)	DB, DBB and DBOM		
Project Plans	Version	Review by FTA	Status
Safety and Security Management Plan	3.0	Y	Complete
Safety and Security Certification Plan	2.0	Y	Complete
System Safety Program Plan			Submittal date Mar-13
System Security Plan or Security and Emergency Preparedness Plan (SSEPP)		N	TBD
Construction Safety and Security Plan	1.0	Jun-11	Submitted in Mar-11
Safety and Security Authority	Y/N	Status	
Is the grantee subject to 49 CFR Part 659 state safety oversight requirements?	Y		
Has the state designated an oversight agency as per Part 659.9	Y	Executive Order 10-04 effective April 6, 2010	
Has the oversight agency reviewed and approved the grantee's SSPP as per Part 659.17?	N	Submission/Approval in 2013	
Has the oversight agency reviewed and approved the grantee's Security Plan or SEPP as per Part 659.21?	N	Submission/Approval in 2013	
Did the oversight agency participate in the last Quarterly Program Review Meeting?	Y	April 16, 2014	
Has the grantee submitted its safety certification plan to the oversight agency?	N	SOA information	
Has the grantee implemented security directives issues by the Department Homeland Security, Transportation Security Administration?	N	None issued to date	
SSMP Monitoring			
Is the SSMP project-specific, clearly demonstrating the scope of safety and security activities for this project?	Y		
Grantee reviews the SSMP and related project plans to determine if updates are necessary?	Y		
Does the grantee implement a process through which the Designated Function (DF) for Safety and DF for Security are integrated into the overall project management team? Please specify.	Y		
Does the grantee maintain a regularly scheduled report on the status of safety and security activities?	Y	Reported Monthly	
Has the grantee established staffing requirements, procedures and authority for safety and security activities throughout all project phases?	Y		
Does the grantee update the safety and security responsibility matrix/organization chart as necessary?	Y		
Has the grantee allocated sufficient resources to oversee or carry out safety and security activities?	Y		
Has the grantee developed hazard and vulnerability analysis techniques, including specific types of analysis to be performed during different project phases?	Y		

Does the grantee implement regularly scheduled meetings to track to resolution any identified hazards and/or vulnerabilities?	Y	
Does the grantee monitor the progress of safety and security activities throughout all project phases? Please describe briefly.	Y	
Does the grantee ensure the conduct of preliminary hazard and vulnerability analyses? Please specify analyses conducted.	Y	
Has the grantee ensured the development of safety design criteria?	Y	
Has the grantee ensured the development of security design criteria?	Y	
Has the grantee verified conformance with the safety and security requirements in the design?	N	Will be done during FD/Construction
Has the grantee identified conformance with safety and security requirements in equipment and materials procurement?	N	Will be done during FD/Construction
Has the grantee verified construction specification conformance?	N	Will be done during construction
Has the grantee identified safety and security critical tests to be performed prior to passenger operations?	N	Will be done during Rail Activation phase
Has the grantee verified conformance with safety and security requirements during testing, inspection and start up phases?	N	Will be done during Rail Activation phase
Does the grantee evaluate change orders, design waivers, or test variances for potential hazards and/or vulnerabilities?	N	Will be done during FD/Construction
Has the grantee ensured the performance of safety and security analyses for proposed work-arounds?	N	Will be done during Rail Activation phase
Has the grantee demonstrated through meetings or other methods, the integration of safety and security in the following: <ul style="list-style-type: none"> • Activation Plan and Procedures • Integrated Test Plan and Procedures • Operations and Maintenance Plan • Emergency Operations Plan 	N	Will be done during Rail Activation phase
Has the grantee issued final safety and security certification?	N	Will be done after completion of Rail Activation phase
Has the grantee issued the final safety and security verification report?	N	Will be done during Rail Activation phase
Construction Safety		
Does the grantee have a documented/implementation Contractor Safety Program with which it expects contractors to comply?	Y	CSP development is included in construction contracts
Does the grantee's contractor(s) have a documented company-wide safety and security program plan?	TBD	Is a requirement of CSSP
Does the grantee's contractor(s) have a site-specific safety and security program plan?	TBD	Is a requirement of CSSP
Provide the grantee's OSHA statistics compared to the national average for the same type of work?	TBD	None developed yet
If the comparison is not favorable, what actions are being taken by the grantee to improve its safety record?	TBD	None developed yet
Does the grantee conduct site audits of the contractor's performance versus required safety/security procedures?	Y	Audit required in CSSP

Federal Railroad Administration		
If the shared track: has the grantee submitted its waiver request application to FRA? (Please identify any specific regulations for which waivers are being requested)	NA	
If the shared corridor: has grantee specified specific measures to address shared corridor safety concerns?	NA	
Is the Collision Hazard Analysis underway?	NA	
Other FRA required Hazard Analysis – fencing, etc?	NA	
Does the project have Quiet Zones?	NA	
Does FRA attend Quarterly Review Meetings?	NA	