

Central Subway Project Hitachi Contract 1266-2 Contract Modification #4

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Contract Background Information

- Contract 1266-2 Scope was to design, build, and test train control system compatible with Market Street ATCS in Central Subway.
- Contract issued to Thales (now Hitachi) in Dec 2013.
- Contract initially managed by Tutor-Perini.
- Contract was reassigned to SFMTA from Tutor-Perini in 2019.
- Substantial completion achieved for 1266-2 work in August 2022.



History of Previous Modifications

- Modification #1, Dec 2019 Reassignment of 1266-2 from Tutor back to SFMTA.
- Modification #2, February 2021 -- Changed ATCS equipment designs.
- Modification #3, April 2021 Updated train control design to conform to national fire codes, paid Hitachi to accelerate completion of work, extended the term to April 2022, and paid delay claims.



Modification #4

- Thales now called Hitachi Rail GTS USA Inc.
- Updated train control design for better throughput of noncommunicating trains (\$392,992.43).
- Compensated Hitachi for delays (\$996,684.59).
- Increased contract value to account for payment of Hitachi retention owed by Tutor (\$705,407.80).
- Modifies substantial completion date to August 2022, extending warranty to August 2025.
- Together increasing the contract \$2,095,084.82, for a total modified contract amount of \$29,825,385.22.



Details Compensation for Delays

- Delays to Field Testing -- 34 Days of delay from August 9 to September 13, 2021, due construction delays in the project. SFMTA and Hitachi negotiated a settlement amount of \$600,000.
- Delays Due to Fire at YBM Station Traction Power Substation -- Contractor's work was delayed 14 Days from July 6 to July 20, 2022 due to a fire at the Yerba Buena Station traction power substation. SFMTA and Hitachi negotiated a settlement amount of \$255,563.95.
- Delays Due to Work Zone Violation -- 88 days delays from August 7 to November 3, 2023 due to a work safety zone violation in the Central Subway during testing and SFMTA's reevaluation of ATCS test procedures. This violation delayed Contractor's release and testing of changes to the Central Subway software. SFMTA and Hitachi negotiated a settlement amount of \$141,120.64.

