



Virginia Railway Express

# CHIEF EXECUTIVE OFFICER'S REPORT

February 2008

## MONTHLY DELAY SUMMARY

	October 07	November 07	December 07	January 08
<b>System wide</b>				
Total delays	63	56	75	86
Average length of delay (mins.)	18	17.8	19.4	20
Number over 30 minutes	11	9	12	13
Days with Heat Restrictions/Total days	0/22	0/19	0/20	0/21
On-Time Performance	90.10%	89.80%	86.50%	85.90%
<b>Fredericksburg Line</b>				
Total delays	29	28	36	51
Average length of delay (mins.)	16	21.4	17.4	20
Number over 30 minutes	4	6	5	8
On-Time Performance	89.90%	88.70%	85.60%	81.30%
<b>Manassas Line</b>				
Total delays	34	28	39	35
Average length of delay (mins.)	20	13.8	21.2	20
Number over 30 minutes	7	3	7	5
On-Time Performance	90.30%	90.80%	87.20%	89.60

## SYSTEM RIDERSHIP

Ridership in January 2007 increased 4.4% when compared to January 2008. This is the seventh consecutive month of growth. During the first seven months of FY 2008, the cumulative ridership has climbed 3.2%. There are now 64,182 more passenger trips than there were a year ago.

The system wide on-time performance is hovering in the 85% range. However, during January the on-time performance declined on the Fredericksburg Line from 85% to 81%; the first month in over four months that it has dropped below the mid-80s. The major cause was difficulty in receiving train orders during a three day period due to telephone line problems in Washington Union Terminal and a number of slow orders along the line. We anticipate the slow orders to lessen as CSX accomplishes track work on the line.

CSX, Amtrak, and VRE are collectively dedicated to achieving at least 90% on both lines. In January, we had 15 mechanical delays. I established a target goal of 11.3 delays per month. Although we are improving, we are not at the target yet. I'll continue to work diligently at reducing both the number of mechanical delays and their length. We are continuing to make improvements in our maintenance capabilities and procedures at our yards.

## **NEW RAILCAR UPDATE**

---

The first five cars from the 50-car Gallery option cars entered revenue service on December 19<sup>th</sup> on trains 330/327, and 338/337. The second set of five cars was put into revenue service on February 5<sup>th</sup> on train #304/301/309. At this time we have one new set on each line and I expect the third five car shipment to occur in late February. Train 328/331 is scheduled to grow to 8 cars the second week in February.

## **FAREWELL TO THE SOUNDER CARS**

---

Friday, February 1<sup>st</sup>, was the last day of revenue service for the Sounder railcars. They are currently being restored to west coast service standards and are scheduled to arrive in Seattle by the end of February.

## **WINTER RADIO CAMPAIGN**

---

The winter radio and print campaign began on January 28<sup>th</sup> and will run through mid-March. Already, there has been a 25% increase in web hits to the New Rider Page on our web site. We will continue to monitor the number of hits throughout the campaign.

## **PUBLIC HEARING INFORMATION**

---

Below is the schedule for the upcoming public hearings to consider a proposed fare increase of up to 3% which would be effective June 30<sup>th</sup>, 2008; the subsequent amendment to VRE's Tariff; and an indexing plan for future fare increases.

<b>DATE</b>	<b>LOCATION</b>	<b>TIME</b>
February 20, 2008 Wednesday	P.R.T.C. Board Room, 2 <sup>nd</sup> Floor 14700 Potomac Mills Road Woodbridge, VA 22192	7:00-9:00 P.M.
February 21, 2008 Thursday	Holiday Inn [L'Enfant] Discovery 1 Ballroom 550 C. Street, S.W. Washington, DC 20024	12:00-2:00 P.M.
February 22, 2008 Friday	Crystal City Marriott Crystal Club Room 1999 Jefferson Davis Highway Arlington, VA 22202	12:00-2:00 P.M.

February 26, 2008 Tuesday	Burke Centre Conservancy "The Ponds" Community Center 9837 Burke Pond Lane Burke, VA 22015	7:00-9:00 P.M.
February 27, 2008 Wednesday	Stafford County Government Center Board Chambers 1300 Courthouse Road Stafford, VA 22554	7:00-9:00 P.M.
March 4, 2008 Tuesday	Rappahannock Regional Library Theatre Room 1201 Caroline Street Fredericksburg, VA 22401	7:00-9:00 P.M.
March 13, 2008 Thursday	Manassas City Hall City Council Chamber Room 9027 Center Street Manassas, VA 22110	7:00-9:00P.M.

VRE's website includes additional information regarding these hearings at [www.vre.org](http://www.vre.org).  
Written comments will be accepted through **Friday, March 14, 2008**.

**MONTHLY PERFORMANCE MEASURES - JANUARY 2008**

<b>MONTHLY ON-TIME PERFORMANCE</b>	<b>ON-TIME PERCENTAGE</b>
January Fredericksburg OTP Average	81.3%
January Manassas OTP Average	89.6%
<b>VRE JANUARY OVERALL OTP AVERAGE</b>	<b>85.9%</b>

<b>RIDERSHIP YEAR TO DATE</b>	<b>RIDERSHIP</b>
VRE FY 2008 Passenger Totals	2,048,687
VRE FY 2007 Passenger Totals	1,984,505
<b>PERCENTAGE CHANGE</b>	<b>3.2%</b>

<b>RIDERSHIP MONTH TO MONTH COMPARISON</b>	
<b>DESCRIPTION</b>	<b>MONTHLY RIDERSHIP</b>
JANUARY 2008	317,646
JANUARY 2007	304,175
<b>PERCENTAGE CHANGE</b>	<b>4.4%</b>
<b>SERVICE DAYS (CURRENT/PRIOR)</b>	<b>21/20</b>

# Chief Executive Officer's Ridership Report



**FEBRUARY 2008**

**WILL BE BLUE SHEETED AND PRESENTED  
AT BOARD MEETING**

***As Reported to the VRE Operations Board  
February 15, 2008***

# Monthly Ridership and OTP: January 2008

Date	Manassas AM	Manassas PM	Total Manassas	Actual OTP TD	Fred'burg AM	Fred'burg PM	Fred'burg Total	Actual OTP TD	Total Trips	Actual OTP TD
1										
2	3,363	3,396	6,759	100%	3,637	3,590	7,227	69%	13,986	86%
3	3,503	3,521	7,024	88%	4,002	3,831	7,833	54%	14,857	72%
4	3,007	2,912	5,919	94%	3,853	4,024	7,877	85%	13,796	90%
5										
6										
7	3,656	3,545	7,201	94%	3,989	4,282	8,271	92%	15,472	93%
8	3,760	3,760	7,520	94%	4,176	4,075	8,251	100%	15,771	97%
9	3,818	3,527	7,345	100%	4,352	4,269	8,621	100%	15,966	100%
10	3,766	3,521	7,287	88%	4,195	3,993	8,188	54%	15,475	72%
11	3,286	3,077	6,363	100%	3,645	3,967	7,612	85%	13,975	93%
12										
13										
14	3,661	3,525	7,186	100%	3,891	4,089	7,980	100%	15,166	100%
15	3,849	3,532	7,381	94%	4,134	4,399	8,533	92%	15,914	93%
16	3,660	3,470	7,130	81%	4,099	4,127	8,226	77%	15,356	79%
17	3,617	3,552	7,169	75%	4,105	4,434	8,539	62%	15,708	69%
18	2,874	2,910	5,784	100%	3,619	3,970	7,589	92%	13,373	97%
19										
20										
21										
22	3,768	3,817	7,585	94%	4,176	4,180	8,356	77%	15,941	86%
23	3,677	3,529	7,206	69%	3,820	4,294	8,114	62%	15,320	66%
24	3,707	3,562	7,269	94%	3,895	4,238	8,133	77%	15,402	86%
25	3,240	3,098	6,338	88%	3,640	3,867	7,507	85%	13,845	86%
26										
27										
28	3,608	3,275	6,883	81%	3,971	4,051	8,022	92%	14,905	86%
29	3,593	3,458	7,041	94%	3,857	4,308	8,165	77%	15,206	86%
30	3,604	3,613	7,217	88%	4,175	4,361	8,536	77%	15,753	83%
31	3,518	3,394	6,912	69%	4,033	4,149	8,182	100%	15,094	83%
	74,525	71,994	146,519	90%	83,264	86,498	169,762	81%	316,281	86%
	<b>Adjusted total:</b>		<b>146,540</b>		<b>Adjusted Total:</b>		<b>171,106</b>	<b>Adjusted Total:</b>	<b>317,646</b>	

# of Service Days:	21	Total Trips This Month:	317,646	Adjusted Total:	317,646
Manassas Daily Avg. Trips:	6,977	Prior Total FY-2008:	1,731,041		
Fred'burg Daily Avg. Trips:	8,084	Total Trips FY-2008:	2,048,687		
Total Avg. Daily Trips:	15,061	Total Prior Years:	36,969,773		
		Grand Total:	39,018,460		

Note: Adjusted Averages & Totals include all VRE trips taken on Amtrak trains, but do not include "S" schedule days.  
 \* designates "S" schedule day

## Monthly Ridership Changes: Fiscal Year 2006 vs. 2007

Current Month	MANASSAS				FREDERICKSBURG			
	Avg Daily FY2007	Avg Daily FY2008	% change		Avg Daily FY2007	Avg Daily FY2008	% change	
July	6310	6513	3.22%		7337	7393	0.76%	13906
August	6319	6405	1.36%		7070	7379	4.37%	13784
September	6451	6847	6.14%		7232	7652	5.81%	14499
October	6820	6973	2.24%		7513	7754	3.21%	14727
November	6695	6894	2.97%		7626	7707	1.06%	14601
December	5823	6081	4.43%		6813	7235	6.19%	13316
January	7158	6978	-2.51%		7862	8148	3.64%	15126
February	6921				7465			0
March	6842				7218			0
April	6467				7259			0
May	6600				7493			0
June	6647				7560			0
Average growth			2.55%				3.58%	
								3.09%

\*Ridership figures are shown in passenger trips. Includes Amtrak cross honor train riders.

\*\* Average daily ridership for January 2007 does not include 1/2/07 due to Federal Government closure.

# Chief Executive Officer's Report



## Chief Executive Officer's On-Time Performance

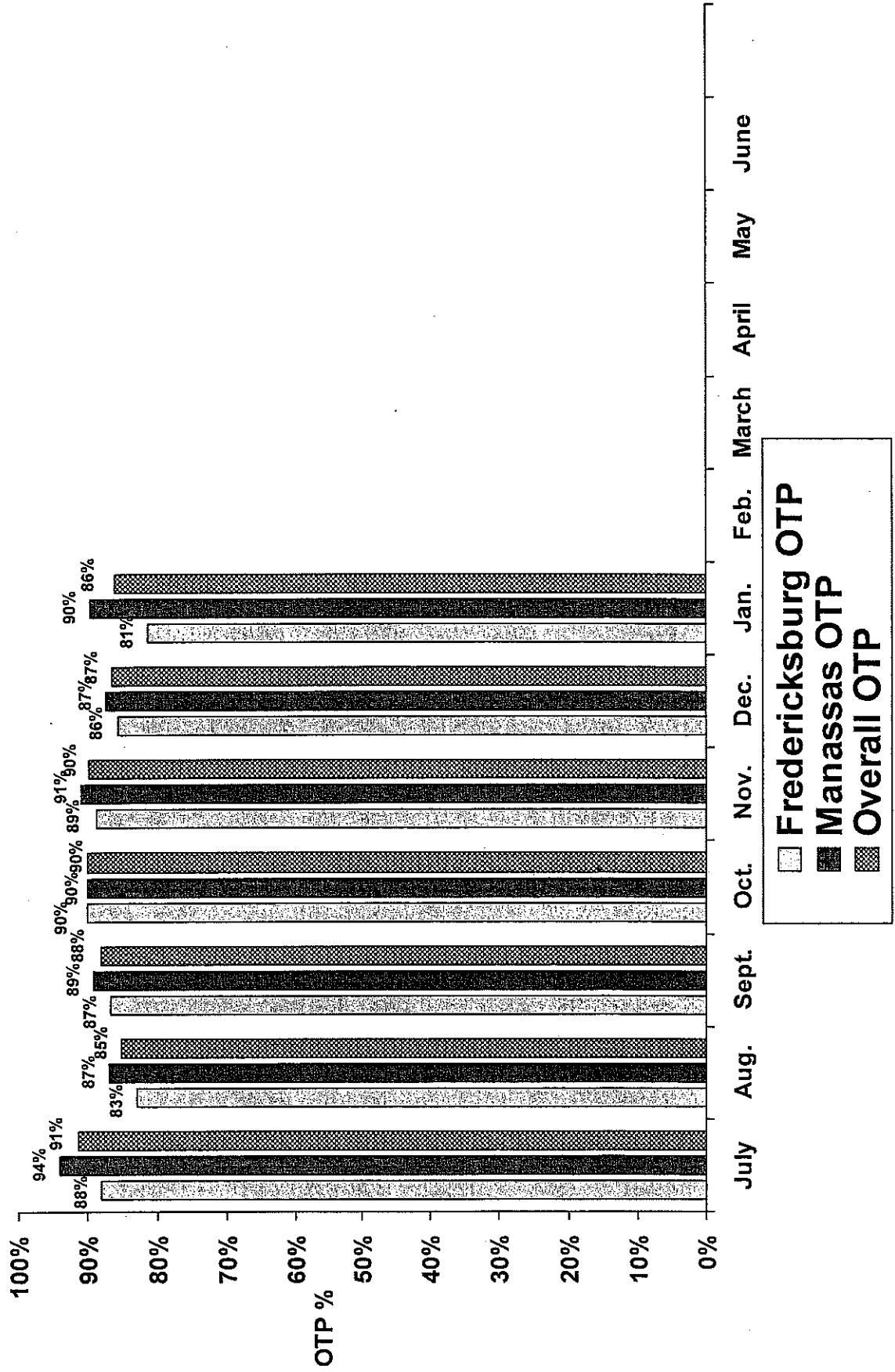
**FEBRUARY 2008**

**WILL BE BLUE SHEETED AND PRESENTED  
AT BOARD MEETING**

*As Reported to the VRE Operations Board  
February 15, 2008*

# Average On-Time Performance

## FY-2008



# Chief Executive Officer's Parking Utilization

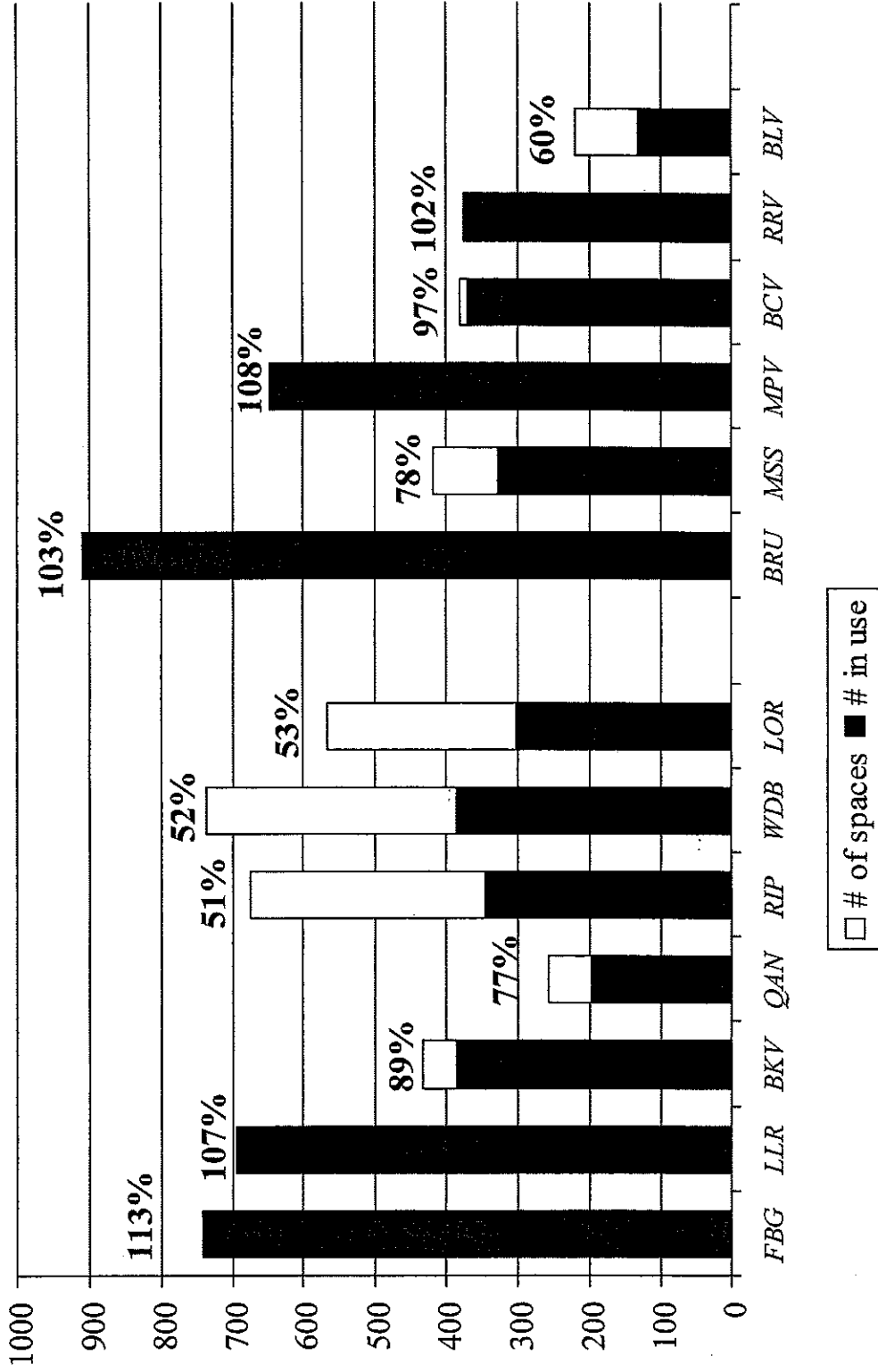


**FEBRUARY 2008**

**WILL BE BLUE SHEETED AND PRESENTED  
AT BOARD MEETING**

*As Reported to the VRE Operations Board  
February 15, 2008*

# Parking Lot Utilization: January 2008



# Chief Executive Officer's Train Utilization

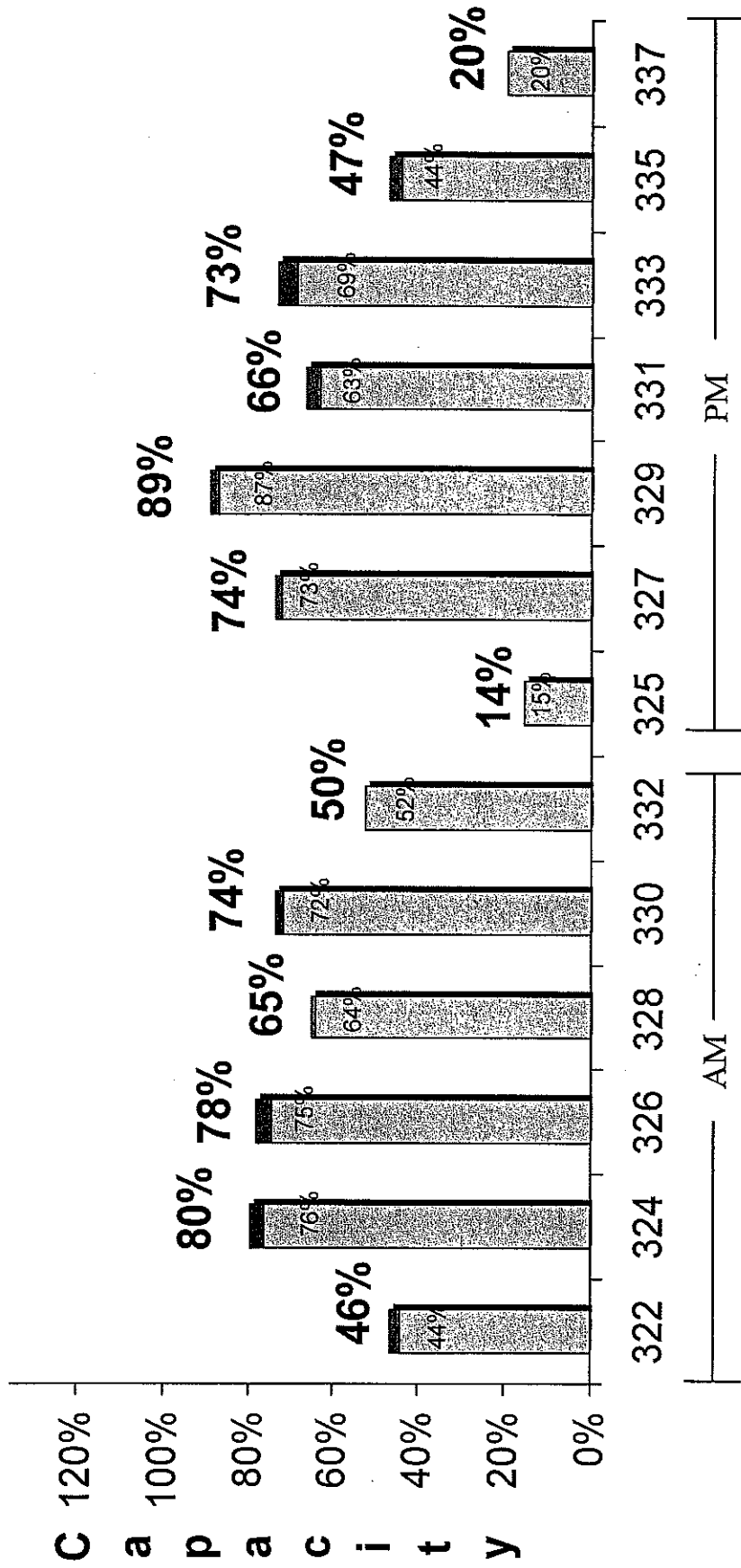


**FEBRUARY 2008**

**WILL BE BLUE SHEETED AND PRESENTED  
AT BOARD MEETING**

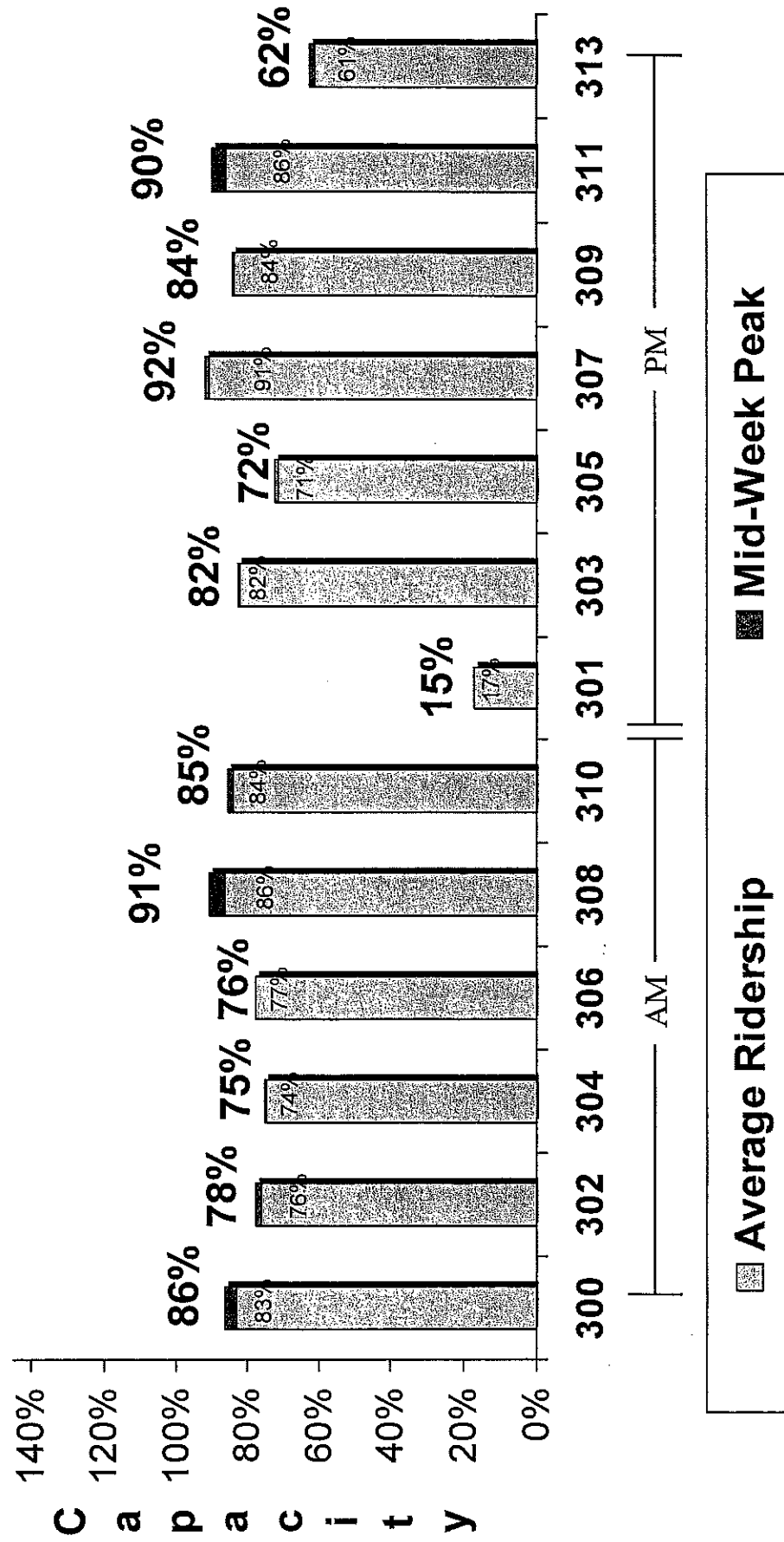
*As Reported to the VRE Operations Board  
February 15, 2008*

# Train Utilization: Manassas Line – January 2008



Average Ridership
  Mid-Week Peak

# Train Utilization: Fredericksburg Line – January 2008



# Chief Executive Officer's Capital Project Summary



**FEBRUARY 2008**

*As Reported to the VRE Operations Board  
February 15, 2008*

**VIRGINIA RAILWAY EXPRESS  
CAPITAL PROJECTS - PROGRESS REPORT  
Projects Underway in FY07 As of February 1, 2008**

PROJECT	LOCATION	TOTAL ADOPTED CIP BUDGET THRU FY06	TOTAL BOARD APPROVED FUNDS	PROJECT DESCRIPTION	PERCENTAGE (%) OF TOTAL PROJECT TASK COMPLETION	PROJECT COMPLETION DATE	STATUS
L'Enfant Storage Track				Construct approximately 1400 ft storage track just north of the existing platform and provide wayside power for two train sets.			
L'Enfant Storage Track Construction	L'Enfant	\$830,000	\$830,000	Construct approximately 1400 ft storage track just north of the existing platform	85%	1st Quarter 2008	Siding construction completed in late September. VRE performed inspection in mid-January. Awaiting final CSXT inspection and final invoice.
L'Enfant Storage Track Wayside Power Design				Design of wayside power for two train sets.	85%	1st Quarter 2008	Currently investigating feasibility of moving power pedestals to north end of siding as cost-savings measure.
L'Enfant Storage Track Wayside Power Construction				Construction of Wayside Power	0%	2nd Quarter 2008	60% cost estimate shows \$224,000 required for construction. Additional funding needed for construction of W/P. PEPCO reduced cost estimate for electric service installation from \$28k to \$18k resulting from design changes. PEPCO to proceed with work.
Administrative Studies and Communications							
SmartTrip Technical Support Proj. No. 1310 020	VRE offices/ system wide	\$155,000	\$154,285	Technical assistance for the design, procurement, installation and testing of a SmartTrip compatible system for VRE.	31%	3rd Quarter 2009	Smart Benefits pilot in progress. Phase 1 scope of work being developed as modification to S&B Fare Collection System contract; meetings scheduled with key VRE staff through end of Sept. to review SmartTrip hardware/software, PCI and ADA scope requirements.
Hecht Site Feasibility	Washington, D.C.	\$329,000	\$160,909	Investigate use of Hecht site for mid-day storage as proposed by Amtrak.	45%	2nd Quarter 2008	Meeting was held with Amtrak on 10/31/07 where Amtrak presented a new plan to facilitate VRE access to the site. This plan appears feasible provided that purchase or lease of CSXT track package is accomplished. VRE usage to be analyzed.
WUT Train Movement Study	Washington, D.C.	\$180,000	\$179,677	Investigate train movements in WUT, Ivy City and Coach Yard and allocate cost to utilize the facility.	99%	2nd quarter 2008	Findings presented to Amtrak on July 12, 2007. Amtrak took issue with previously agreed to camera locations; lacking a 1st St. tunnel camera. VRE contends locations were in agreement. Savings to VRE to be substantial. Amtrak now questioning VRE's computations and allocations. VRE sent letter to Amtrak requesting settlement terms. Awaiting answer.
2-Way Radio System Design	System-wide	\$346,000	\$99,000	Design and develop RFP for new two-way radio system.	100%	4th Quarter 2007	Design completed
2-Way Radio System Construction			\$248,400	Installation of new two-way radio system	50%	2nd quarter 2008	BeaCom to commence ordering materials 8-27-07. Have conducted site visits for antennas at Leland and Alexandria. Needed permits being sought.
System Safety Plan	System-wide	\$300,000	\$375,000/five years	Continuing development of VRE Safety Plan including audits.	98%	1st quarter 2008	VRE annual emergency response drill completed 12/01/07. After Action Report completed 1/10/07
Galneville Haymarket MIS	New Line	\$1,537,338	\$1,537,338	Develop expansion alternatives for new service to Galneville and Haymarket	0%	4th Quarter 2008	Negotiations complete and contract executed with Engineering firm. Working with DRPT to finalize grant agreement.

Note 1: Total adopted CIP budget will be revised upon receipt of FY08 grant.

**VIRGINIA RAILWAY EXPRESS**  
**CAPITAL PROJECTS - PROGRESS REPORT**  
**Projects Underway in FY07 As of February 1, 2008**

PROJECT	LOCATION	TOTAL ADOPTED CIP BUDGET THRU FY05	TOTAL BOARD APPROVED FUNDS	PROJECT DESCRIPTION	PERCENTAGE (%) OF TOTAL PROJECT TASK COMPLETION	PROJECT COMPLETION DATE	STATUS
Fredericksburg Viaduct Repairs	Fredericksburg						
Fredericksburg Viaduct Repairs Design	Fredericksburg	\$2,606,000	NA	Develop scope of work to address spalling concrete and drainage with available funding	100%	Completed	Final report submitted to VRE on May 15. Option 7 costs \$2.4 Million which includes repairs to the bottom of the platform slabs, CSX center track slab, abutments, ramps, and pier substructures.
Cherry Hill Station and Track Improvements	Cherry Hill, Virginia	\$2.5 million Rail Enhancement Fund	\$348,000	Develop detailed design to address necessary repairs. This project includes the development of VRE's 13th station on its Fredericksburg Line. The VRE station is part of a larger development project on the Cherry Hill Peninsula. Proposed 3rd track will extend from MP 72.0 to MP 83.4.	0%	2007-2010	Will issue a task order for detailed design and construction documents once further funding is in place.
Manassas City Parking Deck				Construction of a 520 space parking garage in the City of Manassas.		2nd Quarter 2008	
Manassas City parking Deck Environmental			\$170,675	Preliminary work (site location/environmental) for future garage parking.	100%	Completed	Both Commissions have approved MOU with City of Manassas for funding and cost sharing of Parking Deck. Environmental document approved by FTA on August 27th. Traffic study revisited due to increased size of the garage.
Manassas City parking Deck Design	Manassas, Virginia	\$12,750,000	\$598,534	Design and limited construction administration for 520+ space parking structure.	95%	3rd Quarter 2008	PB providing ongoing construction administration support. Percentage of task completion and project completion date revised to reflect this work for remainder of project.
Manassas City parking Deck Construction			\$9,189,400	Construction of Parking Garage	35%	3rd Quarter 2008	All footings complete, CIP walls near completion. Elevator jack holes installed. Underground plumbing and electric, portion of slab-on-grade and installation of oil-water separator scheduled for this month. Precast in production - erection scheduled to begin early to mid-March.
Manassas City Parking Deck Electrical Line Relocation			\$416,000	Relocate high voltage line along Prince William Street	100%	Completed	Relocation of new pole and transmission line work complete.
- Land Acquisition Assistance			\$102,626	Assist in relocation services for current Owners and Tenants per Federal Uniform Relocation Assistance and Real Property Acquisition Policies Act.	100%	Completed	Property acquisition was completed in September and tenant relocation was completed in January.
VMS replacement Program				Install new VMS, Audio and Communication Improvements for all VRE rail station Facilities.		4th Quarter 2007	The Board item was passed at January 2005 meeting to authorize DMJM under GEC IV to perform task order work to develop the scope of work for a RFP to be solicited in the 1st quarter of 2005.
VMS replacement Program - Design	System-wide	\$1,800,640	\$143,177	Develop the Scope of Work and technical specifications for the RFP. DMJM + Harris will review submittals, RFIs, and possible change orders to include site visits for various actions.	100%	4th Quarter 2007	Waiting for final application for payment.
VMS replacement Program - Construction			\$1,357,463	Install a new VMS system, improved audio and VRE communication systems and removal of the obsolete VMS system.	98%	4th Quarter 2007	Change order 1 was processed in Jan 2008. All payments are made to the Contractor, less the 5% retainage. Closeout in progress. Warranty period is November 16, 2007 to November 15, 2008.
Woodbridge Station Expansion	Woodbridge, Virginia		\$910,000	This project includes a Kiss & Ride, Second Platform & Pedestrian Crossover - which will join the parking garage and Second Platform.	100%	3rd Quarter 2007	PWC indicated site plan approval to be granted upon recommendation letter from VDOT. Currently working with VDOT to address second set of review comments provided 1/29/08.

**VIRGINIA RAILWAY EXPRESS  
CAPITAL PROJECTS - PROGRESS REPORT  
Projects Underway in FY07 As of February 1, 2008**

PROJECT	LOCATION	TOTAL ADOPTED CIP BUDGET THRU FY06	TOTAL BOARD APPROVED FUNDS	PROJECT DESCRIPTION	PERCENTAGE (%) OF TOTAL PROJECT TASK COMPLETION	PROJECT COMPLETION DATE	STATUS
Woodbridge Station Expansion Track Relocation	Woodbridge, Virginia	\$7,400,000	TBD	Shifting of track 3 to the west to allow for future third track between platforms.	0%	3rd Quarter 2007	Draft force account agreement and project addendum approved by Legal. CSX force account estimate prepared - awaiting approval by Jay Westbrook of CSX.
Woodbridge Station Expansion Construction	Woodbridge, Virginia		TBD	Construction of second platform, pedestrian crossover to existing parking garage, and bus turnout on Route 1.	0%	2nd Quarter 2009	Solicitation readvertised 1/31/08. Bids due 3/3/08.
Woodbridge Station Expansion K&R Traffic Analysis	Woodbridge, Virginia		NA	To obtain traffic data and prepare report of analysis results	10%	2nd Quarter 2007	Study underway. Gathering additional VRE ridership data for use in completing traffic analysis. Continuing coordination with VDOT.
Woodbridge Station Expansion Land Acquisition	Woodbridge, Virginia	\$4,311,928	\$4,311,928	Acquisition of 8 parcels, relocation fees, relocation assistance, appraisals, surveys, and legal fees associated with those acquisitions.	100%	Completed	All property has been acquired and tenants and business relocated.
<b>VRE Yard Improvements</b>							
Broad Run Yard Expansion / Maintenance Facility	Broad Run	\$3,222,000		Design and construction of additional storage tracks and locomotive and train wash facilities.			
Broad Run Yard Expansion / Maintenance Facility Design			\$766,687	Perform design of S&I building, car wash, warehouse and limited construction support services.	60%	2nd Quarter 2008	60% Design submitted to VRE for review. Coordination with utility company for new electrical service underway.
Crossroads Yard Expansion / Maintenance Facility				Design and construction of additional storage tracks and locomotive and train wash facilities.			
Crossroads Yard Expansion / Maintenance Facility Design			\$524,628	Perform design of S&I building and car wash and limited construction support services.	100%	4th Quarter 2007	Providing construction support as needed.
Crossroads Yard Expansion / Maintenance Facility SWM Investigation			\$45,888	Evaluate SWM design performed by PB. Identify more cost effective SWM alternatives, and revise SWM in site plan if necessary.	100%	Completed	Right-of-Entry Agreement, expiring 12/31/2007, with CSXT executed on 7/30/2007. BMP agreement recorded at Spotsylvania County on 8/14/2007. Site plan approved on 8/15/2007. Certification of as-built plans will need to be completed at the end of construction (summer 2008).
Crossroads Yard Expansion / Maintenance Facility	Crossroads	\$7,300,000		Perform design of compressed air system for yard to be used for air brake testing of trainsets.	100%	4th Quarter 2007	Procuring construction contractor.
Crossroads Yard Expansion / Maintenance Facility Temporary Welfare Facility			\$48,750	Lease of a temporary welfare facility to support shift of fleet maintenance to Crossroads Yard	100%	2nd Quarter 2008	Purchase of trailer underway.
Crossroads Yard Expansion / Maintenance Facility Construction			\$6,262,550	Construction of Service and Inspection Building, Train wash and Additional Storage Tracks within the Crossroads Yard.	40%	3rd Quarter 2008	Foundation work underway. Coordinating utility work with engineer to revise design as requested by the contractor.
<b>Rolling Stock</b>							
New Railcar Procurement No. 80-16-16028				Construction of new passenger rail cars			

Note 1: Total adopted CIP budget will be revised upon receipt of FY08 grant.

**VIRGINIA RAILWAY EXPRESS**  
**CAPITAL PROJECTS - PROGRESS REPORT**  
**Projects Underway in FY07 As of February 1, 2008**

PROJECT	LOCATION	TOTAL ADOPTED CIP BUDGET THROUGH FY06	TOTAL BOARD APPROVED FUNDS	PROJECT DESCRIPTION	PERCENTAGE (%) OF TOTAL PROJECT/TASK COMPLETION	PROJECT COMPLETION DATE	STATUS
New Railcar Fabrication (11 Cab Cars)	System-wide	\$2.2 million annual payment	\$25,095,000	Construction of 11 cab car BASE ORDER	100%	1st Quarter 2008	All 11 cars in base order on VRE property, All 11 in service. Working out warranty issues. Have added 4 parking brakes
New Railcar Oversight (11 Cab Cars)			\$2,750,000	Perform all engineering oversight and warranty follow-up for construction of 11 cab cars	95%	1st Quarter 2008	Engineering now focused on warranty issues.
New Railcar Procurement Proj No 90-42-16060							
New Railcar Fabrication (60 Cars)			\$80,427,748	Construction of OPTION ORDER consisting of 10 cab cars, 20 trailers with toilets and 20 trailers without toilets.	20%	4th Quarter 2008	10 cars now in service
New Railcar Oversight (60 Cars)			\$2,148,814	Perform all engineering oversight and warranty follow-up for construction of 60 car option order	16%	4th Quarter 2008	Inspector in place in Toyokawa
Sounder Lease	System-wide	\$8,226,000	\$8,360,180	Lease of three train sets from Sound Transit	100%	Ongoing Lease	First set of cars returned to Seattle in May, 2006. Second set returned June, 2007. Third, and final, set pulled from service February 3, 2008 and is being prepared for return to Seattle.
Top Deck Rebuilds Work Management Software Project No 90-57-16270	System-wide	\$4,600,000	\$1,730,776	Top Deck Rebuild for 8 Locomotives	75%	On going Project	V02, V07, V21, V06, V08 and V09 Top deck work has been completed. Next Locomotive for Top deck work is V24
		\$30,000	N/R	Provide software and license agreements	75%	4th Quarter 2007	Software purchased. All licenses arrived at VRE. Currently developing some program mods to make fully responsive to VRE needs.
Work Management Software Training	Yards		N/R	Design software modifications for conformity with VRE specific needs and train personnel in use product.	25%	1st Quarter 2008	Produced 1st draft of periodic inspection forms. Within 2 weeks of transferring warehouse inventory into Micro Main from Quick Books.

# Chief Executive Officer's Financial Report



**FEBRUARY 2008**

**WILL BE BLUE SHEETED AND PRESENTED  
AT BOARD MEETING**

*As Reported to the VRE Operations Board  
February 15, 2008*