Written Testimony of

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# **Congressional Hearing Before**

## Committee on Transportation and Infrastructure Subcommittee on Railroads, Pipelines, and Hazardous Materials

In the Matter of

# "High Speed Rail in the United States: Opportunities and Challenges"

# October 14, 2009 2:00 p.m. Rayburn House Office Building Room 2167

Committee on Transportation and Infrastructure

# Subcommittee on Railroads, Pipelines, and Hazardous Materials

"High Speed Rail in the United States: Opportunities and Challenges"

Testimony

Of

Robert A. Scardelletti, International President Transportation Communications Union/IAM 3 Research Place Rockville, MD 20850 301-948-4910

Madame Chairwoman Brown, Ranking Member Schuster

and members of the Subcommittee:

My name is Robert A. Scardelletti . . . and I am the International President of the Transportation Communications Union/IAM.

Our union . . . together with the other rail unions . . . represent over 150,000 workers . . . on America's freight . . . passenger . . . and commuter lines.

TCU is the largest union on Amtrak . . . representing six (6) crafts. (Approximately 10,000)

TCU and rail labor have long supported high speed rail in the United States . . . which included the passage of the Passenger Rail and Investment and Improvement Act of 2008 (PRIIA) . . . and the American Recovery and Reinvestment Act.

This historic commitment to intercity and high speed rail . . . will create and sustain thousands of good jobs.

The passage of PRIIA and the appropriations included in the ARRA . . . was a good start for what can be a great opportunity for high speed rail in our country.

The most significant challenge . . . is to ensure that these initiatives are implemented correctly.

As was seen in the Federal Railroad Administration's High Speed Rail Program . . . many states and other entities are making application for high speed rail funding. The FRA had over \$50 billion worth of requests . . . from more than 30 states. The FRA will be challenged . . . in how best to award the \$8 billion . . . that has been appropriated. It is imperative that the FRA vigorously enforces the statutory requirements attached to high speed rail funding ... particularly those designed to protect the jobs and rights of workers.

Labor protections and requirements to preserve existing collective bargaining agreements . . . must be administered fairly and consistent with the law.

Davis-Bacon prevailing wage requirements . . . must fully apply to all covered construction work. Buy America requirements . . . must be applied and strongly enforced. Amtrak and its workforce . . . must be fully utilized as the backbone of high speed rail in America.

Amtrak is . . . by law . . . America's national passenger rail carrier and the only current provider of high speed rail . . . through its Acela Express Service in the Northeast Corridor.

Amtrak has an established national network . . . which includes an extensive reservation system . . .

existing rolling stock . . . statutory relationships with the freight railroads for trackage rights . . .

... and decades of demonstrated compliance with all federal rail laws including Railroad Retirement . . . the Railway Labor Act . . . and the railroad safety laws.

Amtrak has also partnered with states and local governments . . . to provide passenger rail service for decades.

Amtrak understands . . . and has a track record of adhering to the various grant requirements . . . imposed by the federal government.

Most importantly . . . Amtrak has a dedicated and experienced workforce . . . ticket agents . . . baggage handlers . . . Carmen . . . on-board service workers . . . supervisors . . . machinists . . . sheet metal workers . . . electricians . . . boilermakers . . . signalmen . . . train dispatchers . . . maintenance of way workers . . . firemen and oilers . . . engineers . . . and conductors . . . who are all vital to run a passenger rail system. With recent passage of multi-year Amtrak reauthorization legislation . . . and the election of a President with a vision for an expanded role for passenger rail service . . . Amtrak employees . . . who are the best trained passenger rail employees in the nation . . . are well positioned . . . to implement the aggressive agenda and meet the challenges presented by the implementation of high speed rail.

Utilizing Amtrak for high speed rail service . . . will best assure stable labor relations.

Collective bargaining has existed with Amtrak . . . since its creation . . . and current labor agreements are in place . . . with all the company's unions.

High speed rail is just that . . . railroad work . . . and the workers engaged in providing high speed rail service . . . must be covered by all of the railroad statutes.

Amtrak should receive credit for doing so . . . and not be placed at a competitive disadvantage. For example . . . Amtrak . . . as a rail carrier . . . has financial obligations to its employees through the Railroad Retirement Act.

If another entity seeks to provide service . . . but does so with the intention of evading the railroad retirement system . . . that entity could artificially undercut Amtrak on a cost basis. Congress must ensure that potential providers of service . . . are not allowed to evade the requirements . . . so that all applicants will be judged on a level playing field. All rail labor supports a strong Buy America requirement . . . as contained in both . . . the Amtrak statute . . . and the ARRA.

A strong transportation system is dependent on a strong domestic manufacturing base . . . that can produce raw materials and finished products . . . including train equipment necessary for high speed rail.

Because there has not been a U.S. market for high speed rail . . . almost all of the existing major high speed rail equipment manufacturers are foreign. Buy America in this context must mean that . . . even if the developer is foreign owned . . . any equipment must be assembled entirely in the United States.

Furthermore . . . Amtrak with its skilled and unionized shopcraft employees . . . should be the first choice to repair and maintain all new high speed equipment.

Foreign companies should not be allowed to avoid the application of railroad statutes . . . such as railroad retirement . . . by tying repair and maintenance of equipment to its manufacture . . . and then using non-railroad workers for both functions.

New employee protections . . . under the law . . . should be seen as a means of integrating the existing workforce into high speed rail and expanded intercity service. Furthermore . . . existing collective bargaining agreements . . . can assure that new operations have access to experienced and trained workers . . . and in the process . . . minimize labor uncertainty.

In summary . . .

- funding for Amtrak and its current services . . . must not be cut. We call on Congress and the administration . . . to fully fund Amtrak's capital and operating needs . . . at the currently authorized level.
- any new high speed rail programs . . . must be fully funded.

We must be committed to the long haul.

Good labor policy and sound transportation policy . . . are not inconsistent propositions . . . in fact . . . high speed rail in this country . . . will only succeed if workers are brought into the process and treated fairly.

The benefits will be . . . the best high speed rail system in the world.

Thank you.