



Exhibit Q-1 Single -Level Fleet Milestone Payment Schedule

Milestone #	Description	Payment % of Total Contract Amount at the time Milestone is met (5% of each payment will be added to reflect Retainage).
	Pre-Design Review	
1	Mobilization - Amtrak Approval Project Schedule and Project Management Plan including engineering and production schedules, project management, System Integration Plan and Quality Assurance Program Plan (Chapters 3 and 5)	3%
2	Amtrak Approval of Reliability Program Plan (Chapter 4)	1%
3	Amtrak Approval of Evidence of placement of major supplier purchase orders	1%
4	Amtrak Approval of Reliability Prediction Summary Report (Chapter 4)	1%
5	Amtrak Approval of System Safety Program Plan (Chapter 25)	1%
	Design Reviews	
6	Amtrak Approval of Preliminary Design Review (Chapter 3)	5%
7	Amtrak Approval of Intermediate Design Review (Chapter 3)	5%
8	Amtrak Approval of Preventative Maintenance Schedule and Mean Time to Repair	1%
9	Amtrak Approval of Mock-Ups (Chapter 3)	5%
10	Amtrak Approval of Carbody Structural Report (Chapter 6)	1%
11	Amtrak Approval of Dynamic Simulation Report (Chapter 7)	1%
12	Amtrak Approval of Final Design Review (Chapter 3)	5%
13	Amtrak Approval of LRU List	1%
	FAIs, Production and Testing	
14	Amtrak Approval of Completion and closeout of Major Sub System FAIs (Chapter 5)	5%
15	Amtrak Approval of Warranty Plan	1%
16	Amtrak Approval of Pilot Cars (Chapter 5)	5%
17	Amtrak Approval of Draft Manuals	1%
18	Delivery of Phase 1 Training (Chapter 23)	3%
19	Acceptance of Special Tools and BTEs (Chapter 21)	1%
20	Successful completion and final approval of testing and inspection on each individual car and issuance of Production Completion Form (prorated by number of cars)	8%
21	Issuance of a fully executed pre-shipping inspection report by Amtrak for a Consist of 5 individual cars to be shipped (prorated by number of cars)	12%
	Commissioning and CA	
22	Pilot Cars Conditional Acceptance (all tests completed, including Pilot Car Reliability Test and Dynamic Testing for each car type)	2%
23	Conditional Acceptance of Production Cars (prorated by number of cars)	20%
	Final Acceptance	
24	Final Acceptance of Production Cars	4%
25	Delivery of Phase 2 Training (Chapter 23)	0.5%
26	Amtrak Approval and Delivery of Final Manuals	0.5%
27	Amtrak Approval of Successful Completion and Acceptance of Fleet Service Reliability Demonstration Test (Chapter 4)	1%
	Retainage	
28	Final Payment is made when all the Contract requirements are satisfied, including all of the required documentation.	5%