

### *Obligation of Funds*

FTA will obligate the remaining \$159.0 million (approximate) in Section 5309 New Starts funds already appropriated for the Project for the following Final Design activities:

- Reimbursement of third-party Preliminary Engineering costs already incurred and eligible under pre-award authority provided at Preliminary Engineering approval
- Utility Relocation
- Right of Way Acquisition
- Third-Party Final Design
- Agency Project Administration
- Third-Party Project Management
- Engineering and Design Costs of Rail Cars

### *Enhanced FTA Oversight*

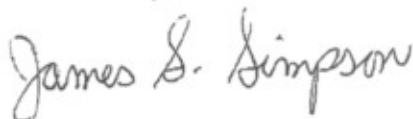
Given the risks associated with this Project, as discussed above, FTA will continue to apply an enhanced level of oversight to the Project. Specific details will be discussed with MWAA.

### *Progress During Final Design*

As an FTA grantee, MWAA is required to provide continuous administrative and management direction of project operations authorized by this letter. MWAA is also required to maintain a work schedule agreed to by FTA and MWAA that assures that scheduled milestones are met and performance goals are achieved. This includes the timely resolution of the technical and funding issues identified above. Failure to make substantial early progress toward their resolution may delay advancement of the project.

FTA looks forward to working with MWAA during the continued development of the Dulles Corridor Metrorail Project—Extension to Wiehle Avenue. If you have any questions, please contact me at (202) 366-4040, or Regional Administrator Letitia A. Thompson at (215) 656-7100.

Sincerely,



James S. Simpson

Enclosures