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AN EVALUATION OF RENEWAL-BASED RAILWAY INFRASTRUCTURE MAINTENANCE STRATEGIES

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ABSTRACT

U.S. Class I routes keep up their framework through a mix of conventional support and occasional replenishment of base parts. Distinctive routes use diverse extents of conventional support and occasional replenishment with little accord as to the best blending. Besides, the expense viability of underscoring one strategy over alternate has not been dissected utilizing exact information. The goal of this paper is to explore the expense adequacy of recharging based upkeep methodologies utilizing abnormal state budgetary information from industry sources. The results show that upkeep techniques that place more weight on reestablishment bring about lower unit support costs, at any rate inside a defined recognizable extent. The results suggest that if railroads compel reestablishment support to diminish general capital consumptions, expanding upkeep costs will more than counterbalance interim diminishments in capital using.

Keywords: Railway Infrastructure, Cost-effectiveness, Maintenance strategies, Railroad engineering

Introduction

Since the line base venture blast of the mid-1980s, all Class I railroads have made huge effectiveness picks up in framework support that are the aftereffect of changes in various zones. Mechanical headways in foundation parts, for example, cleaner and harder steel have lessened possession life-cycle costs. Enhanced part administration has additionally decreased expenses, for instance, new advancements in rail crushing and grease [IHHA 2001]. Foundation support conveyance frameworks and upkeep

gear innovation have changed extensively. Better estimation instruments and cross-useful collaboration has changed customary designing practices. Railroads keep up their base utilizing a consolidation of normal and replenishment support procedures. Customary upkeep by and large incorporates the substitution of little amounts of base segments utilizing generally little track possess and little supplies, while restoration support methods include the substitution of bigger amounts of parts with bigger packs and greater, more advanced, and more lavish gear.



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Conventional support exercises are typically charged to working cost and restoration upkeep projects to capital consumptions as indicated by Surface Transportation Board (STB) bookkeeping necessities (US Senate 1995). In the course of recent years, all Class I railroads have expanded their utilization of reestablishment based contrasted with conventional upkeep, yet the degree to which they do so shifts generously (fig. 1). A Class I railroad is one that met an income limit of \$277.7 million in 2004 in the United States (AAR 2005). For the reasons of this dissection, we ascertained restoration based upkeep expense utilizing a method (described within the area on methodology) that divides railroad capital consumptions into limit and support related parts.

Utilizing this definition, the study discovered significant variety in the way U.S. railroads assigned their upkeep related uses with respect to customary cost and capital consumptions. Reestablishment

capital using speaks to the biggest single parcel of the capital plan, with reestablishments representing 67% of aggregate capital using in 2002 (fig. 2). There is likewise generous variety in reestablishment administrations among universal railroads (Burns 1983). Both recharging capital consumptions and customary support costs speak to expenses acquired for upkeep of foundation, yet the building administration procedure of each one contrasts generously. Reestablishment based support brings about better asset age track condition over the life cycle of the track additionally more prominent variety in track quality (fig. 3). Specific customary support, then again, is for the most part used to keep up track to a predictable least standard (Burns 1980). Both are needed, yet an attention on one or the other can bring about a wide variety of unit upkeep cost. Low-quality track may help generally high pivot loads with a high-upkeep administration; alternately, higher venture can mean higher hub loads and moderately low support (Australian Government 2003).



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There are likewise considerable contrasts in the gear utilized and the timetable of work.

All in all, replenishments include capital uses made to supplant and/or enhance framework segments in light of, or suspicion of, wear and tear brought on by yield _defined here as horrible ton miles_. By difference, capital uses for extension of offices _terminals and yards, siding or mainline track age, flag or dispatching frameworks, etc._ are made to oblige rail movement development and are called augmentations. On the other hand, post facto railroad money related explanations do not isolate capital consumptions into these classes. For the reasons of this study, customary support is delegated upkeep that is expensed, reestablishment support as support action that is promoted, and increases as limit development _table 1_. The inquiry tended to in this paper is whether a relationship can be showed between the designing administration technique and the general expense viability of the support capacity utilizing abnormal state money related information.

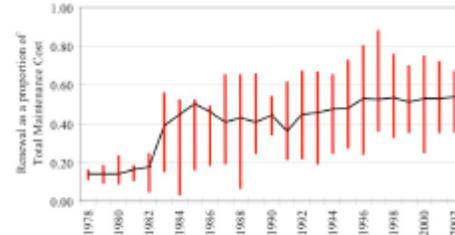


Fig. 1. Renewals as proportion of total maintenance cost (line indicates weighted average and bars indicate range among individual Class I railroads) as derived in this research. Weighted average was calculated on basis of total dollars expended by all Class I railroads.

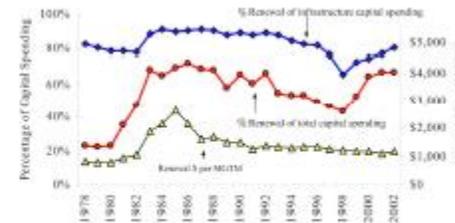


Fig. 2. Renewal capital expenditures as percentage of total and infrastructure capital expenditures, and per million gross ton miles (2001 dollars)

Table 1. Infrastructure Costs

| Purpose | Study classification | Accounting category |
|----------------------------|----------------------|--------------------------------|
| Infrastructure maintenance | Ordinary | Operating expense ^a |
| | Renewal | Capital expenditures |
| Capacity expansion | Additions | Capital expenditures |

^aExcluding depreciation.

Background

Track upkeep by replenishment is not new however was initially created in the United States in the early 1900s, and that being said it was accepted to be less costly _burns



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1981_. Replenishment was initially performed by hand or with generally basic machines. Late changes in innovation and practice have prompted enhancements in general productivity for both normal and recharging based support procedures, yet the effectiveness distinction between little segment posses performing specific upkeep _characteristic of customary maintenance_ and expansive automated groups _characteristic of restoration maintenance_ has expanded. This distinction results, partially, from changes in conveyance engineering including track replenishment frameworks, tie-taking care of gear, surface and covering supplies, rail laying supplies, and counterbalance conveyance frameworks.

Fresher support of-way gear is more secure, cleaner, simpler to keep up, and less demanding to work than prior models _judge 1999_. Propels in computerization have enhanced the dependability of this gear _Brennan and Kramer 1997_. In spite of the fact that enhancements have been made in different sorts of hardware, the top of the

line, high-generation supplies has given a significant part of the late profit change _Kramer 1997_. These advances and the bigger scale of gear and posses license more noteworthy economies of scale contrasted with common support.

Renewal projects additionally have a tendency to have generally long arranging skylines so that track belonging can be facilitated with transportation operations to minimize administration disturbances. This system may target different track segments for substitution, and the extent of individual projects may differ generally. For instance, a tie system may target substitution of crossties without recharging the counterbalance segment of the track structure, while a track surface and coating project may reestablish both crossties and weight. Upkeep "blitzes" or "celebrations" are an extreme sort of reestablishment project including most or all track parts. The upkeep rush is utilized to reestablish base in a way expected to minimize track downtime _stagl 2001_.



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In North America, the support barrage for the most part brings about track terminations somewhere around 4 and 12 days _Burns and Franke 2005_. Designing offices arrange the vast replenishment ventures with transportation and displaying division's _Foran 1997_. Upkeep arranging has enhanced through progressions in data engineering _Brennan and Kramer 1997_, and railroads have changed material-taking care of frameworks and in addition on location generation _Kramer 1997_. Recharging exercises ordinarily oblige critical track ownership windows that can be hard to acquire at high prepare densities. Spot or particular upkeep exercises ordinarily oblige shorter track ownership times and consequently are less hard to acquire even at higher train densities. Hence, high prepare densities can prompt a lessened dependence on replenishment work _Kovalev 1988_, despite the fact that the way of extensive Class I railroads today may allow elective routings in specific areas. Moreover, replenishment support regularly includes high-cost, high-upkeep gear that

requires high use rates that are hard to advocate for little upkeep administrations. For this and different reasons, routine customary support keeps on being an essential action in conjunction with replenishment administrations to minimize unit upkeep cost _Grassie and Baker 2000_.studies on route support expenses don't give data on the relative productivity of accentuating recharging based upkeep in the United States. Over the period 1994 to 2000, support costs in Europe diminished while consumptions for recharges expanded, and upgraded replenishment action largely brought about lower unit upkeep cost _uic 2002_. An alternate study found that upkeep and recharging practices on The Netherlands' route framework had an immediate impact on its money related and operational execution and that the proper consolidation was discriminating to general operational execution _Swier 2004_.

In any case, not one or the other of these European studies gave information to help or measure its decisions. These advancements lead to the inquiry: does



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dependence on replenishment based support procedure diminish unit upkeep cost? Probably the pattern to replenishment-based support reflects a conviction that it is more productive or powerful in some way. On the other hand, quantitative investigates of information assessing this inquiry have not at one time been distributed. A logical strategy is created to assess this issue utilizing a cross-sectional investigation of Class I railroad money related and working information appeared for the Association of American Railroads *_aar 1978–2002_* under standards proclaimed by the STB *_US Senate 1995*

Methodology

Monetary and working information for individual Class I railroads were changed to allow investigation of the upkeep segments of these information. Railroad budgetary proclamations do not isolate capital consumptions into replenishments and augmentations, and subsequently a technique was created to gauge restoration capital uses so that aggregate support expense, including both reestablishment

capital expense and customary upkeep *_operating expense_*, could be consolidated to assess complete unit upkeep cost. Due to solidifications in the business amid the study period, railroad budgetary and working information were solidified to reflect the 2001 business structure. An arrangement of standard straight relapse dissects and joint speculation tests were led to analyze a few option models with respect to the impact on unit upkeep expense, including the impact of replenishment procedure, railroad size, rate of light-thickness track miles, and normal track thickness. On the off chance, that reestablishment procedure is a critical and persuasive variable in the best model, the speculation can be acknowledged.

Data Preparation

AAR budgetary information for individual Class I railroads were adjusted to allow investigation of the support segments of these information. A straight relapse examination was performed and standard factual tests were directed. Elective speculations were tried, including the impact



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of railroad size, normal thickness, and the rate of light-thickness track miles.

Infrastructure Cost Index

A railroad foundation expense list was created from segments of the AAR cost recuperation record *_AAR RCR_*. This was termed the support of-way railroad cost recuperation list *_MOX RCR_*. The AAR RCR is focused around information gave by all Class I railroads *_aar 1980–2002_* and comprises of 10 segments, which are then consolidated into four gatherings: *_1_* work, *_2_* fuel, *_3_* material and supplies, and *_4_* all other. Estimation of the base expense record considered these expense gathers as takes after:

1. The work expense list *_labor_* reflects changes in the normal unit cost of wages and incidental advantages. The normal pay for support of-way workers contrasted with all railroad representatives has remained decently consistent over the time of study, and the general work list was accordingly fitting for a framework expense record.

2. The fuel expense record *_fuel_* was excluded in the MOW RCR in light of the fact that upkeep of-way fuel cost is not independently recognized in monetary reports, and thus the extent of fuel expense to general expense couldn't be figured. Furthermore, upkeep of-way gear is regularly energized specifically from train diesel stockpiling tanks that are not charged to support. Fuel costs speak to a moderately little rate of aggregate support of-way uses, and this avoidance ought not to influence the general results.

3. The material and supplies expense record *_M&S_* measures expense changes in a gathering of things that speak to the dominance of buys by the biggest railroads. This record part was incorporated in the MOW RCR because M&s expenses are a critical bit of aggregate support of-way expenses.

4. The other expense file *_other_* incorporates supplies rents, deterioration, and acquired administrations, charges other than salary and payroll, and different costs. This file part was incorporated in the MOW RCR in light of the fact that these expenses



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are a significant segment of aggregate upkeep costs.

The MOW RCR was then created by increasing each one record $_{labor}$, $M\&s$, and $_{other}$ by the relative extent of every segment of aggregate upkeep of-route cost for every year. This calculation is shown below

$$MOW \ RCR = \frac{_{RL_ML}}{_{MT}} + \frac{_{RM_MM}}{_{MT}} + \frac{_{RO_MO}}{_{MT}}$$

Where $_{RL_AAR}$ labor index; $_{ML_Class \ I \ RR}$ MOW labor expense; $_{MT_Class \ I \ RR}$ total MOW expense; $_{RM_AAR}$ M&S cost index; $_{MM_Class \ I \ RR}$ MOW material and supply expense; $_{RO_AAR}$ other cost index; and $_{MO_Class \ I \ RR}$ MOW other expense.

This yearly record was then adjusted with 2001 as the reference year $_{e.g., \ 2001 \ index_100\%, \ 1978 \ index_36.22\%}$ so all costs could be referenced as far as moderately present costs. Upkeep of-way ostensible costs and speculations were then separated by each year's list to acquire steady 2001 dollars.

Defining Maintenance Cost and Renewal Strategy

Ton-miles and track miles are standard units of estimation for U.S railroads. Gross tonnage is the aggregate weight of all trains, rail autos, and replenishing that disregard a specific area, and a terrible ton-mile is 1 horrible ton moving in excess of 1 mile of track. Unit support expense was characterized as the unit expense of keeping up track, that is, standard upkeep costs in addition to replenishment based capital uses for every million terrible ton miles $_{MGTM}$ produced by railroads.

$$CM = \frac{_{EO} + CR}{Q}$$

where $_{CM}$ unit maintenance cost $_{cost \ per \ MGTM}$; $_{EO}$ ordinary maintenance operating expense; $_{CR}$ renewal capital expenditures; and $_{Q}$ million gross ton miles $_{MGTM}$.



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Table 2. Comparison of Renewal Strategy and Unit Maintenance Cost

| Road | Renewal strategy (%) | | | | |
|------|----------------------|-----------|-----------|-----------|-----------|
| | 1978–1982 | 1983–1987 | 1988–1992 | 1993–1997 | 1998–2002 |
| US | 19.3 | 44.5 | 41.9 | 49.6 | 52.8 |
| UP | 23.1 | 48.2 | 47.4 | 55.5 | 62.6 |
| BNSF | 20.9 | 44.7 | 34.8 | 54.3 | 62.7 |
| CSX | 16.3 | 41.5 | 40.8 | 40.6 | 40.2 |
| NS | 20.9 | 40.2 | 44.2 | 43.0 | 38.1 |
| IC | 19.2 | 46.0 | 58.2 | 74.5 | 69.1 |
| KCS | 21.5 | 44.7 | 48.9 | 54.2 | 53.5 |
| SOO | 11.5 | 21.5 | 35.4 | 36.5 | 41.7 |
| GTW | 15.2 | 20.7 | 24.0 | 26.4 | 50.9 |

Renewal strategy was defined as the percentage of unit maintenance cost that was allocated to renewal capital expenditures.

$$RS = CR / (EO + CR_{100})$$

Where RS = renewal strategy.

Estimating Renewal-Based Capital Expenditures

Since railroad expense bookkeeping frameworks do not organize reestablishment capital consumptions, we utilized an alteration of the method created by Ivaldi and McCullough (2001) to gauge these uses. We thought about the yearly rate of ties and rail laid in substitution track to the aggregate sum of ties and rail laid. Railroad money related reports recognize ties and rail "laid in substitution track" versus "laid in extra track" from AAR reports (lines 344–372, ARR 1978–2002). Despite the fact that the yearly capital project has different

perspectives, the biggest segment of capital is for rail and ties – both buy and installation. An extra step was taken to differentially weight rail and tie rates because, generally, capital projects typically assign a marginally higher plan for ties than for rail.

Railroad money related information isolate capital speculation for street correspondences, street signs and interlocker, and street other, with the larger part of venture classified as street other. The investigation accepted that capital consumptions for signs and correspondences frameworks were fundamentally for innovation and real framework updates, for example, supplanting surviving wire- and hand-off based frameworks with fiber optic, remote, and computerized advances and were fittingly delegated increments. Replenishment capital consumptions were computed as takes as follows:

$$PT = TE / (TE + TN)$$

where PT = percentage renewal tie program; TE = number of ties laid in existing track; and TN = number of ties laid in new track.

$$PR = RE / (RE + RN)$$



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where PR percentage renewal rail program;
 RE tons of rail laid in existing track; and
 RN tons of rail laid in new track.

$$P = 0.6PT + 0.4PR$$

$$CR = CO \cdot P$$

where CO road capital other; and P overall percent renewal.

Railroad Groupings

The quantity of railroads reporting money related and working information in R1 standard configuration to the AAR declined from 36 in 1978 to 8 in 2001. A large portion of this diminishment happened through mergers and combos, in spite of the fact that there were likewise a few insolvencies and cancellations by progressions in Class I railroad definition. Individual railroad information from 1978 through 2002 was consolidated into the 2001 business structure. Information for 2002 for Grand Trunk Western and the Illinois Central are excluded because these were consolidated with Canadian National Railway.

Renewal Strategy As Single Independent Variable

The study period 1978–2002 was divided into 5-year increments beginning in 1978. Each component renewal capital expenditures, ordinary maintenance operating expense, $MGTM$ was averaged over each time for each railroad. The model tested was

$$\text{Model 1: } CM = a + bRS + \epsilon$$

where CM unit maintenance cost dollars per $MGTM$; a intercept; b coefficient for RS ; RS renewal strategy; and ϵ error term.

Renewal strategy and unit infrastructure maintenance cost were calculated for each railroad over each time period Table 2. Data for all Class I railroads in the United States were aggregated and labeled U.S.

An arrangement of straight relapses were directed for each one time period with replenishment methodology as the autonomous variable and unit support cost as the ward variable model 1. The results show that there was a huge relationship just for the last time, with a R^2 of 0.78, a p estimation of 0.003, and F/Fc of 3.62 with Fc ascertained at a 95% certainty level



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table 3. Just the last period _1998–2002_ has an F-test outcome showing essentialness; it likewise has the most minimal p esteem and the strongest correspondence. Notwithstanding, the R², F tests, and P qualities recommend a pattern to this relationship through the late 1980s and 1990

Table 3. Influence of Renewal Strategy on Unit Maintenance Cost

| Period | R ² | F/F _c | p | a | b |
|-----------|----------------|------------------|-------|--------|---------|
| 1978–1982 | 0.49 | 0.97 | 0.052 | 10,134 | -20,674 |
| 1983–1987 | 0.23 | 0.30 | 0.227 | 5,637 | -2,777 |
| 1988–1992 | 0.28 | 0.39 | 0.178 | 6,056 | -5,455 |
| 1993–1997 | 0.42 | 0.72 | 0.083 | 5,105 | -3,945 |
| 1998–2002 | 0.78 | 3.62 | 0.003 | 4,706 | -4,130 |

Why this relationship was noteworthy just in the last period, and what could represent this obvious pattern? Despite the fact that track restoration frameworks have been utilized by railroads for a long time, various progressions could clarify why this relationship would be factually noteworthy just in the latest period:

1. The relationship would not have been evident in the period preceding devaluation bookkeeping _1978 to 1982_ in light of the fact that a huge parcel of replenishment expenses were represented as standard

support working cost because of Betterment Accounting decides amid that period.

2. Conveyance and data frameworks and arranging innovation have kept on improving as of late, expanding the relative productivity of restoration based support in connection to common upkeep.

3. The unit cost contrasts in the middle of normal and restoration-based upkeep might not have been measurably clear until diminishments in common support groups were bit by bit acknowledged to their present level.

4. Expanding train densities may have expanded the relative expense adequacy of restoration-based upkeep. From 1978 to 1987, normal train thickness expanded by short of what 1% for every year; from 1988 to 2001 train thickness expanded by very nearly 6% for every year. Diminishment of light-thickness track through deal or deserting may additionally have had an impact on the measurable connections.

5. The railroads were uniting to less and bigger systems. Plots of the information from the last three periods alongside their pattern lines are demonstrated in Fig. 4.



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Alternative Hypothesis: Influence of Size

Past studies that assessed the relationship between general railroad expenses and size yielded conflicting results. Holes et al. 1985 discovered marginally expanding comes back to scale while Barbera et al. 1987 and Lee and Baumol 1987 discovered steady comes back to scale. To assess this plausibility as for framework support costs, a factual test was led contrasting the first model with one including another variable, track miles tm. The results demonstrate that while railroad size had critical impact p_0.05277, it had far less impact than reestablishment methodology p_0.00164 on unit upkeep cost. The aftereffects of the joint theory test p_0.02056; F/Fc_1.1589 demonstrate that the cooperation between the variables was sure, implying that, in consolidation, these variables were better at anticipating unit upkeep cost than they were exclusively. The results recommend that 1 a 10% increment in track miles for the normal railroad equal to an extra 2,091 track miles in 2001 would bring about a diminishment

of \$20 for every MGTM all out support cost, and 2 an increment of 10% in replenishment system would bring about a decrease of \$398 for every MGTM all out upkeep expense, or a 12 to 21% expense lessening, contingent upon the individual railroad.

Besides, the results recommend that the track mile variable was noteworthy just in blend with restoration technique at the 95% certainty level. Two conceivable clarifications exist for the size impact. To start with, bigger railroads may have been somewhat more perceptive in their support programs in light of the fact that they could utilize restoration frameworks all the more adequately. This could have come about because of more gainful utilization of specific gear by enhancing part restoration cycles for any given bit of track, utilizing supplies on a year-round premise i.e., working south in winter and north in summer, and/or having more alternatives to reroute activity, consequently allowing longer track ownership windows. A second clarification for this impact is that a semi



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altered overhead _engineering_ expense may have been connected with keeping up base paying little respect to railroad size.

An alternate speculation is that light-thickness lines are in charge of the variety in unit support costs between railroads. Class I railroads have diminished the quantity of low-thickness courses through deal, deserting, or rent with a specific end goal to decrease the measure of low-performing courses. Various studies discovered economies of thickness for railroads _Braeutigam et al. 1984; Caves et al. 1987; Barbera et al. 1987; Lee and Baumol 1987; Dooley et al. 1991_, yet contrasted as to the centrality of the thickness impact. Despite the fact that these studies considered general railroad working and support costs, we considered whether a thickness impact may be pertinent to foundation expenses separate and separated from other working expenses. The hypothesis is that each one-track mile has a semi settled expense connected with it that incorporates a support related segment, and those streets that had the capacity shed a greater amount of these low-thickness lines may have had an intrinsic upkeep expense advantage.

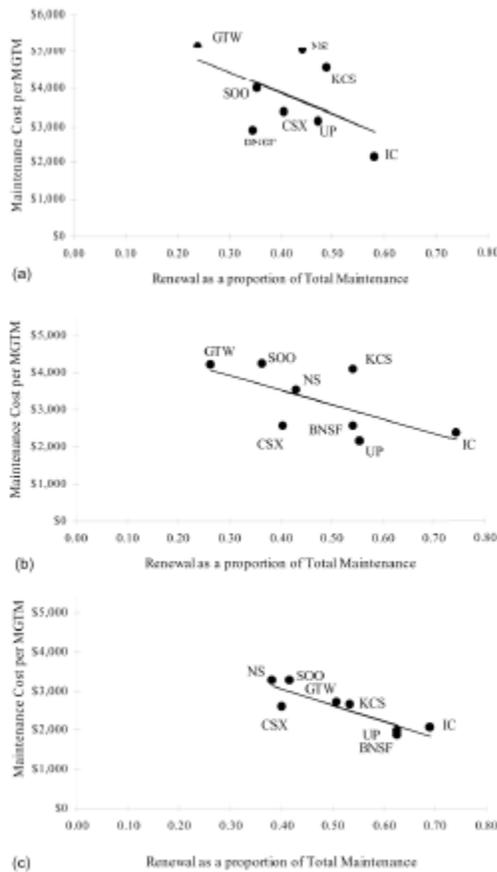


Fig. 4. Relationship of renewal strategy and unit maintenance cost (2001 dollars): (a) 1988–1992; (b) 1993–1997; and (c) 1998–2002

Alternative Hypothesis: Influence of Light Density Track Miles



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Table 4. Comparison of Ordinary Maintenance Expense and Renewal Capital E

| Road | Ordinary maintenance expense per MGTM | | | | |
|------|---------------------------------------|-----------|-----------|-----------|-----------|
| | 1978–1982 | 1983–1987 | 1988–1992 | 1993–1997 | 1998–2002 |
| US | 4,921 | 2,633 | 2,033 | 1,346 | 1,046 |
| UP | 4,044 | 2,356 | 1,653 | 958 | 738 |
| BNSF | 4,143 | 2,199 | 1,898 | 1,181 | 703 |
| CSX | 5,508 | 2,819 | 1,997 | 1,515 | 1,548 |
| NS | 4,316 | 3,315 | 2,798 | 2,007 | 2,018 |
| IC | 6,125 | 1,915 | 889 | 606 | 631 |
| KCS | 5,496 | 2,389 | 2,334 | 1,859 | 1,239 |
| SOO | 6,472 | 3,709 | 2,584 | 2,686 | 1,897 |
| GTW | 6,834 | 4,049 | 3,919 | 3,111 | 1,322 |

Note: MGTM are given in 2001 constant dollars.

To assess this plausibility, a factual test was led contrasting the first model with one including another variable, the rate of light-thickness track miles *_DL_*. Light-thickness track was characterized, for these reasons, as track with short of what 10 million horrible ton-miles for every mile for every year and was focused around Bureau of Transportation Statistics information from 2000 *_USDOT 2001_*. Results from the joint speculation test *_P_0.2926; F/FC_0.25444_* show that the consideration of a variable for light thickness track miles did not enhance the first model *_model 1_*, and this new model was rejected.

Alternative Hypothesis: Influence of Average Density

It is considered a third option speculation that normal movement thickness is in charge of the variety in unit support costs between railroads. As the speculation introduced in the past segment, this theory is identified with the hypothesis that each one-track mile has a semi altered support cost. To assess this plausibility, a factual test was directed contrasting the first model with one including another variable, normal thickness as measure in MGTM for every Class I railroad track mile *_line 343, AAR reports_*. Consequences of the joint theory test *_p_0.29891; F/Fc_0.25015_* show that the normal thickness variable *_da_* did not enhance the first model, and this new model was rejected.

Combining Strategy, Size, and Density Variables

A last test was led consolidating restoration methodology, normal thickness, and size. Aftereffects of the joint speculation test *_p_0.10961; F/FC_0.46501_* show that this combo of variables did not enhance the first model *_model 1_*, and this new model was rejected.



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Discussion

These results show that the greater part of the variety in unit support costs among Class I railroads can largely be clarified by variety in the degree to which they stress reestablishment and deemphasize standard upkeep in their designing methodologies. Why is a replenishment upkeep methodology perceptive? As at one time depicted, vast automated track, groups are gainful regarding work and materials, as well as with utilization of constrained track ownership time. Their work is better arranged and executed because of designing administration frameworks and can be customized ahead of time with the goal that movement examples can be acclimated to give long track ownership windows that expand asset benefit.

It likewise creates the impression that a stress on diminishing common support cost was vital. Customary upkeep cost was contrasted with restoration capital uses per MGTM for the four times somewhere around 1982 and 2002 for each one-railroad

table 4. A few railroads made more noteworthy decreases in normal support cost than others did. Other than normal thickness and framework measure, no evident attributes seemed to offer a palatable option clarification for general unit support cost other than restoration procedure. Despite the fact that there was some appearance of an east–west geographic impact for the expansive streets, results for more diminutive streets were not reliable with this, and we are not mindful of any from the earlier purpose behind such an impact.

This examination essentially made the supposition that rail foundation quality for every street over each one-time skyline was not declining generously. Under Federal Railroad Association rules, track conditions can just fluctuate inside a foreordained extent for a given class of track. Barkan et al. 2003 and Anderson and Barkan 2004 found that the wellbeing record of these railroads enhanced over this time, which would be impossible if track conditions were decaying significantly. The expanding dependence on restoration



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support may demonstrate that track quality has been progressing. The investigation likewise makes the supposition that railroads utilize moderately comparable bookkeeping routines and that any distinctions are generally minor and do not influence the general consequences of the dissection. In spite of the fact that a qualification was made between expenses for limit extension and support, limit and unit upkeep expense are not by any means autonomous. As train densities build, track belonging for support may get to be restricted in span and recurrence in light of the fact that track groups must contend with trains for track time.

Thusly, limit confinements expand unit cost in view of the more incessant requirement for packs to get on and off track. Limit extension might therefore have an optional impact of diminishing unit support cost. This dissection centered just on upkeep costs. An imperative thought for any railroad is the impact that diverse upkeep procedures have on transportation expenses and administration quality. Beginning tests

were uncertain as to transportation cost, likely due to more persuasive impacts of components not identified with upkeep, for instance, diminishment of group size, changes in transportation work tenets, enhancements in rationale power, and fuel productivity. Administration quality variables, for example, coordination of support windows with client duties, were not tried, and these connections are proposed for future examination.

This dissection is legitimate for the scope of information exhibited. Amplifying it past the breaking points of showed qualities may prompt unseemly conclusions. As specified long ago, a 100% replenishment procedure is not achievable or attractive focused around present engineering or support and bookkeeping practices. This investigation is expected for utilization by railroad designing experts as one device _of many_ in the determination of the proper harmony in the middle of common and reestablishment upkeep choices. Two last inquiries are proposed for further research and discourse. First, what are the true



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furthest reaches of expense efficiencies produced by restoration systems? In the event that UP, BNSF, and IC can attain restoration levels in the 60% territory, would a further move from working cost to recharging venture bring about significantly lower unit cost? Second, what boundaries exist for different railroads, for example, CSX, NS, and SOO, from picking up the evident profits of moving more standard upkeep to restoration administrations? Could these boundaries be specialized *_i.e., framework characteristics_, budgetary _i.e., tight capital budgets_, philosophical _i.e., security, management_, operational _i.e., train densities_, or a mixture*

Conclusions

The results are steady with the theory that a stress on replenishment programs for track upkeep was financially perceptive from a designing perspective and give a clarification to why railroads have reliably expanded their utilization of recharging support in connection to conventional support. In addition, obvious contrasts in unit upkeep expenses can be largely clarified by the degree to which individual firms

apply recharging techniques. These discoveries have vital ramifications for railroad money related organizers. Since 1998, railroads have ended up more moderate with capital using as financial specialists have gotten to be progressively incredulous about the business' money related aggressiveness *_Flower 2003a,b; Gallagher 2004; Hatch 2004_*. Reviewing that recharging capital consumptions include the biggest offer of general capital using, if railroads unduly compel replenishment support in an exertion to ration capital assets, they will find that conventional upkeep costs will climb lopsidedly in connection to the diminishment in capital uses. Making such tradeoffs may enhance free money stream incidentally, yet the impact might be brief as general upkeep cost inevitably increments.

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