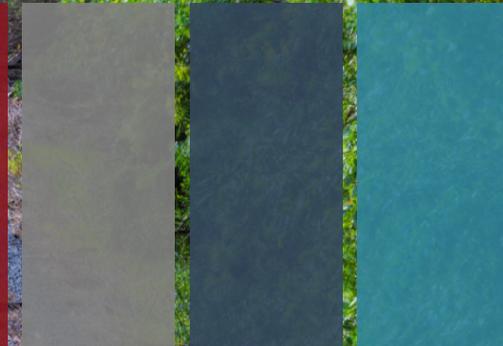


Railroad Revolving Loan and Grant
Funding Recommendation

Commission Workshop
September 9, 2014





02

2014 RRLG Funding Recommendation History of the RRLG Program

1 Program Creation:

- RRLG Program was created by legislation in 2005
 - Chapter 327H.20A of the Iowa Code
 - Administered in accordance with Administrative Rule 761, Chapter 822

2 Program Purpose:

- To provide loans and grants for railroad related improvement projects to benefit Iowa

3 Funding Source:

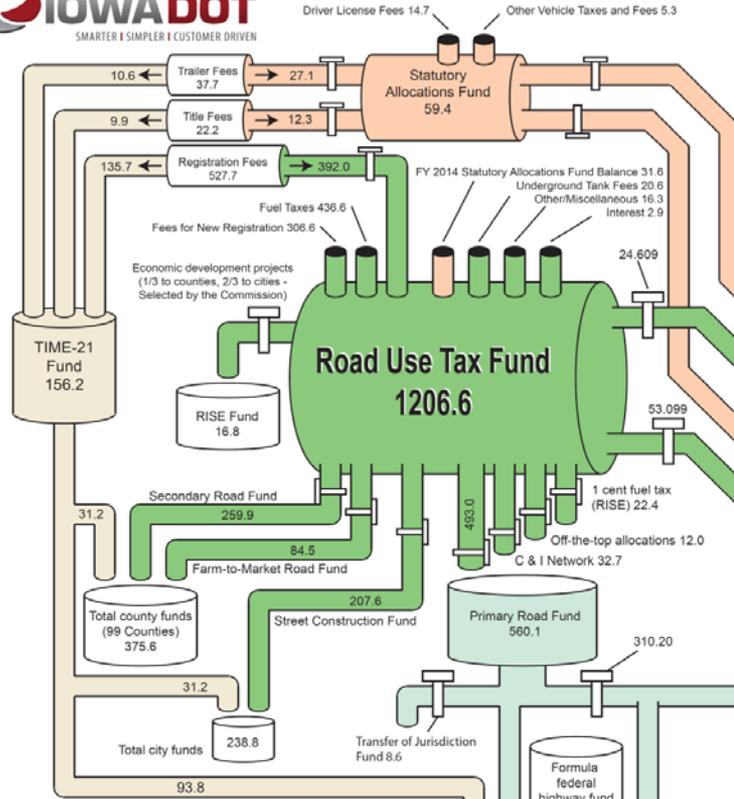
- Funded by loan repayments and appropriations by the Iowa Legislature

4 Eligible Applicants:

- Available to businesses, cities, counties, economic development organizations and other non-profit organizations through an application program

03

2014 RRLG Funding Recommendation RRLG Program Funding



Fiscal Year 2015 Transportation Funding

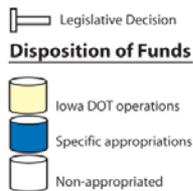
\$1,038 (millions)

This chart relates to the apportioned/budgeted distribution of new fiscal year income to the Iowa Department of Transportation.

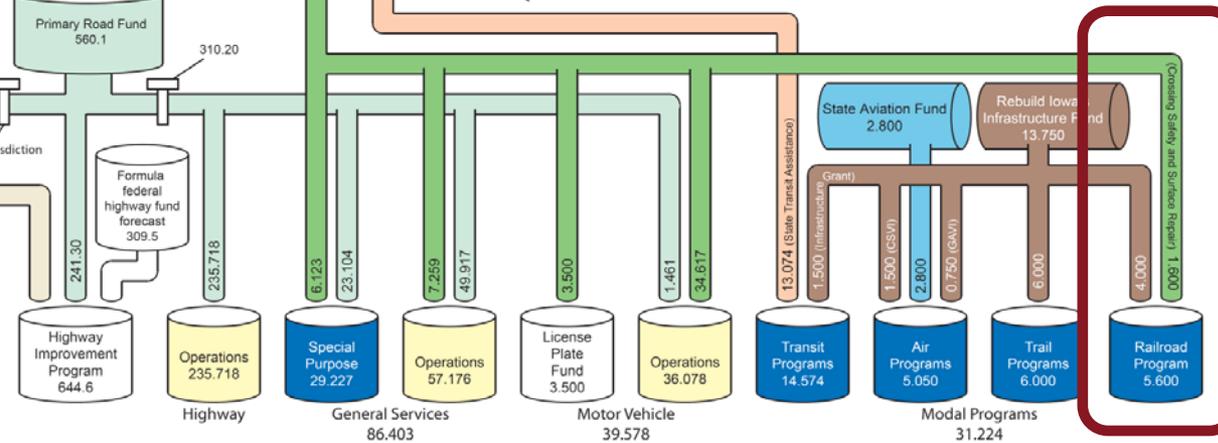
Road use tax funds and federal highway funds are estimated. The forecasted income correlates directly with the Road Use Tax Fund forecast presented to the Iowa Transportation Commission. Some amounts have been adjusted for rounding.

This chart does not include federal highway or transit funds transferred to local jurisdictions for local programming authority. It may not include additional sources of revenue related to prior years' allocations or as reimbursements for costs paid from previous years' income. Amounts designated for specific programs may not reflect actual amounts expended during the current fiscal year.

- 27.121 FY 2015 Statutory Allocations Fund Balance
- 14.000 Underground Storage Tank Fund
- 737 Motorcycle Education
- 1.500 Special Plate Fees
- 3.000 Renewable Infrastructure Fund
- .093 State Treasurer
- 2.500 City & County Bridges
- .056 Department of Management
- .225 Serving Driver's License Suspension Notices
- 1.624 Department of Inspections and Appeals
- 6.548 Traffic Safety Improvements
- .650 County Treasurers' Equipment
- .250 Living Roadway Trust Fund
- 8.513 State Park and Institutional Roads
- 4.150 Other Appropriations & Adjustments

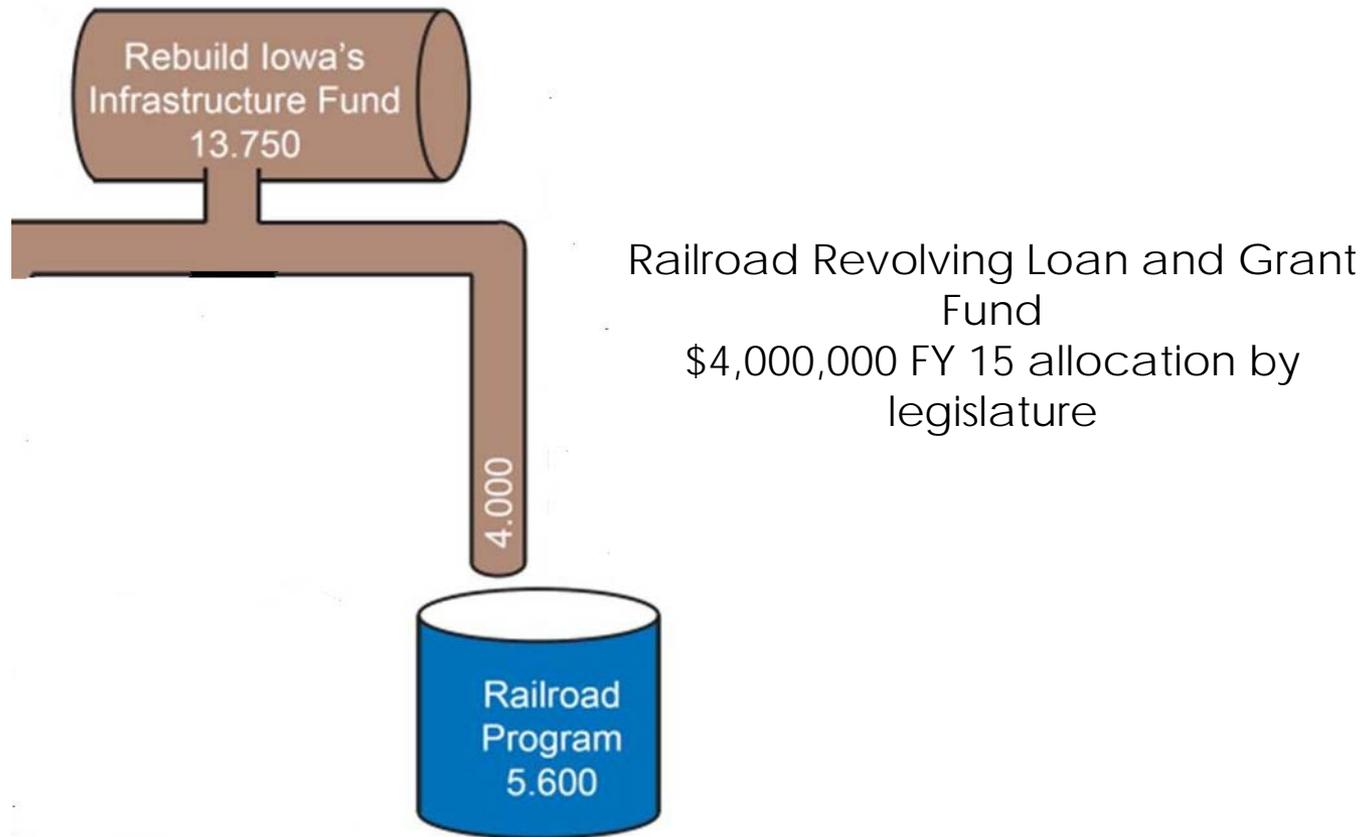


Based on legislative appropriations.



04

2014 RRLG Funding Recommendation
RRLG Program Funding





2014 RRLG Funding Recommendation FY '15 Funding Summary

05

FY '15 Revenue

FY 15 Appropriation : \$4,000,000

Loan Repayments : \$691,985

Reverted Funding : \$80,000

Total available: \$4.7 Million

FY '15 Applications

Total Number of Applications: 7

Total Rail Project Costs: \$10.8 Million

Total Capital Investment : \$25.7 Million

Total Requested Amount: \$8.1 Million

2014 RRLG Funding Recommendation Project Evaluation Criteria

1 Targeted Job Creation Projects

- Hourly wage rates must meet 100% of the average county wage
 - Job leverage: 40 pts
 - Wage quality: 20 pts
 - Capital Investment: 20 pts
 - Loan leverage: 20 pts

2 Rail Network Improvement:

- Project readiness
- Rail Network Impact
- Economic Impact
- Financial Readiness

3 Rail Port Planning and Development Studies:

- Existing/Potential site information
- Goals of the study
- Organizational structure and capacity to complete the study



2014 RRLG Funding Recommendation FY 2015 Applications

07

Targeted Job Applications	<u>Project Name</u>	<u>Applicant</u>	<u>Project Location</u>
	West Charles Street Viaduct	City of Oelwein	Oelwein, Iowa

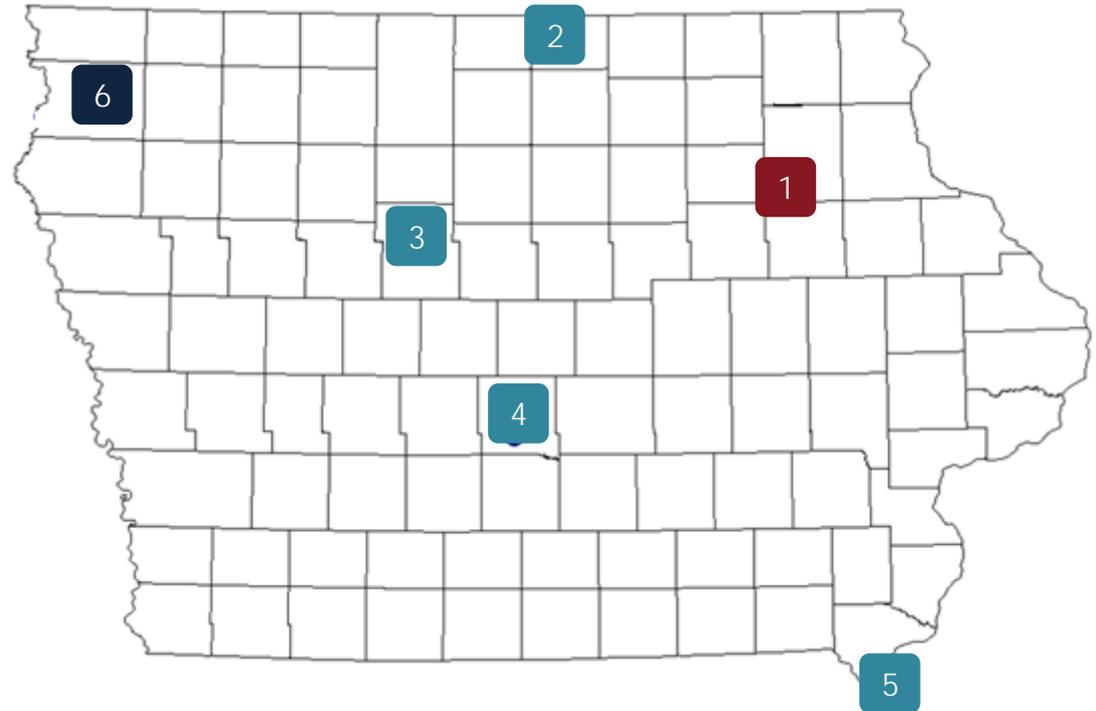
Rail Network Improvements	<u>Project Name</u>	<u>Applicant</u>	<u>Project Location</u>
	Five Star Rail Improvements	Five Star Co-op	Joice
	Iowa Crossroads	Webster County	Fort Dodge
	Des Moines Rail Port	Des Moines	Des Moines Area MPO
	KJRY Track Enhancements	KJRY Railway	Keokuk
	Big Sioux Flood Damage (withdrawn)	D & I Railroad	Sioux River

Planning Studies	<u>Project Name</u>	<u>Applicant</u>	<u>Project Location</u>
	Sioux Center Rail Study	City of Sioux Center	Sioux Center

2014 RRLG Funding Recommendation
Project Location Map

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- 1** **West Charles Street Viaduct**
Oelwein, Iowa
- 2** **Five Star Coop**
Joice, Iowa
- 3** **Iowa Crossroads of Global Innovation**
Ft. Dodge, Iowa
- 4** **Des Moines Rail Port**
Des Moines, Iowa
- 5** **KJRY Enhancements**
Keokuk, Iowa
- 6** **Sioux Center Rail Study**
Sioux Center, Iowa



-  Targeted Job Creation Projects
-  Rail Network Improvement Projects
-  Planning Study Projects

09 2014 RRLG Funding Recommendation
West Charles Street Viaduct



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2014 RRLG Funding Recommendation
West Charles Street Viaduct

1 Project Summary:

- Reconstruction, removal and replacement of the east side of the West Charles Street Viaduct.

2 Project Investment:

- \$654,315

3 Rail Project Cost:

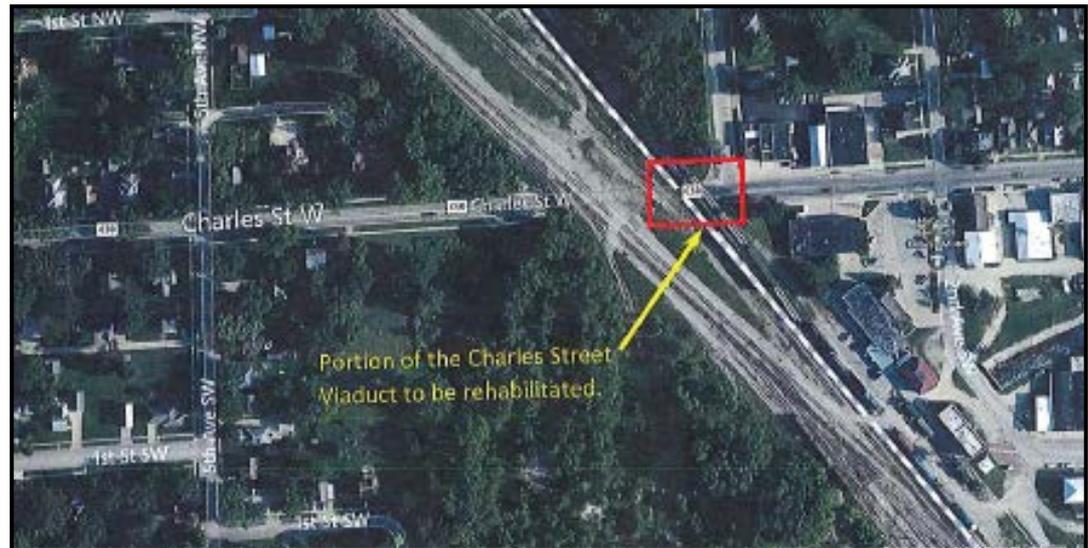
- \$654,315.00

4 Request:

- Grant: \$327,157.50
- Loan: \$196,294.50

5 Jobs Created:

- 73 total jobs
 - 57 retained
 - 16 new



6 Funding Recommendation :

- Grant of: \$327,157.5
- Loan of: \$196,294.5

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2014 RRLG Funding Recommendation
Five Star Coop Rail Improvements



UP Mainline

Proposed Project

Track to be removed

Existing Track

2014 RRLG Funding Recommendation Five Star Coop Rail Improvements

1 Project Summary:

- Expansion of current rail siding from three car capacity to 35 car capacity. Project also includes addition of a turnout at the south end of the siding.

2 Project Investment:

- \$9,614,000

3 Rail Project Cost:

- \$1,296,202

4 Loan Request:

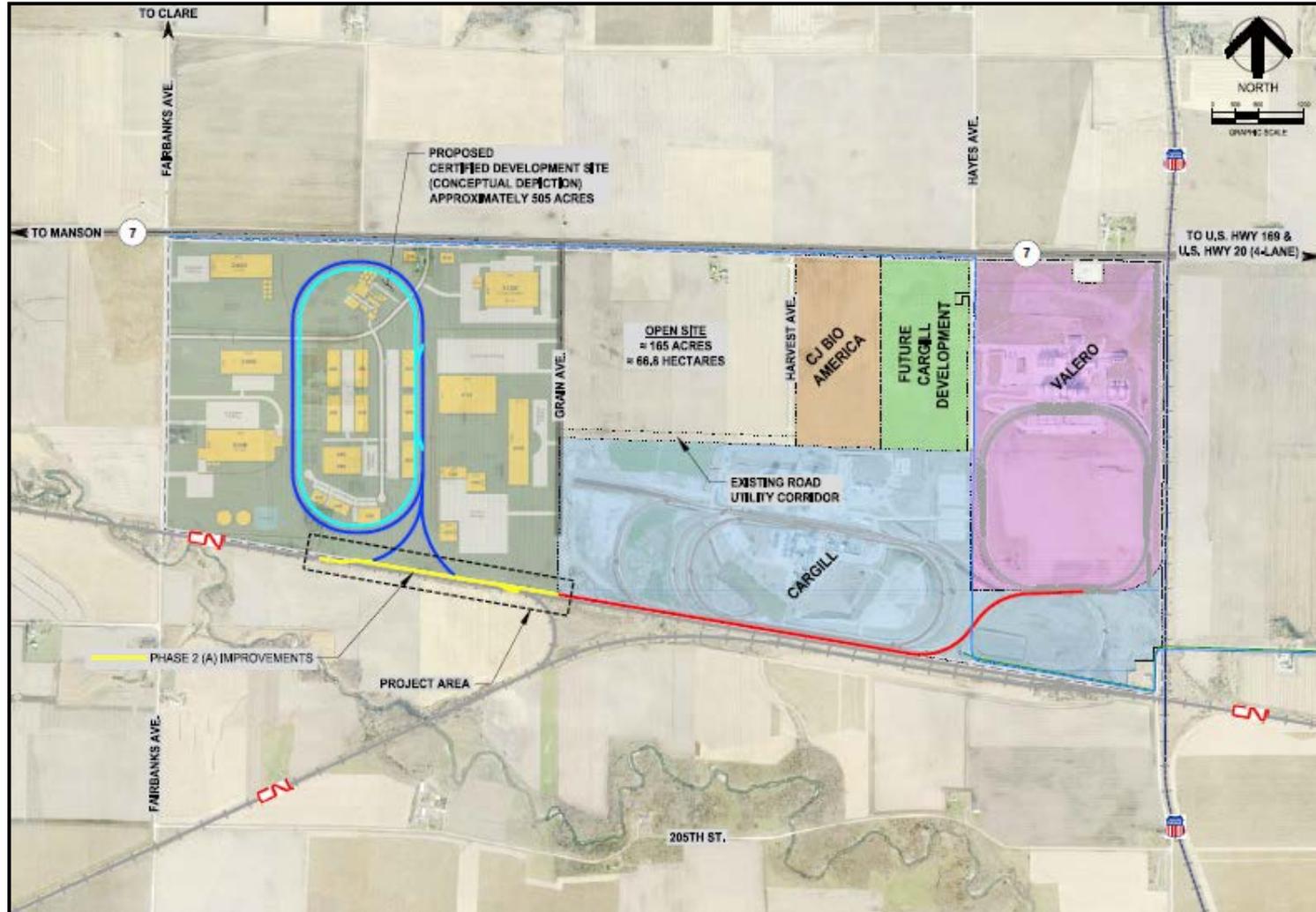
- \$1,000,000

5 Funding Recommendation:

- Loan of: \$500,000



Railroad Revolving Loan and Grant Program
Iowa Crossroads of Global Innovation (ICGI)



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2014 RRLG Funding Recommendation Iowa Crossroads of Global Innovation (ICGI)

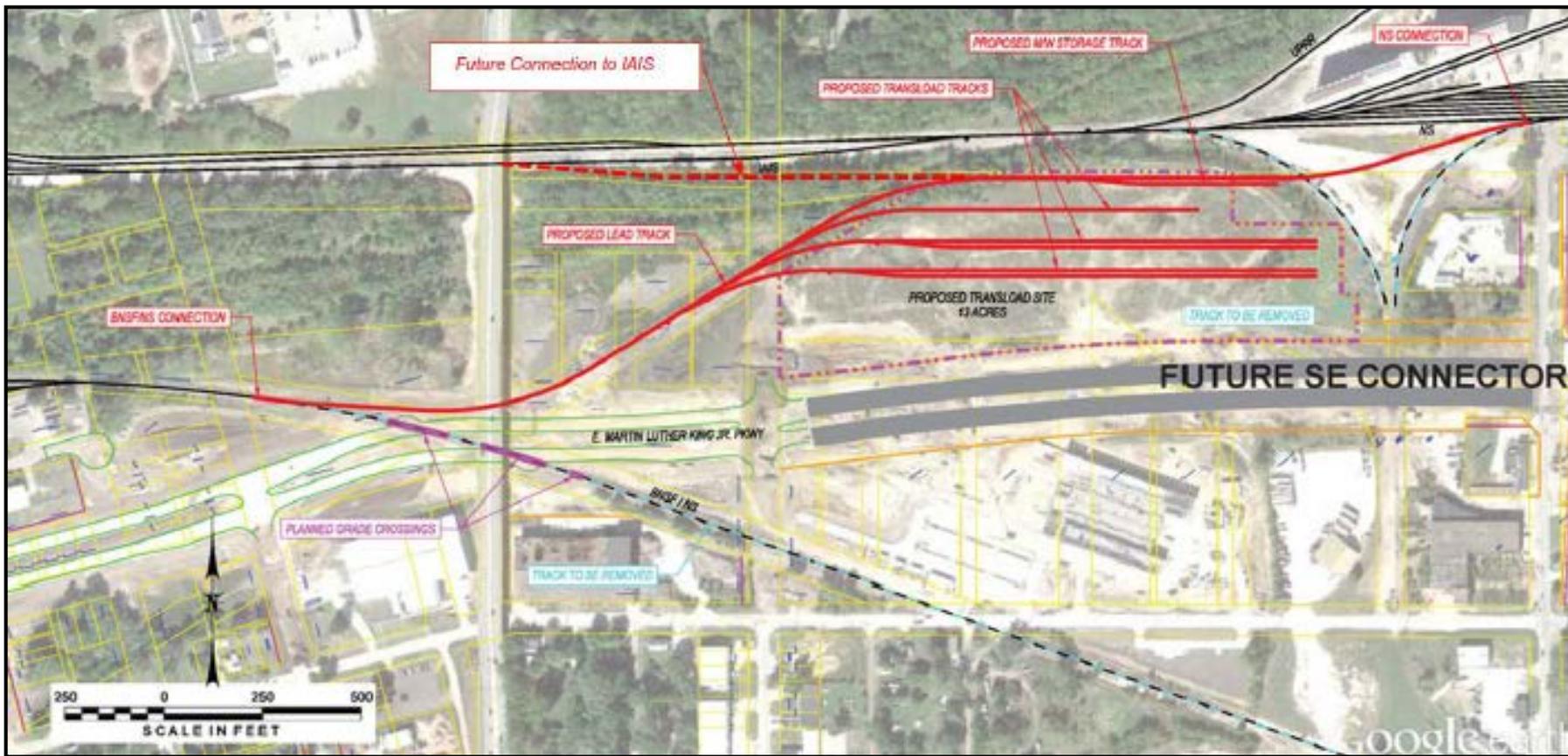
- 1 Project Summary:**
 - Project allows for a spur connection to the CN Railroad.
- 2 Project Investment:**
 - \$2.1 Million
- 3 Rail Project Cost:**
 - \$2.1 Million
- 4 Loan Request:**
 - \$2,000,000
- 5 Funding Recommendation:**
 - Loan of: \$1,600,000





Railroad Revolving Loan and Grant Program Des Moines Rail Port

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2014 RRLG Funding Recommendation
Des Moines Rail Port

- 1 Project Summary:**
 - Develop a transload facility in the Des Moines metro area offering connections to all four rail carries in the metro region.

- 2 Project Investment:**
 - \$10,000,000

- 3 Rail Project Cost:**
 - \$3,487,519

- 4 Loan Request:**
 - \$2,000,000

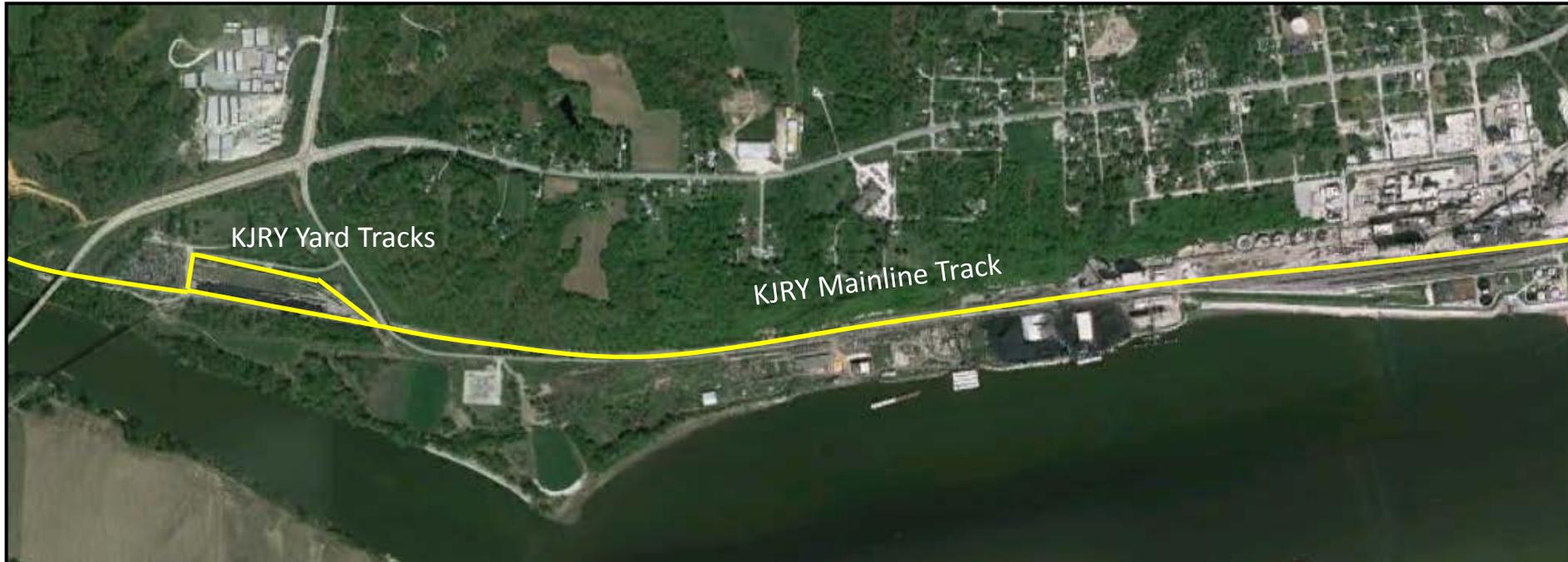
- 5 Funding Recommendation:**
 - Loan of: \$1,700,000





Railroad Revolving Loan and Grant Program KJRY Track Enhancements

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2014 RRLG Funding Recommendation KJRY Track Enhancements

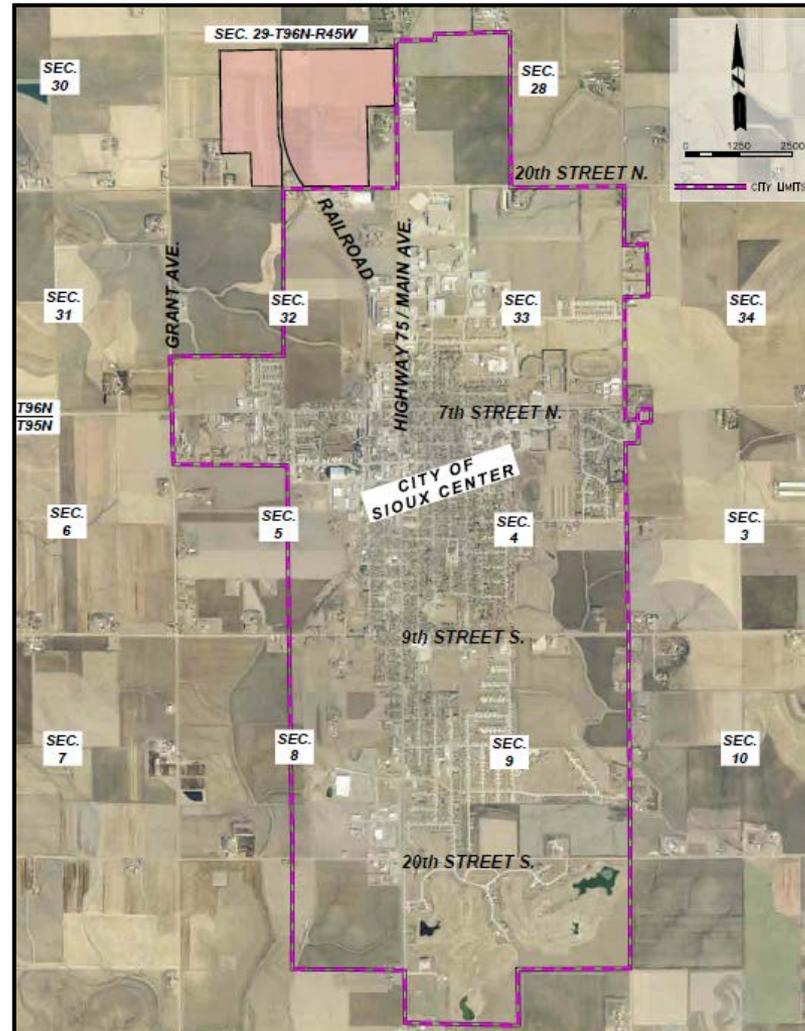
- 1 Project Summary:**
 - Upgrade a mainline yard switch, mainline track and yard track in and around the KJRY yard in Keokuk.
- 2 Project Investment:**
 - \$286,000
- 3 Rail Project Cost:**
 - \$286,000
- 4 Loan Request:**
 - \$228,800
- 5 Funding Recommendation:**
 - Loan of: \$228,800





Railroad Revolving Loan and Grant Program Sioux Center Railport Study

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2014 RRLG Funding Recommendation
Sioux Center Railport Study

1 Project Summary: The purpose of the study is to help determine the feasibility for a potential railport development adjacent to a BNSF main line that runs north/south through the community.

2 Overall Study Cost:

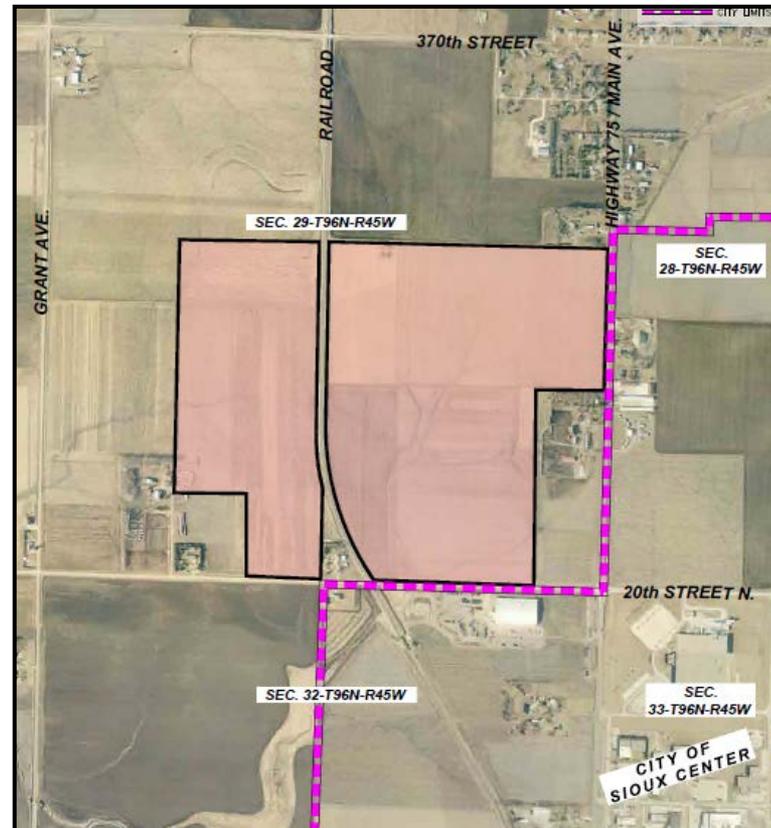
- \$130,000

3 Grant Request:

- \$100,000

4 Funding Recommendation:

- \$100,000





RRLG Funding Recommendation
Funding Recommendation

FY 2015 DOT Funding Recommendation

<u>Project Name</u>	<u>Loan</u>	<u>Grant</u>
West Charles Street Viaduct	\$196,294.50	\$327,157.50
Five Star Coop Rail Improvements	\$500,000	-----
Iowa Crossroads if Global Innovation	\$1,600,000	-----
Des Moines Rail Port	\$1,700,000	-----
KJRY Track Enhancements	\$228,800	-----
Sioux Center Rail Port Study	-----	\$100,000
Big Sioux River Flood Damage		Withdrawn
Total RRLG Recommendation:	\$4,225,094.50	\$427,157.50
Total:		\$4,652,252



RRLG Funding Recommendation
Project Timeline

22

2014

September 2014
Funding Recommendation



October 2014
Commission Approval



November 2014
45 Day acceptance
period ends



December 2014
Agreement period begins



2015

June 2015
180 Agreement Period
Ends



