HLS 19RS-795 REENGROSSED

2019 Regular Session

1

HOUSE BILL NO. 394

BY REPRESENTATIVE CARMODY

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

AN ACT

RAILROADS: Provides for the Rail Infrastructure Improvement Program

2	To amend and reenact R.S. 48:388.1(Section heading), (A)(1), (2), and (3)(d), (B), and (D),
3	to enact R.S. 48:388.1(E), and to repeal R.S. 48:388.1(C), relative to the Rail
4	Infrastructure Improvement Program; to create the Rail Infrastructure Improvement
5	Program; to provide project goals and eligible project examples for the program; to
6	provide for the use of monies from the Transportation Trust Fund; to provide
7	reporting requirements; and to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 48:388.1(Section heading), (A)(1), (2), and (3)(d), (B), and (D) are
10	hereby amended and reenacted and R.S. 48:388.1(E) is hereby enacted to read as follows:
11	§388.1. Freight Railroad Intermodal Grant Program Rail Infrastructure
12	Improvement Program
13	A.(1) The Freight Railroad Intermodal Grant Rail Infrastructure
14	Improvement Program is hereby created within the department.
15	(2) Grants through the program shall be made available for intermodal needs
16	of state freight rail services. The program shall be made available for rail
17	improvement needs to maintain efficient rail service on the rail network and to
18	implement recommendations in the Louisiana Freight Mobility Plan and State Rail
19	Plan. Eligible projects include but are not limited to:

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1	(a) Track, equipment, signaling, and right-of-way acquisition and
2	preservation.
3	(b) Rail line relocation and improvement.
4	(c) Multimodal connector enhancements and supporting facilities.
5	(d) Highway-rail grade crossing and associated equipment improvements.
6	(e) Planning, engineering, and design for selected projects.
7	(3) Funding through the grant program shall be subject to, but not limited to,
8	the following criteria:
9	* * *
10	(d) A minimum fifty percent match provided from other sources by the
11	successful candidate for a project other than the Transportation Trust Fund.
12	B.(1) The grant program shall be implemented not later than January 1, 1998.
13	Transportation Trust Fund money may be used for this program subject to annual
14	appropriations. The Transportation Trust Fund money, other than funds deposited
15	in the Construction Subfund, may be appropriated as the department's share of
16	funding for a project approved under this program. However, non-Transportation
17	Trust Fund monies may be utilized and appropriated for funding projects pursuant
18	to this program.
19	(2) The grant program shall continue for a period of ten years after the date
20	of implementation. The need for continuing the program shall be reevaluated at the
21	end of the initial ten-year program. The department is authorized to compete for,
22	receive, accept, administer, and manage federal and other funds in furtherance of this
23	program.
24	* * *
25	D. The department shall, in accordance with the Administrative Procedure
26	Act, promulgate rules and regulations to implement this Section, which shall include,
27	but not necessarily be limited to, the following:
28	(1) Project submission.

1 (2) Project evaluation, including but not limited to financial feasibility, 2 benefit/cost analysis, and economic impact and selection. 3 (3) Program administration. 4 (4) Prioritization of projects. 5 (5) (4) Distribution of funding funds. 6 E.(1) The department shall submit to the Joint Committee on Transportation, 7 Highways, and Public Works, a prioritized list of projects for the ensuing fiscal year, 8 which shall be based upon the anticipated revenues to be appropriated. 9 (2) The department also shall annually provide to the Joint Committee on 10 Transportation, Highways, and Public Works, a list of projects proposed to be 11 commenced within the ensuing four years. 12 Section 2. R.S. 48:388.1(C) is hereby repealed in its entirety.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 394 Reengrossed

2019 Regular Session

Carmody

Abstract: Provides for the Rail Infrastructure Improvement Program. Renames the existing program, provides for its purpose, modifies existing requirements, and adds additional requirements.

Present law provides for the Freight Railroad Intermodal Grant Program.

<u>Proposed law</u> modifies <u>present law</u> to rename the Freight Railroad Intermodal Grant Program to the Rail Infrastructure Improvement Program.

<u>Present law</u> provides that the program is made available for intermodal needs of state freight rail services.

<u>Proposed law</u> modifies <u>present law</u> to make the program available for rail improvement needs to maintain efficient rail service on the rail network and implement recommendations in the Louisiana Freight Mobility Plan and State Rail Plan.

<u>Proposed law provides</u> that eligible projects include but are not be limited to the following: (1) track, equipment, signaling, and right-of-way acquisition and preservation; (2) rail line relocation and improvement; (3) multimodal connector enhancements and supporting facilities; (4) highway-rail grade crossing and associated equipment improvements; and (5) planning, engineering, and design for selected projects.

<u>Present law</u> provides that funding is subject to, but not limited to, the following: (1) the availability of funds; (2) a comparative needs analysis of requested projects as determined

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by the department; (3) demonstrable public benefits to be achieved by the project; and (4) a 50% match provided from other sources by the successful candidate for a project.

<u>Proposed law</u> modifies <u>present law</u> by requiring the match be a minimum of 50% from sources other than the Transportation Trust Fund (TTF).

<u>Present law</u> provides that the grant program must be implemented no later than January 1, 1998, and continue for a period of 10 years after the date of implementation.

Proposed law repeals present law.

Present law provides that no TTF monies may be used for this program.

<u>Proposed law</u> repeals <u>present law</u> and provides that TTF monies, other than funds deposited in the Construction Subfund, may be used subject to annual appropriations as the department's share for a project under this program. <u>Proposed law</u> further provides that non-TTF monies may be utilized and appropriated under this program.

<u>Proposed law</u> authorizes the Dept. to compete for, receive, accept, administer, and manage federal and other funds in furtherance of proposed law.

<u>Present law</u> requires the department to promulgate rules and regulations to implement the provisions of <u>present law</u> which shall include but not be limited to the following: (1) project submission; (2) project evaluation, including but not limited to financial feasibility, benefit/cost analysis, and economic impact; (3) program administration; (4) prioritization of projects; and (5) distribution of funding.

<u>Proposed law</u> modifies <u>present law</u> by removing financial feasibility, benefit/cost analysis, economic impact, and prioritization of projects.

<u>Proposed law</u> requires the department to submit to the Joint Committee on Transportation, Highways, and Public Works, a prioritized list of projects for the ensuing fiscal year and a list of projects proposed to be commenced within the ensuing four years.

(Amends R.S. 48:388.1 (Section heading), (A)(1), (2), and (3)(d), (B), and (D); Adds R.S. 48:388.1(E); Repeals R.S. 48:388.1(C))

Summary of Amendments Adopted by House

The House Floor Amendments to the engrossed bill:

- 1. Make technical changes.
- 2. Remove a reference to only appropriating new sources of revenue for the Transportation Trust Fund as the department's share of funding for a project approved under <u>proposed law</u>.
- 3. Add a provision that prevents funds deposited in the Construction Subfund from being used as the department's share of funding for a project approved under proposed law.
- 4. Authorize the department to compete for, receive, accept, administer, and manage federal and other funds in furtherance of proposed law.