

Rail Development Commission

Mike DeWine, Governor Jon Husted, Lt. Governor Scott Corbitt, Chair

Ohio House Finance Subcommittee on Transportation FY 2022-2023 Budget

Scott Corbitt, Chair

February 23, 2021

Chairman Patton, Ranking Member Skindell, and members of the Ohio House Finance Subcommittee on Transportation:

I am Scott Corbitt, Chair of the Ohio Rail Development Commission. Thank you for the opportunity to address you today and provide you with information about the ORDC's Fiscal Years 2022-2023 budget.

The ORDC supports rail-related public safety and economic development efforts. In addition, we facilitate railroad interaction with ODOT projects when needed. The Commission consists of 15 members appointed by the Governor and the General Assembly. The Directors of the Ohio Department of Transportation and the Ohio Development Services Agency also serve on the Commission. The Commission appointments are volunteer appointments. We get no salary or OPERS benefits. We are here because we all think that rail is a necessary component to a balanced transportation system for the State of Ohio.

While the Commission staff work on a variety of issues involving rail throughout the state, the Commission's work focuses on two primary objectives: grade crossing safety and economic development.

The majority of the funding the Commission receives is federal highway funding for grade crossing safety. This work largely results in new or upgraded lights and gates at public road crossings around the state. In the most recent two-year period, ORDC initiated 115 safety improvement projects including the installation of lights and gates at rail-highway grade crossings and the reconstruction of crossing surfaces. These projects are shown on the attached map and total \$34.5 million. Since 1994, crashes at rail-highway crossings have been reduced from 216 to 68 in 2019 and fatalities decreased from 38 to 7 in 2019.

However, we know that just installing lights and gates does not guarantee success. Unfortunately, in 2019, 85% of the crashes at grade crossings occurred at locations with active warning devices, either flashing lights or lights and gates. Following the data led ORDC to look at other improvements beyond lights and gates to improve grade crossing safety. Additionally, blocked crossings and rough grade crossing surfaces can quickly develop from a nuisance to a public safety issue. While the federal funding has limitations, ORDC does everything it can to remediate all of these safety issues. Most of our projects consist of new or upgraded lights and gates at high-hazard crossings. While the primary project selection tool is a hazard ranking formula, I am also very happy to report that many of our projects are the result of you, your colleagues and your constituents bringing issues to our attention.

The situation for our development programs is no less dynamic. Approximately 20% of JobsOhio site searches require rail access. Ironically, one of the difficulties is to make sure that everyone knows where the good rail sites are in the state and, if there is not a site that is directly rail-served available to

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meet the companies' needs, then identifying transload facilities (truck to rail, water to rail) as an alternative. ORDC staff works very closely with the regional economic development organizations such as TeamNEO, the Regional Growth Partnership and One Columbus to assist companies needing rail service.

In FY 19-20, ORDC approved funds for freight rail projects that are expected to result in 711 new jobs created, 1,028 jobs retained, and 7,364 jobs supported, for a total impact of 9,104 positions in the state. Funding from ORDC will help to leverage nearly \$1.5 billion in capital investments in Ohio. The locations of these projects are shown on the attached map. Notable projects include:

- A grant to support a \$300 million new facility investment by AMG Vanadium in Zanesville. The incentives from ORDC and other state and local partners are secured by a commitment from the company to create 100 new jobs.
- Rehabilitation grants to the Ashland Railway, the Ohio South Central Railroad, the Village of Greenfield, and the West Central Ohio Port Authority support more than 1,000 jobs *each* at rail-served companies.

This past year, logistics supply chains have been severely impacted by the pandemic. ORDC staff has been working with JobsOhio to identify ways to mitigate or improve Ohio's position as a logistics center.

Finally, I am very proud of ORDC's recent success with competitive federal grants. These grants allow ORDC to leverage our funding against both private and federal sources. In 2020, ORDC received four Federal Railroad Administration competitive grants totaling \$11.5 million. These federal funds will secure \$9.5 million in direct private investment as matching funds.

Governor DeWine's Executive Budget proposal continues ORDC's programs at current levels. The chart below shows how ORDC's budget is split across the Transportation Budget Bill (HB 74) and the Main Operating Bill (HB 110).

Funding Source (Fund, ALI)	Grade Crossing Safety (Annually)	Rail Infrastructure and Economic Development (Annually)
Grade Crossings – Federal (7002, 776462)*	\$14,103,000	
Highway Construction – State (7002, 772421)*	\$1,100,000	
Highway Construction – Federal (7002, 772422)*		\$1,000,000
Rail Development – State Special Revenue (4N40, 776664)*		\$2,875,800
Ohio Rail Development Commission (GRF, 776465)^		\$2,000,000
Program Total	\$15,203,000	\$5,875,800

*Transportation Budget Bill, HB 74

^Main Operating Bill, HB 110

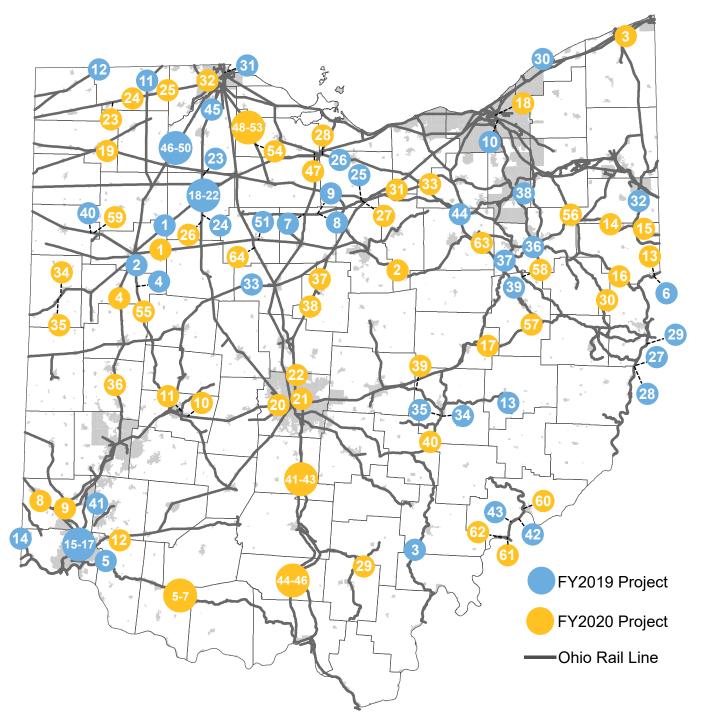
I respectfully request the Committee's support of the ORDC funding levels as introduced, which maintain the programs at last biennium's pre-pandemic levels.

Chairman Patton and members of the Subcommittee, thank you again for the opportunity to provide testimony in support of the ORDC's budget for Fiscal Years 2022-2023. I am happy to answer any questions that you have.



Rail Development Commission

2019-2020 Safety Projects



County	Route	Improvement
ALL	SR 103-1.62 / Jefferson St.	lights & gates
ALL	TR 144 / E. Hume Rd.	lights & gates
ATH	CR 13 / Carpenter Rd.	lights & gates
AUG	CR 150 / Middle Pike	lights & gates
CLE	CR 106 / Round Bottom Rd.	lights & gates
COL	Virginia Avenue	closure
CRA	SR 4-19.61	lights & gates
CRA	Center Street	lights & gates,
		surface
CRA	SR 602-14.25 / Kibler St.	lights & gates
CUY	E. 116th St. & Harvard St.	other
FUL	CRM	lights & gates
FUL	US 127 / Meridian Road	lights & gates
GUE	TR 4382 / Hope Ave.	flashing lights
HAM	State Street	flashing lights
HAM	Zinsle Avenue	flashing lights
HAM	Highland Ave.	lights & gates
HAM	CR 257 / Deerfield Road	lights & gates
	ALL ALL ATH AUG CLE COL CRA CRA CRA CUY FUL FUL GUE HAM HAM	ALL TR 144 / E. Hume Rd. ATH CR 13 / Carpenter Rd. AUG CR 150 / Middle Pike CLE CR 106 / Round Bottom Rd. COL Virginia Avenue CRA SR 4-19.61 CRA Center Street CRA SR 602-14.25 / Kibler St. CUY E. 116th St. & Harvard St. FUL CR M FUL US 127 / Meridian Road GUE TR 4382 / Hope Ave. HAM State Street HAM Highland Ave.

17 HAM	CR 257 / Deerfield Road	lights & gates	35 MUS	Maysville Road	other			
County	Route	Improvement	County	Route	Improvement	County	Route	Improvement
1 ALL	TR 237 / N. Pevee Road	lights & gates	24 FUL	Fulton Street	lights & gates	42 PIC	West Mill Street	closure
2 ASD	TR 1037	lights & gates	25 FUL	SR 64 / S. Main Street	lights & gates	43 PIC	East Huston St.	closure
3 ATB	Main Avenue	lights & gates	26 HAN	TR 25 / Baker Road	lights & gates	44 PIK	Market Street	lights & gates
4 AUG	CR 25A/S. Dixie Highway	lights & gates	27 HUR	US 224-15.67	surface	45 PIK	Mill Street	lights & gates
5 BRO	TR 162 / Bean Road	lights & gates	28 HUR	CR 39 / Monroe Street	lights & gates	46 PIK	US 23 / Market Street	other
6 BRO	CR 24 / Tri-County Road	lights & gates	29 JAC	SR 327 / W. Broadway St.	lights & gates	47 SAN	CR 308 / Flat Rock Road	other
7 BRO	TR 26 / Stieman Road	lights & gates	30 JEF	SR 164 / Washington St	lights & gates,	48 SAN	Stone Street	lights & gates
8 BUT	TR 199 / Stephenson Road	lights & gates			surface	49 SAN	W. Stevenson Street	lights & gates
9 BUT	Augspurger Road	other	31 LOR	CR 34 / Gore Ophanage Rd.	lights & gates	50 SAN	SR 600-4.90 / W. Madison St.	lights & gates
10 CLA	SR 41 / S. Charleston St.	lights & gates	32 LUC	Hill Avenue	lights & gates	51 SAN	W. Yeasting Street	lights & gates
11 CLA	N. Burnett Rd.	other	33 MED	CR 27 / River Corners Rd.	lights & gates	52 SAN	W. Kemmerling Street	lights & gates
12 CLE	CR 57 / Goshen Road	lights & gates	34 MER	SR 127 / South Main St.	lights & gates	53 SAN	SR 300-2.78 / S. Main Street	lights & gates
13 COL	Central Avenue	lights & gates	35 MER	CR 110 / Saint Anthony Rd.	lights & gates	54 SAN	CR 41 / Greensburg Pike	lights & gates
14 COL	CR 444A/S. Lincoln Ave.	lights & gates	36 MIA	East Franklin Street	lights & gates	55 SHE	SR 274 / E. Pike Street	surface
15 COL	TR 923 / Creek Road	lights & gates	37 MRW	CR 61	lights & gates,	56 STA	TR 18 / Gaskill Road	lights & gates
16 COL	TR 773 / Clarks Mill Road	lights & gates			surface	57 TUS	CR 39 / Wolfes Crossing	lights & gates
17 COS	TR 255	lights & gates	38 MRW	CR 151 / Hunt Road	lights & gates,	58 TUS	CR 102 / Fort Laurens Rd.NW	lights & gates
18 CUY	BessemerAve.	other			surface	59 VAN	TR 205 / John Brickner Road	lights & gates
19 DEF	SR 15 / Ottawa Avenue	lights & gates	39 MUS	CR 408 / Pleasant Valley	lights & gates,	60 WAS	TR 50 / Westview Ave	lights & gates
20 FRA	CR 26 / Phillipi Rd.	lights & gates			surface	61 WAS	Depot Street	lights & gates
21 FRA	Gibbard Avenue	lights & gates	40 PER	Industrial Road	lights & gates,	62 WAS	Farson Street	lights & gates
22 FRA	CR 19 / Park Road	lights & gates			surface	63 WAY	TR 137 / Bair Road	lights & gates
23 FUL	CR D / Archbold Rd.	lights & gates	41 PIC	West Ohio Street	closure	64 WYA	CR 58C	surface

ement	County	Route
gates 18	HAN	Sandusky Street
gates 19	HAN	Sandusky Street
gates 20	HAN	Western Avenue
gates 21	HAN	CR 84
gates 22	HAN	TR 212
23	HAN	TR 114 / Barnhou
gates 24	HAN	TR 37 / Vanzandt
gates, 25	HUR	US 224-15.67
26	HUR	SR 99-14.43 / Rid
gates 27	JEF	CR 2 / Public Roa
28	JEF	CR 2 / Public Roa
gates 29	JEF	Penn Street
gates 30	LAK	CR 518 / Headlar
lights 31	LUC	Chase St. & New
lights 32	MAH	TR 1698 / Maple A
j lights 33	MAR	Main Street
gates 34	MUS	SR 719
gates 35	MUS	Maysville Road
ement	County	Route

lusky Street	other
tern Avenue	lights & ga
34	lights & ga
12	lights & ga
14 / Barnhouse Rd.	lights & ga
7 / Vanzandt Road	lights & ga
24-15.67	lights & ga
9-14.43 / Ridge Street	lights & ga
? / Public Road	other
2 / Public Road	other
n Street	flashing lig
518 / Headlands Rd.	surface
se St. & New Albany St.	lights & ga
698 / Maple Ave.	other
Street	lights & ga
'19	other
ville Road	other

	other
	lights & gates
	lights & gates
	lights & gates
1.	lights & gates
	lights & gates
	lights & gates
reet	lights & gates
	other
	other
	flashing lights
d.	surface
y St.	lights & gates
	other
	lights & gates
	other
	other

FY2019 Spending:

Improvement

lights & gates

County	Route
36 STA	Market Street S
37 STA	TR 322 / Baymere Ave.
38 SUM	Gilchrist Road
39 TUS	TR 424 / Mt. Pleasant Rd.
40 VAN	TR 199 / Bockey Rd.
41 WAR	SR 63
42 WAS	SR 7
43 WAS	TR 482 / Gravel Bank Rd.
44 WAY	CR 504
45 WOO	SR 199 / McCutchensville Pk.
46 WOO	TR 23 / Jerry City Rd.
47 WOO	TR 55 / Bays Rd.
48 WOO	Railroad Street
49 WOO	South Street
50 WOO	Sugar Street
51 WYA	TR 60

County	Route
PIC	Westl

Improvement

lights & gates

lights & gates

lights & gates

lights & gates lights & gates

lights & gates

lights & gates lights & gates,

lights & gates

lights & gates

lights & gates lights & gates

lights & gates

other

surface

closure lights & gates

FY2019 Projects: 51 FY2020 Projects: 64 Total: 115

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614 | 644 0306 www.rail.ohio.gov FY2020 Spending: \$20,491,520 Total: \$34,531,630

\$14,040,110

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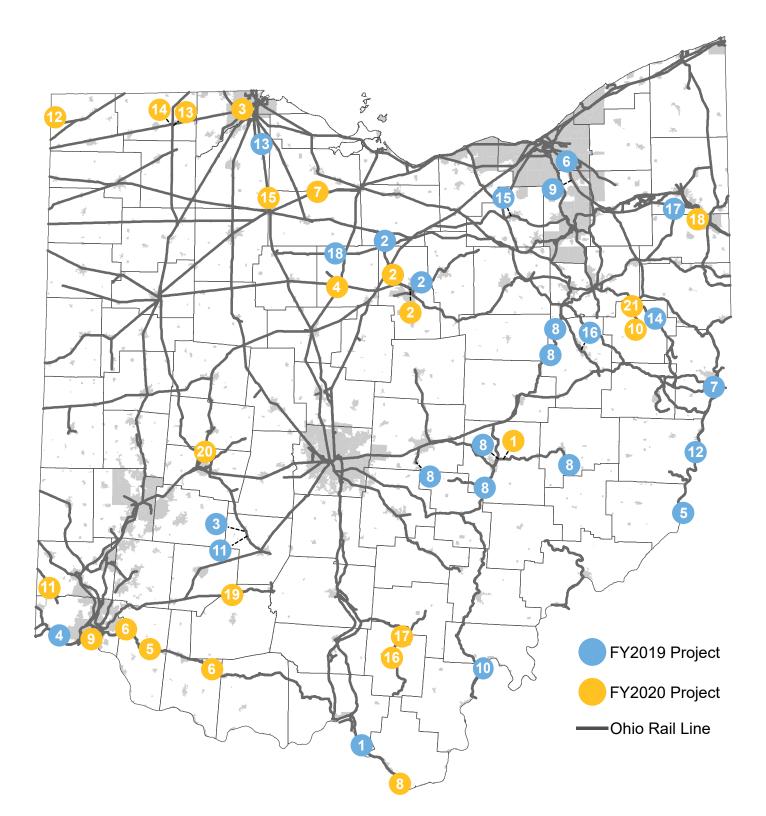


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Rail Development Commission

2019-2020 Freight Projects



EV10 Project		ORDC Funding			Other Funding			Job Impact						
FY19 Project		Grant		Loan		Private		Public		Total Funding	Created	Retained	Supported	Total Jobs
1 Altivia Petrochemicals Rail Yard Expansion	\$	100,000	\$	-	\$	125,000	\$	-	\$	225,000	-	136	-	136
2 ASRY Bridge 84.1 & Culvert 262.9 Repairs	\$	49,796	\$	-	\$	49,796	\$	-	\$	99,592	-	-	1,000	1,000
3 Bluegrass Farms Reach Stacker Acquisition	\$	-	\$	553,097	\$	-	\$	-	\$	553,097	-	-	-	-
4 CIND Rehabilitation	\$	355,855	\$	-	\$	941,011	\$	-	\$	1,296,866	-	-	-	-
5 CMQ Omal Yard Connections	\$	124,703	\$	-	\$	124,703	\$	-	\$	249,406	-	-	320	320
6 OmniTRAX CCRL Rehabilitation	\$	554,374	\$	-	\$	554,375	\$	-	\$	1,108,749	-	-	85	85
7 FeX Processing Spur	\$	50,000	\$	-	\$	3,350,000	\$	-	\$	3,400,000	15	9	-	24
8 G&W Northeast Region Bridge Repairs	\$	142,475	\$	-	\$	142,475	\$	-	\$	284,950	-	-	-	-
9 Jamen Corp. Transload	\$	-	\$	500,000	\$	800,000	\$	-	\$	1,300,000	-	-	160	160
10 KNWA Hobson Yard Improvements	\$	174,930	\$	-	\$	174,930	\$	-	\$	349,860	-	-	6	6
11 Menard Inc. Spur	\$	200,000	\$	-	\$	62,800,000	\$	2,000,000	\$	65,000,000	161	-	-	161
12 Norfolk Southern Ohio River Rail Improvement Project	\$	520,000	\$	-	\$	14,500,000	\$	16,862,843	\$	31,882,843	-	-	550	550
13 NSG Glass North America Spur	\$	200,000	\$	-	\$	259,800,000	\$	-	\$	260,000,000	150	-	-	150
14 Ohi-Rail Bridge 49.83 Repairs	\$	37,000	\$	-	\$	37,000	\$	-	\$	74,000	-	-	-	-
15 Ravago Americas Spur	\$	100,000	\$	-	\$	34,750,000	\$	150,000	\$	35,000,000	40	35	-	75
16 RJ Corman Marlite & Deflecto Leads Rehabilitation	\$	163,040	\$	-	\$	163,040	\$	-	\$	326,080	-	-	105	105
17 Taylor Coil Processing Spur Rehabilitation	\$	56,125	\$	-	\$	56,125	\$	-	\$	112,250	-	67	-	67
18 WLE Crawford Siding	\$	400,000	\$	-	\$	3,100,000	\$	-	\$	3,500,000	-	-	-	-

FY20 Project		ORDC Funding				Other Funding			Job Impact					
		Grant		Loan		Private		Public	Т	otal Funding	Created	Retained	Supported	Total Jobs
1 AMG Vanadium	\$	150,000	\$	-	\$	296,150,000	\$	3,700,000	\$	300,000,000	100	-	-	100
2 ASRY Mansfield Yard Expansion and Willard Line Defect Remediation	ו \$	735,882	\$	-	\$	735,882	\$	-	\$	1,471,764	-	-	1,000	1,000
3 Brenntag Spur	\$	75,000	\$	-	\$	13,945,000	\$	980,000	\$	15,000,000	45	-	-	45
4 Bucyrus Railcar Repair Second Expansion	\$	-	\$	400,000	\$	-	\$	-	\$	400,000	-		80	80
5 CCET Mt. Carmel Stabilization Spur Rehabilitation	\$	75,000	\$	-	\$	76,500	\$	-	\$	151,500	-	-	-	-
6 CCET Stone Transload	\$	200,000	\$	500,000	\$	1,300,000	\$	-	\$	2,000,000	-	-	-	-
7 Church & Dwight Expansion	\$	75,000	\$	-	\$	37,145,000	\$	780,000	\$	38,000,000	60	240		300
8 Engines, Inc. Lead Track Rehabilitation	\$	58,300	\$	-	\$	-	\$	-	\$	58,300	-	84	-	84
9 Fulton Railroad Co. Frontloader Acquisition	\$	-	\$	200,000	\$	-	\$	-	\$	200,000	-	-	-	-
10 Griffeth Trucking Transload Facility	\$	100,000	\$	-	\$	1,100,000	\$	-	\$	1,200,000	40	30	-	70
11 IERR Rehabilitation	\$	145,251	\$	-	\$	145,251	\$	-	\$	290,502	-	-	69	69
12 Indiana Northeastern Track Upgrade	\$	267,939	\$	-	\$	334,706	\$	-	\$	602,645	-	-	-	-
13 IORY Delta Yard Expansion	\$	300,000	\$	-	\$	3,584,000	\$	3,284,000	\$	7,168,000	-	-	600	600
14 North Star BlueScope Steel Expansion	\$	100,000	\$	-	\$	695,900,000	\$	4,000,000	\$	700,000,000	90	397	-	487
15 Ohio Logistics-CGS Spur Extension	\$	75,000	\$	-	\$	133,829	\$	-	\$	208,829	10	20	90	120
16 OSCR Beaver Pike Crossings	\$	25,964	\$	-	\$	25,964	\$	-	\$	51,928	-	-	-	-
17 OSCR Bridge & Grade Crossing Surface Repairs	\$	128,659	\$	-	\$	128,660	\$	-	\$	257,319	-	-	1,300	1,300
18 United Freezer Spur Improvements	\$	21,000	\$	-	\$	21,000	\$	-	\$	42,000	-	10	-	10
19 Village of Greenfield Line Rehabilitation	\$	713,789	\$	-	\$	-	\$	3,350,586	\$	4,064,375	-	-	1,200	1,200
20 WESTCO Urbana Line Bridge 124.67 Bridge Reconstruction	\$	200,000	\$	-	\$	-	\$	200,000	\$	400,000	-	-	1,800	1,800
21 WLE Oneida Bridge Repairs	\$	235,225	\$	-	\$	235,225	\$	-	\$	470,450	-	-	70	70

	Grant	Loan	Private	Public	Total Funding	Created	Retained	Supported	Total Jobs*
FY19 and FY20 Totals	\$6,910,307	\$2,153,097	\$ 1,432,429,472	\$35,307,429	\$ 1,476,800,305	711	1,028	7,365	9,104

*Total jobs impacted over FYs 19-20 may not equal individual projects due to some jobs being supported by multiple projects

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