100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB1376

Introduced 2/9/2017, by Sen. Karen McConnaughay

SYNOPSIS AS INTRODUCED:

20 ILCS 2705/2705-400	was 20 ILCS 2705/49.25a
20 ILCS 2705/2705-430	was 20 ILCS 2705/49.25g

Amends the Civil Administrative Code of Illinois (Department of Transportation Law). Provides that the Department of Transportation is authorized to exercise those powers necessary for the State to qualify for rail assistance funds pursuant to relevant federal or State legislation (rather than pursuant to provisions of the federal Regional Rail Reorganization Act of 1973, the Railroad Revitalization and Regulatory Reform Act of 1976, or other relevant federal or State legislation). Provides that the Department is authorized to review all impending rail abandonments and provide its recommendations on those abandonments to the federal Surface Transportation Board (rather than to the Interstate Commerce Commission). Removes a requirement for the Department to report results of a review of the effects of all rail freight service assistance to the General Assembly. Effective immediately.

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AN ACT concerning transportation.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 5. The Department of Transportation Law of the 5 Civil Administrative Code of Illinois is amended by changing 6 Sections 2705-400 and 2705-430 as follows:

7 (20 ILCS 2705/2705-400) (was 20 ILCS 2705/49.25a)

Sec. 2705-400. Authorization concerning rail assistance 8 9 funds. The Department is hereby authorized to exercise those powers necessary for the State to qualify for rail assistance 10 funds pursuant to the provisions of the federal Regional Rail 11 Reorganization Act of 1973, the Railroad Revitalization and 12 Regulatory Reform Act of 1976, or other relevant federal or 13 14 State legislation, including but not limited to authority to do the following: 15

16 (1) Establish a State plan for rail transportation and 17 local rail services, including projects funded under Section 18 2705-435.

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(2) Administer and coordinate the State plan.

(3) Provide in the plan for the equitable distribution of
 federal rail assistance funds among State, local, and regional
 transportation authorities.

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(4) Develop or assist the development of local or regional

1 rail plans.

(5) Promote, supervise, and support safe, adequate, and
efficient rail services in accordance with the provisions and
limitations of Public Act 79-834.

5 (6) Employ sufficient trained and qualified personnel for6 these purposes.

7 (7) Maintain, in accordance with the provisions and 8 limitations of Public Act 79-834, adequate programs of 9 investigation, research, promotion, and development in 10 connection with these purposes and provide for public hearings.

(8) Provide satisfactory assurances on behalf of the State that fiscal control and fund accounting procedures will be adopted by the State that may be necessary to ensure proper disbursement of and account for federal funds paid to the State as rail assistance.

(9) Comply with the regulations of the Secretary of
 Transportation of the United States Department of
 Transportation affecting federal rail assistance funds.

(10) Review all impending rail abandonments and provide its
 recommendations on those abandonments to the <u>federal Surface</u>
 <u>Transportation Board</u> <u>Interstate Commerce Commission</u>.

22 (Source: P.A. 91-239, eff. 1-1-00.)

23 (20 ILCS 2705/2705-430) (was 20 ILCS 2705/49.25g)

24 Sec. 2705-430. Railroad freight service assistance; lines 25 designated for discontinuation of service or subject to

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abandonment. The Department shall enter into agreements with 1 2 any railroad as necessary to provide assistance for continuous lines of railroads within 3 freight service on Illinois designated for discontinuation of service by the United States 4 5 Railway Association Final System Plan and not conveyed to a railroad company other than Consolidated Rail Corporation. The 6 7 Department may enter into such agreements with any railroad as necessary to provide assistance for continuous rail freight 8 9 service on lines of railroads within Illinois subject to an 10 abandonment proceeding in the federal Surface Transportation 11 Board Interstate Commerce Commission or classified as 12 potentially subject to abandonment pursuant to Sections 10903 13 through 10905 of Title 49 of the United States Code or upon which a certificate of discontinuance or abandonment has been 14 issued. The Department shall make rail continuation subsidy 15 16 payments pursuant to the agreements. The agreements shall 17 provide for a minimum level of service at least equivalent to that provided in calendar year 1975. The agreements shall 18 19 conform to relevant federal law. The Department shall determine 20 that all payments under this Section are eligible for federal share reimbursement. 21

Any nonfederal share of the assistance provided under this Section shall be provided by the Department. The State share may include funds, grants, gifts, or donations from the federal government, any local public body, or any person.

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Reimbursements shall be deposited in the State fund from

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1 which the assistance was paid.

The Department shall provide technical assistance to any local public body or rail user to ensure that rail freight services under these agreements are, to the extent possible, adequate to the needs of Illinois citizens.

6 The Department shall review the effects of the rail freight 7 service assistance provided under this Section and shall report 8 the results of its review to the General Assembly each year not 9 later than March 15, reporting particularly on the service 10 provided through the assistance, the utilization of rail 11 freight service by shippers, and the cost effectiveness of this 12 rail freight service assistance program in relation to the economy of this State. 13

The requirement for reporting to the General Assembly shall 14 be satisfied by filing copies of the report with the Speaker, 15 16 the Minority Leader, and the Clerk of the House of 17 Representatives and the President, the Minority Leader, and the Secretary of the Senate and the Legislative Research Unit, as 18 19 required by Section 3.1 of the General Assembly Organization 20 Act and by filing additional copies with the State Government 21 Report Distribution Center for the General Assembly as is 22 required under paragraph (t) of Section 7 of the State Library 23 Act.

For the purpose of promoting efficient rail freight service, the Department shall have the power to either grant or loan funds to any railroad or unit of local government in the SB1376 - 5 - LRB100 06764 AXK 16805 b

1 State to maintain, improve, and construct rail facilities. The 2 Department shall also have the power to grant or loan funds to 3 any rail users located on an abandoned line, unit of local government, or an owner or lessee of an abandoned railroad 4 5 right-of-way to undertake substitute service projects that 6 social, economic, reduce the and environmental costs 7 associated with the loss of a particular rail freight service in a manner less expensive than continuing that rail freight 8 9 service. To facilitate the continuation of rail freight 10 services, the Department shall have the power to purchase 11 railroad materials and supplies.

12 (Source: P.A. 91-239, eff. 1-1-00.)

13 Section 99. Effective date. This Act takes effect upon 14 becoming law.