House Resolution 254

By: Representatives Smith of the 129th, Fleming of the 117th, Knight of the 126th, Lunsford of the 110th, and Davis of the 109th

A RESOLUTION

- 1 Requesting that before any state funds are committed to the Lovejoy to Atlanta rail project
- 2 all the county and municipal governments to be directly served by this rail project agree, by
- 3 local referendum or other binding document, to subsidize the difference between operating
- 4 costs and operating income; and for other purposes.
- 5 WHEREAS, the Georgia Department of Transportation has been in the process of 6 negotiating an agreement with Norfolk Southern Railroad for implementation of a Lovejoy
- 7 to Atlanta commuter rail project; and

8 WHEREAS, the Georgia Department of Transportation plans to spend \$106 million of
9 federal and state transportation dollars on this project; and

- 10 WHEREAS, the county and municipal governments directly served by the line have provided
- 11 written confirmation to the Georgia Department of Transportation that they will pay future
- 12 operating subsidies for the line; and
- 13 WHEREAS, the Georgia Department of Transportation's cost estimates indicate that
- 14 approximately \$4 million in additional annual operating subsidies will be required after the
- 15 initial three-year start up period; and
- WHEREAS, if the county and municipal governments along the line do not provide the necessary operating subsidies, the State of Georgia may be obligated to repay the federal government for the capital funds expended for the project.
- 19 NOW, THEREFORE, BE IT RESOLVED BY THE GENERAL ASSEMBLY OF 20 GEORGIA that it is the sense of this body that the Georgia Department of Transportation and 21 the Georgia Passenger Rail Authority should delay creating any further obligations of state 22 or federal funds for the Lovejoy to Atlanta commuter rail project until operating subsidy

1 agreements have been executed with all of the county and municipal governments along the

2 proposed line.

BE IT FURTHER RESOLVED that the Office of Planning and Budget, the Legislative
Budget Office, and the Georgia Department of Transportation review and reach agreement
on the capital costs, operating costs, operating revenues, and operating subsidies for the
proposed project.

7 BE IT FURTHER RESOLVED that the Georgia Department of Transportation develop a
8 formula for sharing the operating subsidies among the county and municipal governments
9 that have agreed to provide operating subsidies for the proposed project.

- BE IT FURTHER RESOLVED that the Georgia Department of Transportation negotiate and
 execute binding contracts with each of the county and municipal governments along the line
 to provide operating subsidies for the first ten years of the proposed project and providing
 for an initial payment equal to the 2010 estimated annual operating subsidy.
- BE IT FURTHER RESOLVED that the Clerk of the House of Representatives shall deliver a copy of this resolution to the appropriate official of the county and municipal governments along the line of the proposed project; the commissioner of the Georgia Department of Transportation; the Office of Planning and Budget; and the Legislative Budget Office.