AMENDMENT TO THE RULES COMMITTEE PRINT

114-32

OFFERED BY MR. LIPINSKI OF ILLINOIS

Page 240, after line 23, insert the following new sections:

SEC. 2004. TRANSIT-ORIENTED DEVELOPMENT SUPPORT.

(a) AUTHORIZED USE.—Section 502(b)(1) of the Railroad Revitalization and Regulatory Reform Act of 1976 (45 U.S.C. 822(b)(1)) is amended—

(1) by striking “or” at the end of subparagraph (B);

(2) by striking the period at the end of subparagraph (C) and inserting “; or”; and

(3) by adding after subparagraph (C) the following:

“(D) finance economic development, including commercial and residential development, and related infrastructure and activities, that—

“(i) incorporates private investment;

“(ii) is physically or functionally related to a passenger rail station or multimodal station that includes rail service;
“(iii) has a high probability of the applicant commencing the contracting process for construction not later than 90 days after the date on which the direct loan or loan guarantee is obligated for the project under this title; and

“(iv) has a high probability of reducing the need for financial assistance under any other Federal program for the relevant passenger rail station or service by increasing ridership, tenant lease payments, or other activities that generate revenue exceeding costs.”.

(b) LIMITATIONS.—Section 502(b) of the Railroad Revitalization and Regulatory Reform Act of 1976 (45 U.S.C. 822(b)) is amended by adding at the end the following:

“(3) LIMITATIONS ON TRANSIT ORIENTED DEVELOPMENT APPLICATIONS.—

“(A) LIMITATION ON RECIPIENTS.—Applications for activities under paragraph (1)(D) shall be limited to joint ventures described in subsection (a)(5) that—

“(i) are led by a railroad as the lead applicant; and
“(ii) include a public-private partnership, private entity, or consortium that—

“(I) specializes in real estate development; and

“(II) notwithstanding subsection (h)(2)(A), has provided a letter of credit from an investment grade bank sufficient to secure the loan.

“(B) Limitation on use of funds.—Not more than 75 percent of the proceeds of a direct loan or a loan guaranteed under this section may be used by the loan recipient for the purposes described in paragraph (1)(D).”.

(c) Sunset.—The amendments made by this section shall be repealed, and section 502(b) of the Railroad Revitalization and Regulatory Reform Act of 1976 shall read as in effect before the date of enactment of this Act, effective on the date that is 5 years after such date of enactment.