

#### **Short Line Challenges and Paths Forward**

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State Departments of Transportation help meet these challenges in numerous ways.

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Solution: Active state grant program, focused on leveraging investments and on improvements, not maintenance

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Numerous states take this approach

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Solution: Active partnership with short line to secure federal grant, including submission and matching funds

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Key: State DOT having flexibility in spending state grant funding

Issue: Both state-owned and privately held short line railroads need improved infrastructure

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Solution: State DOT does not discriminate against privately owned short lines

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Key: Base state grant awards on best generation of public benefits

Issue: State prohibits grants to privately held companies

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Solution: Implement a state-level short line tax credit

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Most recently adopted by Georgia

Issue: Outreach to short lines for state industrial development efforts

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Solution: Aggressive partnerships with short lines and state ED and DOT groups

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Key: Flexibility for short line industrial development projects involving state grants

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Solution: Understanding the complete cost to state and local governments of larger trucks

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Solution: Understanding complete cost to state and local governments of larger trucks

Key: Leadership by State DOT

# Difficulties mastered are opportunities won.

Winston Churchill