

Rail Industrial Access Program Application Briefing

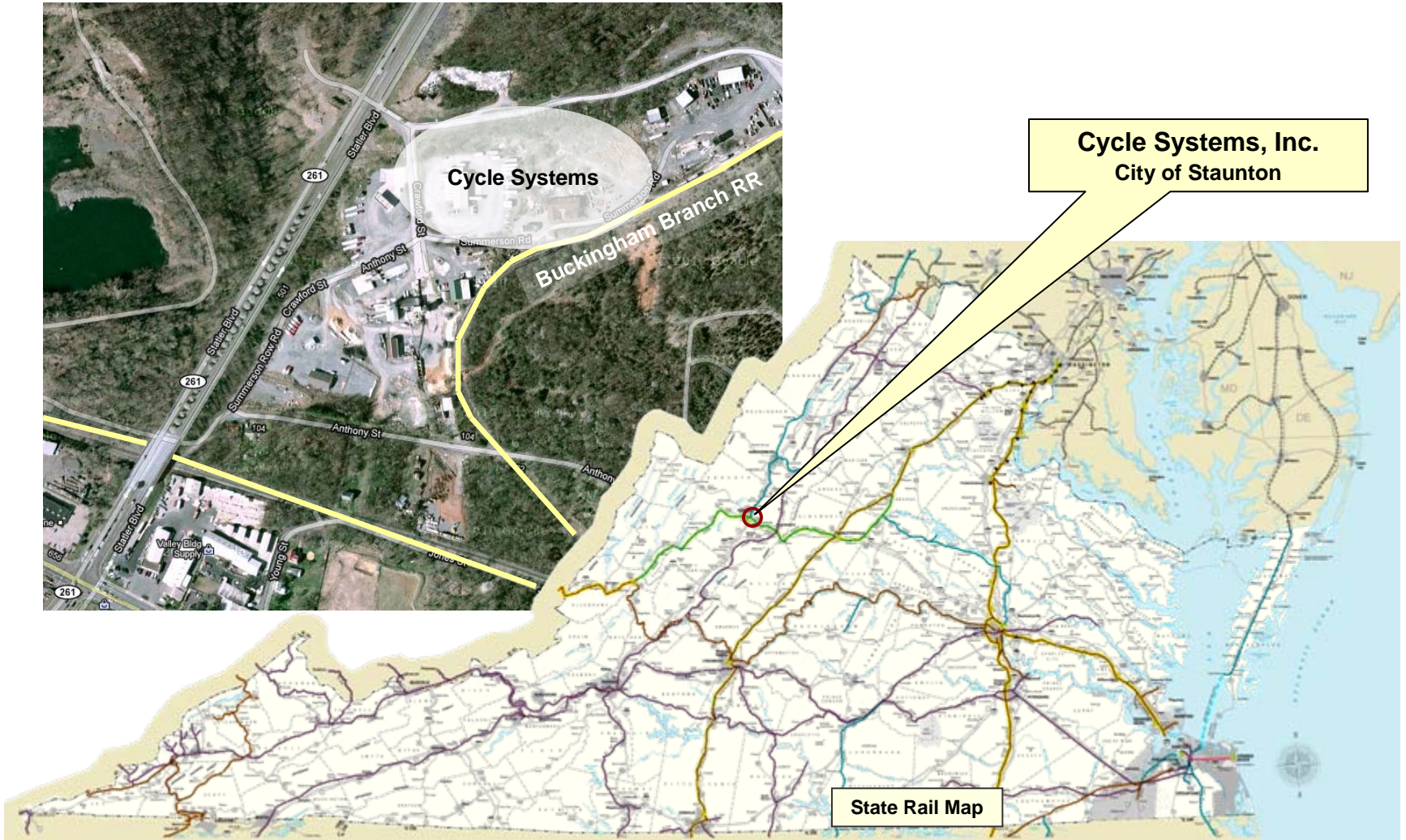
Cycle Systems, Inc.
City of Staunton

Kevin B. Page
Chief of Rail Transportation

Project Background

- ❑ Around \$2 million capital investment by Cycle Systems to develop a new facility to collect recyclables and transfer to processing plants.
- ❑ The prepared scrap materials will preserve natural resources, reduce energy consumption, reduce landfill areas, and reduce greenhouse gases.
- ❑ The facility is located near the Buckingham Branch Railroad. All outbound products are anticipated to be shipped by rail.
- ❑ Majority of inbound material will be received by truck.
- ❑ The new facility will ship product by rail to locations in Virginia.

Project Location



July 20, 2011

Project Description and Benefits

- ❑ Construction of approximately 725 feet of new rail and two in plant switches are required to serve the facility.
- ❑ Estimated cost of rail construction is \$175,000.
- ❑ Approximately 500 carloads per year are estimated to be shipped from the new facility upon completion.
 - Equivalent to 1,500 trucks per year off highways
- ❑ Adds four jobs at the facility.
- ❑ Increases tax base for City of Staunton.
- ❑ Project has the support of the Virginia Economic Development Partnership.

Total Funding Request

- ❑ Applicant: Cycle Systems, Inc.

- ❑ Total Capital Investment = \$2,085,000 adjusted by DRPT to \$1,745,000 by reducing the transportation equipment value of \$340,000

- ❑ Estimated Total Rail Project Cost = \$175,000

- ❑ Total CTB Funding Request = \$175,000
 - Rail Industrial Access Funds = \$175,000
 - Match of Local Funds = \$0

Total of Submitted Project

Applicant	Fiscal Year of Allocation	Recommended for CTB Allocation	Local Match
Cycle Systems, Inc.	2012	\$175,000	\$0

DRPT will present this project for action at the September 2011 CTB meeting.



Virginia Department of Rail and Public Transportation

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