

Application For ConnectOregon Program 2005-2006

To ensure you have current program information, e-mail connectoregon@odot.state.or.us to get on the electronic mailing list.

PART A- Project Summary and Certification:

Use this form or a replica. Print and sign one original. Attach additional text at the end as necessary identified with the corresponding question number.

APPLICANT

ORGANIZATION NAME UNION PACIFIC RAILROAD COMPANY	PRIMARY CONTACT PERSON AND TITLE SCOTT MOORE, AVP PUBLIC/PRIVATE PARTNERSHIPS
ADDRESS 1400 DOUGLAS ST, MS 1560 REVISED #067-06	TELEPHONE (402) 544-3706
CITY, STATE AND ZIP CODE OMAHA, NEBRASKA 68179	FAX (402) 233-2383

CO-APPLICANT / CO-SPONSOR

ORGANIZATION NAME	PRIMARY CONTACT PERSON AND TITLE
ADDRESS	TELEPHONE
CITY, STATE AND ZIP CODE	FAX

3. PROJECT NAME AND LOCATION

Hinkle(Hermiston)Yard construction of additional trackage for yard runaround and DPU Set-Up

4. SUMMARY OF PROJECT

Construct 7,400 foot siding along wye track at Hinkle; convert trackage in Hinkle yard to facilitate set up of Distributed Power Unit for bulk commodity trains and construct receiving yard support track
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5. COST SUMMARY

a) ConnectOregon Grant Amount	\$7,448,000
b) ConnectOregon Loan Amount	\$
c) Subtotal ConnectOregon Funds	\$7,448,000
d) Match Amount	\$1,862,000
e) Other Fund Amount	\$
f) Project Total (c + d + e)	\$9,310,000

6. CERTIFICATION

I certify that Union Pacific Railroad Company (applicant organization) supports the proposed project, has the legal authority to pledge matching funds, and has the legal authority to apply for ConnectOregon funds. I further certify that matching funds are available or will be available for the proposed project. I understand that all State rules for contracting, auditing, underwriting (where applicable) and payment will apply to this project.

 APPLICANT SIGNATURE 02/16/06 DATE PRINTED NAME

 CO APPLICANT SIGNATURE DATE PRINTED NAME

ConnectOregon Program

Application

PART B - Applicant Qualifications

1. CONTACT INFORMATION

APPLICANT

ORGANIZATION NAME	PRIMARY CONTACT PERSON AND TITLE
ADDRESS	TELEPHONE
CITY, STATE AND ZIP CODE	FAX

CO-APPLICANT / CO-SPONSOR

ORGANIZATION NAME	PRIMARY CONTACT PERSON AND TITLE
ADDRESS	TELEPHONE
CITY, STATE AND ZIP CODE	FAX

2. IS / ARE THE APPLICANT(S) CURRENT ON ALL STATE AND LOCAL TAXES, FEES AND ASSESSMENTS?

YES NO If NO, Explain:

PART C - Project Description

3. PROJECT DESCRIPTION AND PURPOSE: Summarize the project's description and purpose.

Provide maps in 8 1/2 "X 11" format as hard copy only.

This project involves the (a) construction of a 7,400 foot siding along the Hinkle wye track, (b) convert an existing receiving track in Hinkle yard to a set up track to facilitate the adding of DPU's to bulk commodity trains, and (b) a new receiving track to replace the track converted in (b) above. Project will improve the fluidity of the main tracks for freight trains originating in Canada or east of Hinkle destined to the Port of Portland thereby reducing congestion and adding capacity in this contained area and reducing transit times to western destinations. Without these improvements as proposed, users will not be able to achieve any significant increases in service without significant investments in new infrastructure.

Drawing to scale available upon request

4. ConnectOregon (CO) Project Budget

SOURCES OF FUNDS: Please identify the source and amount of moneys comprising your project budget in terms of grants, loans, match and other funds.

SOURCES:	Amount	Percent of Total	DATE AVAILABLE	
			Cal Year	Quarter
a. ConnectOregon Grant	\$7,448,000	80%		
b. ConnectOregon Loan	\$	%		
c. Required Match (Grants -20% of Total Project) 1	\$1,862,000	20%		
d. Other Leveraged Funds (2)	\$	%		
e. Other Leveraged Funds (2)	\$	%		
f. Other Non-Leveraged Funds (Describe)	\$	%		
g. Other Non-Leveraged Funds (Describe)	\$	%		
TOTAL*	\$9,310,000	100%		

(1) Please describe the source and timing of the 20% match shown above. If applicable include the cost basis of property.

UP will provide matches consisting of montetary investment upon commencement of construction

(2) If your project leverages other funds beyond the ConnectOregon grants, loans and match required for your project, please describe the source, timing and basis for valuing the other funds. Leveraged funds must be shown in 1(d) and 1(e) above.

USES OF FUNDS: Please identify the proposed uses and amount of moneys comprising the project budget.

USES:	Amount	Percent of Total	DATE AVAILABLE	
			Cal Year	Quarter
Labor (Payroll)	\$3,810,000	40.9%		
Contracted Services (If Known)	\$	%		
Materials and Supplies	\$5,500,000	59.1%		
Capital Outlay (Land)	\$	%		
Capital Outlay (Buildings)	\$	%		
Capital Outlay (Equipment)	\$	%		
Other (Describe): <u>Engineering</u>	\$	%		
Other (Describe): <u>Track Construction</u>	\$	%		
Other (Describe): <u>Signal Construction</u>	\$	%		
Other (Describe): <u>Other</u>	\$	%		
TOTAL*	\$9,310,000	100%		

**Totals for Sources of Funds and Uses of Funds must be equal*

5. REAL ESTATE

EXACT ADDRESS OR LEGAL DESCRIPTION:

a. IS PROPERTY OWNED BY APPLICANT(S)? <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	PURCHASE PRICE	DATE
b. IS PROPERTY TO BE PURCHASED? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	PURCHASE PRICE	DATE
c. IS PROPERTY TO BE LEASED? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO		
d. DOES THE PROJECT INCLUDE EASEMENTS OR DONATED PROPERTY? <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO		

Provide any additional details here:

PART D - Project Considerations

NOTE: The independent review consultant who will evaluate the project may consider other published or publicly available information when conducting this review.

6. TRANSPORTATION COST REDUCTION: Describe how the project reduces transportation costs for Oregon businesses.

Increased demand for rail freight service is continuing to add stress to the rail network and to increase the need for modern and efficient main line operations and support facilities. The lack of mainline capacity and DPU yard facilities has been identified as key improvements needed to address growing congestion and business opportunities in the area. Improvements in velocity of through movements through Hinkle will improve capacity in the area. Improvements in yard efficiencies will allow for more growth in rail freight movements for UP, to and from freight origins and destinations throughout the state including the Port of Portland and additional freight that transverses through the area to other destinations. This will generate cost savings for all those affected by the regional freight system.

Additional information on Addendum Page 8.

7. MODAL CONNECTIVITY: Describe how the project benefits or connects two or more modes of transportation.

8. STATEWIDE OR REGIONAL TRANSPORTATION LINK: Describe how the project creates a critical link in a statewide or regional transportation system.

Upgrading the physical plant at Hinkle is a key initiative to improving the rail system fluidity for all trains operating in the Hinkle area. This is due to the fact that, currently, trains approaching Hinkle from either the north or east could be required to wait outside of the yard for periods of time while other trains are utilizing the mainline for DPU functions, or holding the mainline for clearance. The project will allow these activity to take place on other than main track thereby increasing fluidity and creating additional capacity.

The proposed improvements will decrease delays associated with mainline occupancies by ___ hours per day and increase operating speeds for through trains resulting in ___hours of savings per day. [Reduce delays to Amtrak by ___]

9. COST BORNE BY APPLICANT(S): Provide the amount by which the project will exceed, or, provide a match beyond *ConnectOregon's* minimum grant-match requirement of 20%.

10. PERMANENT AND CONSTRUCTION JOBS CREATION/RETENTION: Describe how the project creates and retains permanent and construction jobs in Oregon.

11. ANTICIPATED CONSTRUCTION START DATE OR EQUIVALENT:

2007

12. ANTICIPATED PROJECT COMPLETION DATE:

2007

13. CONSTRUCTION READINESS: Provide a project timeline and describe where the project is on this timeline in relation to planning, design and permitting issues.

The current design is preliminary requiring further design, surveying and permitting (if Necessary) prior to construction to ensure proper design and permitting are available prior to construction. Project construction can then commence upon completion of this due diligence.

14. PROJECT OPERATIONS: How will the ongoing maintenance, operation and replacement of the project be financed?

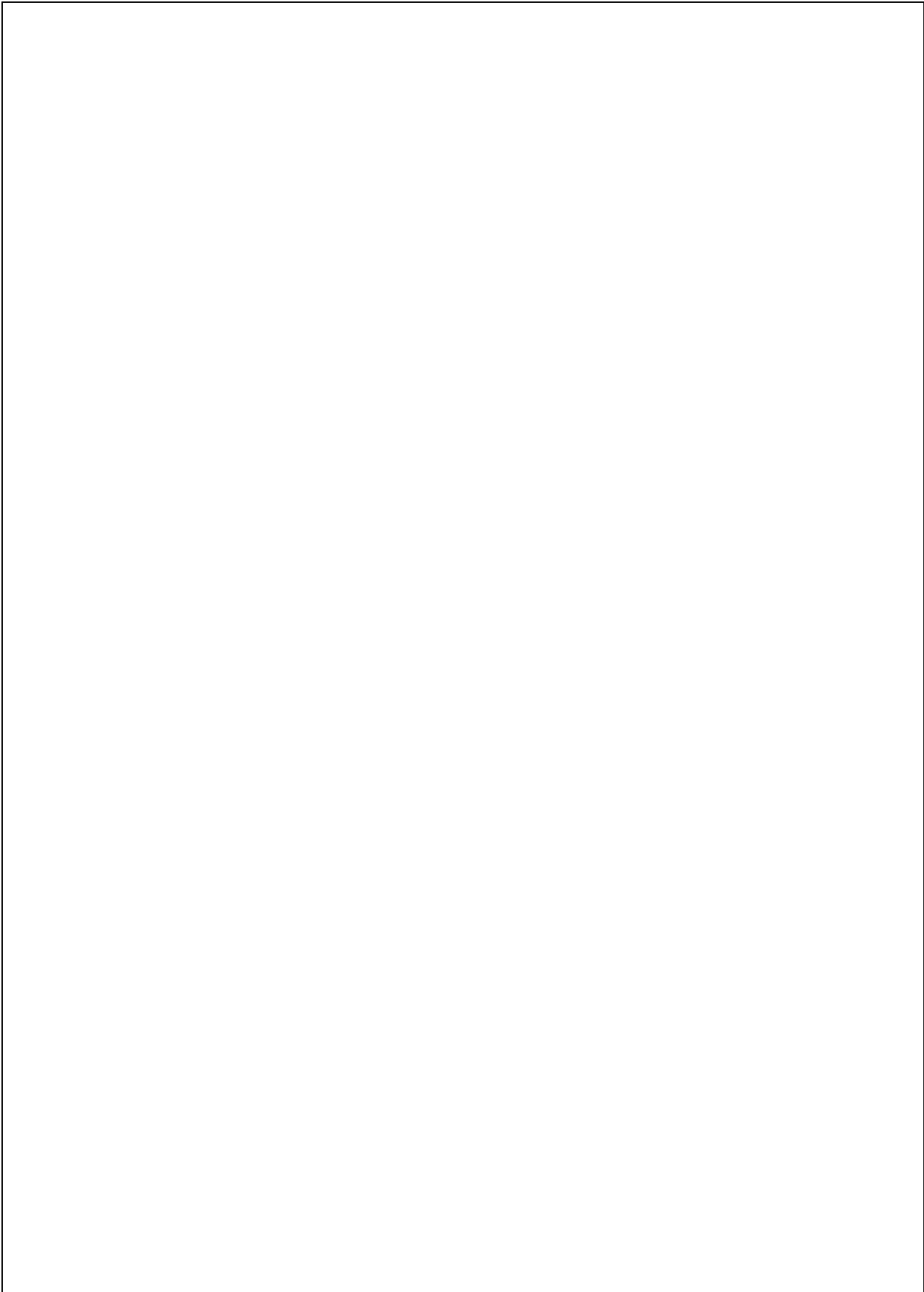
The project will be owned, maintained and any future replacement will be financed by UP

15. OTHER CONSIDERATIONS AND INFORMATION: Describe any other considerations and information you would like taken into account about the project.

PART E - Supporting Materials: Provide a list here of supporting materials that will be provided as part of your hard copy submission.

U. S. Guide to the Union Pacific Railroad – Oregon
John Gray – marketing #s

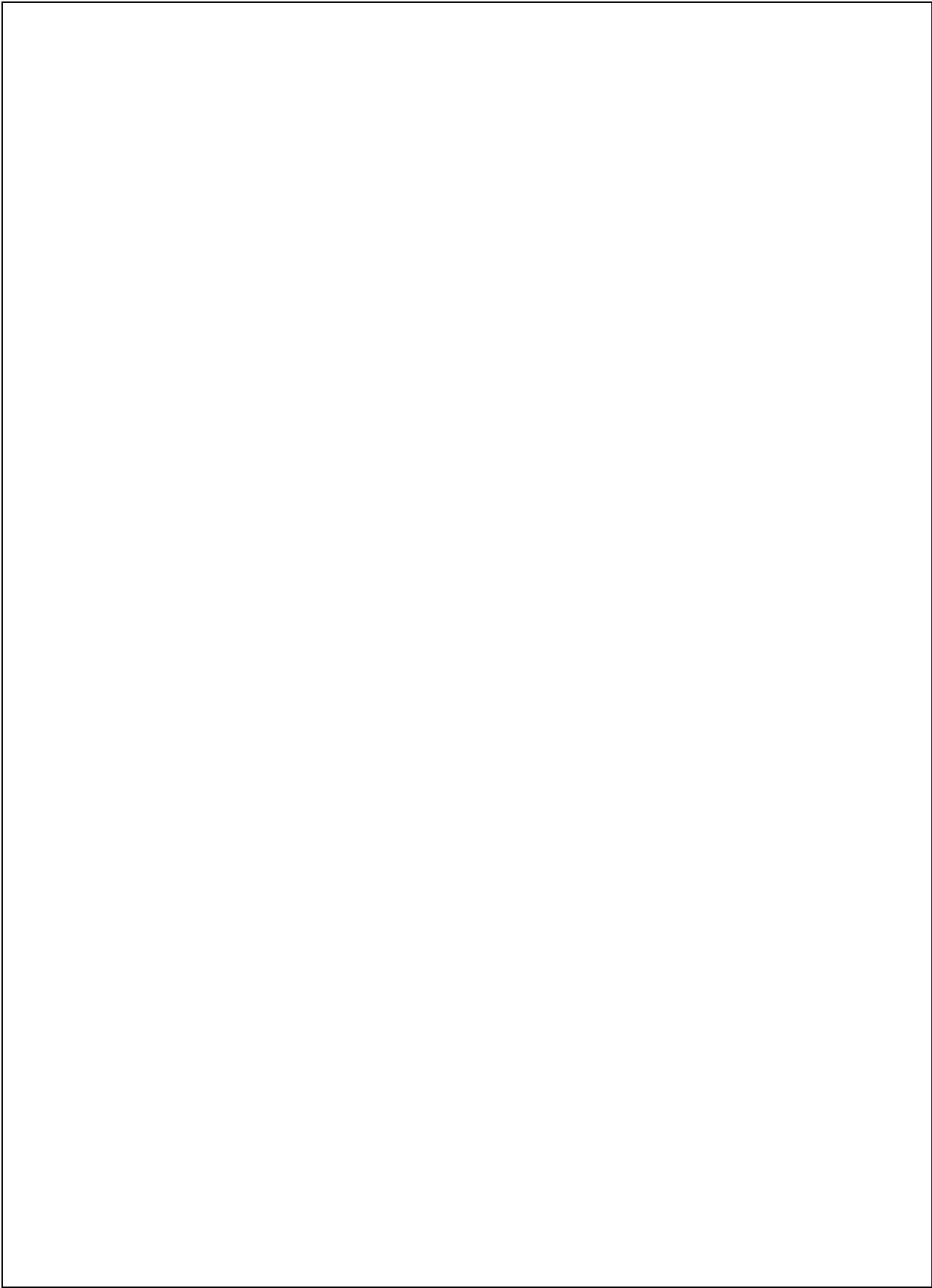
ADDENDUM PAGE 8: Attach additional text here as necessary, identifying the corresponding application question number you are completing.



ADDENDUM PAGE 9: Attach additional text here as necessary, identifying the corresponding application question number you are completing.

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ADDENDUM PAGE 10: Attach additional text here as necessary, identifying the corresponding application question number you are completing.



ADDENDUM PAGE 11: Attach additional text here as necessary, identifying the corresponding application question number you are completing.

ADDENDUM PAGE 12: Attach additional text here as necessary, identifying the corresponding application question number you are completing.