



The Honorable Michael L. Parson Governor of Missouri Missouri State Capitol P.O. Box 720 Jefferson City, MO 65102



Dear Governor Parson:

December 6, 2021



On behalf of the Missouri business community along the *Missouri River Runner* line, please accept this request for \$2.5 million in funding to be allocated from Missouri's available American Rescue Plan funds, to retain full passenger train service along the St. Louis to Kansas City corridor. If funding is not provided, the full service will end after the last day of this month (December 31, 2021).



Since 1979 the State of Missouri has contracted with National Passenger Railroad (Amtrak) for provision of intercity passenger rail service along the St. Louis to Kansas City line. Intermediate stops for the *Missouri River Runner* have been Kirkwood, Washington, Hermann, Jefferson City, Sedalia, Warrensburg, Lee's Summit, and Independence. This service provides an option for connecting rural communities and smaller cities to major economic centers and promotes commerce and economic development, particularly in the areas surrounding stations, and gives rise to significant benefits in Missouri through travel/transportation and tourism/visitor spending.



During the 2021 Missouri legislative session, \$10.8 million was appropriated to pay Amtrak for the service. This amount was insufficient to cover the difference between fares paid by travelers and the cost of the train service, the arrearage for past years' contracts, and funds owed to Illinois for locomotive usage. The economic benefits for the State investment are far more than the appropriation.



Key findings from the pre-Covid *Missouri River Runner* Economic Impact study include:



More than \$22 million in annual tax revenue is generated.



\$208 million in annual economic activity is generated.
1,250 jobs and \$65 million in annual labor income provided.



• More than 172,555 passengers, with an average fare of \$32.47 per passenger.



- Riders spend an estimated \$21.8 million on hotels and \$25.3 million on meals and tourist attractions each year.
 - Vendor and employment spending are greater than \$35 million annually.
- Eighty-two percent of Missourians live within 60 miles of a passenger station.

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The State's current appropriation to Amtrak for train services is insufficient for all daily trains after December 31, 2021. At that time, not only will the second Missouri River Runner line cease operating, but Missouri Department of Transportation (MoDOT) will be unable to fulfill the contract with Amtrak. As the State Legislature included in its appropriations language a prohibition against going into arrears on the contract, MoDOT has instructed Amtrak to cease operation of two of the four daily trains. The morning westbound trip from St. Louis, and afternoon eastbound trip from Kansas City will cease to operate.

The communities, travelers, colleges, businesses, Katy Trail users, and tourist attractions along the route rely on the flexible daily train departures to conveniently bring customers, students, tourists, and others to our communities. A reduction to once daily service in each direction will end the train service's ability to draw those seeking dependable outbound or returning departures. Ridership declines will result in further erosion of the route's financial performance.

While ridership has rebounded from the pandemic trough, passenger travel is still not at levels before the public health crisis began. Lower ridership has produced insufficient revenue to meet contract targets. Amtrak has taken steps to reduce operating costs, including targeted temporary service reductions, employee furloughs and pay reductions. However, the U.S. Congress provided relief funds to Amtrak and states like Missouri to resume full train service to assist with bringing the economy back. That financial assistance is still needed, if *Missouri River Runner* trains are to retain their transportation value with both daily round trips and allow communities to promote their activities, and bring ridership back to full levels.

Members of the communities, MoDOT, and Amtrak meet regularly to plan and execute strategies to maximize the value of passenger service to our local economies. Communities along the route testify to the number of visitors reaching their tourist attractions, students going to school, and residents and businesspeople traveling in Missouri, safely and economically on the train. Some of those testimonials are attached to this letter.

As our economy continues to transition out of the pandemic, as Americans make decisions about the best place for their businesses and families, and as the population demographics change, the future is bright for communities that provide transportation options. Please help us continue to move forward by maintaining full service on the Amtrak *Missouri River Runner* route with an allocation of unspent ARPA funds.

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Sincerely,

Daniel P. Mehan, President/CEO, Missouri Chamber of Commerce & Industry Gary Watts, President, Hermann Area Chamber of Commerce
Tom Lesnak, President, Independence Chamber of Commerce
Gary Plummer, President & CEO, Jefferson City Area Chamber of Commerce
Joe Reardon, President & CEO, Greater Kansas City Area Chamber of Commerce
Peg Weathers, President & CEO, Kirkwood – Des Peres Area Chamber of Commerce
Matt Baird, Executive Director, Lee's Summit Chamber of Commerce
Tracy Henke, Chief Policy Officer, Greater St. Louis, Inc., and President, ChamberSTL
Debra Andresen, Executive Director, Sedalia Chamber of Commerce
Suzanne Taylor, Executive Director, Warrensburg Chamber of Commerce
Jennifer Giesike, President, Washington Area Chamber of Commerce

Cc: Patrick K. McKenna, Director, Missouri Department of Transportation

Attachments: Supporter List

Community Testimonials

2008 – 2023 Missouri River Runner Investments

Missouri River Runner ARPA Funding Request Supporters

Hermann (HEM)

Sen.Dave Schatz

Sen.Mike Bernskoetter

Rep. Aaron Griesheimer

Bruce Cox

District 26

District 61

Mayor

Bruce Cox Mayor City of Hermann

Gary Watts President Hermann Area Chamber of

Commerce

Mary Kunstmann Chair Hermann Tourism Commission

Larry Miskel Presiding Commissioner Gasconade County

Bart Toedtmann Chairperson Hermann Reg. Economic

Development Corp.

Bonnie Prigge Executive Director Meramec Regional Planning

Commission

Tammy Bruckerhoff Director City of Hermann Tourism &

Economic Development

Independence (IDP)

Tom Lesnak President Independence Chamber of

Commerce

Jefferson City (JEF)

Rep. Dave Griffith District 60

Gary Plummer President & CEO Jefferson City Area Chamber of

Commerce

Diane Gillespie Executive Director Jefferson City Convention and

Visitors Bureau

Kansas City (KCY)

Joe Reardon President/CEO Greater Kansas City Chamber

of Commerce

Kirkwood (KWD)

Sen. Andrew Koenig

Sen. Doug Beck

Rep. Dean Plocher

Rep Barbara Phifer

District 89

District 89

District 89

District 90

Tim Griffin Mayor City of Kirkwood Maggie Duwe Councilmember City of Kirkwood Councilmember City of Kirkwood Liz Gibbons **Bob Sears** Councilmember City of Kirkwood Wallace Ward Councilmember City of Kirkwood Mark Zimmer Councilmember City of Kirkwood

Peg Weathers President/CEO Kirkwood-Des Peres Area Chamber

Commerce

Donna Poe Executive Director Downtown Kirkwood

Lee's Summit (LEE)

Donnie Rodgers, Jr. Executive Director Downtown Lee's Summit Main

Street, Inc.

Matt Baird President Lee's Summit Chamber of

Commerce

St. Louis (STL)

Tracy Henke Chief Policy Officer Greater St. Louis, Inc., and

President ChamberSTL

Sedalia (SED)

David Dick Presiding Commissioner Pettis County
Jim Marcum Western Commissioner Pettis County
Israel Baeza Eastern Commissioner Pettis County
John Kehde Mayor City of Sedalia

Debra Andresen Executive Director Sedalia Area Chamber of Commerce Carolyn Crooker Executive Director Sedalia Area Convention & Visitors

Bureau

Warrensburg (WAR)

Sen. Denny Hoskins

Rep. Dan Houx

District 21

Rep. Kurtis Gregory

District 51

Scott Holmberg Mayor City of Warrensburg

Suzanne Taylor Executive Director Warrensburg Chamber of Commerce

Bill Bernier President Depot Renovation

Tom Koenigsfeld President of the Board Warrensburg Convention & Visitors

Bureau

Jill Purvis Executive Director Warrensburg Main Street

Washington (WAH)

Rep. Jeff Porter District 42

Tim Brinker Presiding Commissioner Franklin County
Sandy Lucy Mayor City of Washington

Jennifer Giesike President Washington Area Chamber of

Commerce

Sal Maniaci Economic Development City of Washington

Director

Tyler King Executive Director Downtown Washington, Inc.

Craig Mueller Council Member Washington Transportation Council

Chad Eggen Executive Director Boonslick Regional Planning

Commission

Missouri River Runner ARPA Funding Request Business Community Testimonials

"Two each way, Amtrak passenger service is a vital service to the Warrensburg community for several reasons. It benefits our residents for commuter transportation, students at the University of Central Missouri who travel to and from home on weekends, and our military members stationed at Whiteman Air Force Base who get to explore Missouri as well as receive out-of-town family members."

-Suzanne Taylor, IOM, Executive Director, Warrensburg Chamber of Commerce

"Hungry travelers are delighted to find my cozy bakery-café, Great Harvest, just across from the platform. Anticipating a long journey, departing passengers order breakfast or lunch to go as an alternative to the dining car. Our bakery provides a friendly safe place to wait for the train, notably during the COVID-19 shutdown of the station in between trains."

-Paul Barkofske, owner of Great Harvest, Kirkwood, MO

"Cornucopia is located right across from the Amtrak Station. We regularly get visitors to the store either waiting to catch a train, just getting off a train, or those waiting to pick someone up. Amtrak is popular with Senior citizens and students. A great asset to our Community. Ridership will rise with the growth of the Tourist Areas it visits."

-Walter Smith, owner, Cornucopia, Kirkwood, MO

"Amtrak is important to every business in every community. It is very beneficial as it promotes sidewalk shopping activities for small business owners who appreciate sidewalk shoppers. Highways and byways are also important, but nothing happens unless visitors stop, get out of their cars, trucks, boats, or planes. Amtrak visitors are capable of walking the many shops and venues because they are captured shoppers and spend their dollars!!"

-Mike Sloan, Hermann Wurst Haus, Hermann, MO

"Opening during COVID-19 could have been much more difficult without the built-in publicity the Amtrak lines provide. Lamy's in Sedalia has become a hotspot for Amtrak riders day and night. Passengers eagerly await their trip to Hermann with mimosas and brunch and weary travelers join us for relaxing evenings in a refreshing atmosphere. We are excited to watch the further development of Sedalia as a tourist destination especially via the Amtrak."

-G. Reid Swearingen, Chief Marketing Ofcr., Elliot Management Services, Sedalia, MO

Missouri River Runner ARPA Funding Request Public and Private Investments Timeline 2008 - 2023

The State of Missouri, Union Pacific Railroad and Amtrak have made critical investments in railroad infrastructure to improve the quality of service through improved schedule reliability, fuel efficiency and passenger safety and comfort.

- **2008** New railroad passing siding at California allowing passenger trains to pass slower freight trains. \$8 million paid for with Federal and State funds.
- **2008** St. Louis opens new \$31.8 million Gateway Station serving local transit, intercity bus companies and Amtrak. Fourteen passenger trains daily make this the busiest in Missouri.
- **2011** Sedalia welcomes Amtrak passengers back to the restored 1886 depot. The \$2 million project was financed with a combination of USDOT, CDBG and local funds. The Missouri State Fair and Katy Trail are major traffic generators for Amtrak trains.
- **2013** Union Pacific opens new Osage River bridge near Osage City, removing single track bottleneck along route and improving train schedules. \$28 million project paid for with Federal, State and Union Pacific funds.
- **2014** Hermann opens new transportation center and museum, replacing small wooden shelter, in place since start of regular Amtrak service in 1991.
- **2017** Thirty-three new US-built Charger locomotives deployed. \$218 million order paid for by Federal government. These 4,400 hp locomotives have rapid acceleration, lower fuel consumption, lower emissions (meet EPA's highest standard, Tier 4) than the older locomotives they replaced.
- 2022 New passenger boarding platform to open at Warrensburg, paid for by Amtrak with Federal grants.
- 2022 New rail passenger cars, also built by Siemens in California, will replace 30-year-old railcars. Coaches have wheelchair lifts, larger windows, more bike racks, and safety features.
- **2023** Construction of two new passenger boarding platforms, enhanced pedestrian crossing warning devices and visual and audible passenger announcement system at Kirkwood, now in design. Construction estimated at \$5-\$7 million.