

## Department of Transportation Division of Secretariat

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## **MEMORANDUM**

Date: September 12, 2018

To: South Dakota State Railroad Board

From: Joel Jundt, Deputy Secretary

Subject: Maple Street Yard Lease, Rapid City

On June 17, 2015, American Colloid requested to lease the Maple Street Yard located in Rapid City, South Dakota. American Colloid used the yard to stage cars waiting to be loaded and transported. American Colloid has indicated they no longer have a continued use of the Maple Street Yard and have requested to terminate the current lease.

In July 2018, SDDOT received a request from RCP&E to lease the Maple Street Yard. RCP&E would like to lease the yard for car handling and staging area while the cars are waiting to be shipped. SDDOT is recommending Board approval to enter into a five-year lease agreement with RCP&E. The current annual lease amount is \$5,426. Below are drawings of the area.



The tracks in green represent the leased area and the tracks in red are tracks previously removed.

