



CITY OF KINGMAN COMMUNICATION TO COUNCIL

TO: Honorable Mayor and City Council

FROM: Bennett Bratley

MEETING DATE: June 16, 2026

AGENDA SUBJECT: Approval of a Memorandum of Understanding with Patriot Rail Company's Kingman Terminal Railroad for the CRISI Grant Submission

SUMMARY:

On April 20, 2026 the U.S. Department of Transportation-Federal Railroad Administration issued a Notice of Funding Opportunity for the FY25-26 Consolidated Rail Infrastructure and Safety Improvements (CRISI) Grant Program.

The City of Kingman, in partnership with Patriot Rail Company's Kingman Terminal Railroad (KGTR), intends to apply for \$19,002,936 through the CRISI grant program to construct a second rail interchange at the Kingman Municipal Airport & Industrial Park. The current interchange is overloaded, constraining both existing users and the City's ability to attract new industries. A second interchange, will alleviate this congestion and provide the necessary infrastructure to serve the 790-acre Phase II Industrial Park expansion, which is undergoing FAA Land Release for non-aeronautical use. In addition, this project will unlock major freight mobility improvements, stimulate job creation, and ensure Kingman's role as a logistics hub in the Southwest.

The CRISI Grant program will fund up to 65% of the entire project leaving a 35% match. The attached Memorandum of Understanding (MOU) outlines KGTR's and the City's roles, responsibilities and match amounts. If the grant is awarded, KGTR would provide a 34% match and the City would provide a 1% match.

The budget breakdown is as follows:

U.S. Department of Transportation-Federal Railroad Administration (65%) - \$12,351,908
KGTR (34%) - \$6,460,998
City of Kingman (1%) - \$190,030

City staff is asking Council to approve entering into an MOU with Patriot Rail Company's Kingman Terminal Railroad for the application submission to the FY25-26 Consolidated Rail

Infrastructure and Safety Improvements (CRISI) Grant Program.

FISCAL IMPACT:

None at this time. If the grant is awarded, there will be a fiscal impact of \$190,030 to the Capital Projects Fund.

STAFF RECOMMENDATION:

Staff recommends City Council approve to go into a Memorandum of Understanding with Patriot Rail Company's Kingman Terminal Railroad for the CRISI Grant Application Submission, and authorize Mayor to sign all related grant documents.

SUGGESTED MOTION:

Approve Entering into an MOU

ATTACHMENTS:

[20260602 KGTR SMART YARD PE.pdf](#)

[Memeorandum of Understanding - City of Kingman - Kingman Terminal Railroad, LLC - 6.10.26.pdf](#)