

Federal-Aid Highway State Match

FY2021 Request: \$47,340,939

Reference No: 32609

AP/AL: Allocation

Project Type: Construction

Category: Transportation

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: Dom Pannone

Estimated Project Dates: 07/01/2020 - 06/30/2025

Contact Phone: (907)465-2956

Appropriation: Federal Program Match

Brief Summary and Statement of Need:

State match is required for approximately \$620 million in federal-aid highway funding. These funds may also be used for advanced acquisition of Right-of-Way (ROW) parcels for projects that are eligible for federal funding. This ROW can be used in lieu of the state matching funds on a federally funded project. It is also provided that match funds be eligible for correcting off-system bridges. When the state performs work on improving bridges with non-federal funds, the value of this work can be credited as required match toward federally-funded bridge work. This means each such match dollar serves the state twice, once correcting a bridge problem and again as a match credit.

Funding:	FY2021	FY2022	FY2023	FY2024	FY2025	FY2026	Total
1003 G/F	\$38,940,939	\$65,000,000	\$65,000,000	\$65,000,000	\$65,000,000	\$65,000,000	\$363,940,939
Match							
1139 AHFC	\$8,400,000						\$8,400,000
Div							
Total:	\$47,340,939	\$65,000,000	\$65,000,000	\$65,000,000	\$65,000,000	\$65,000,000	\$372,340,939

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> Ongoing
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

- Sec1 Ch1 SLA2019 P6 L26 SB2002 \$60,000,000
- Sec1 Ch19 SLA2018 P10 L28 SB142 \$51,850,000
- Sec1 Ch1 SLA2017 P8 L23 SB23 \$34,100,000
- Sec1 Ch2 SLA2016 P8 L3 SB138 \$42,600,000
- Sec1 Ch38 SLA2015 P7 L19 SB26 \$50,000,000
- Sec1 Ch16 SLA2013 P86 L23 SB18 \$40,000,000
- Sec1 Ch17 SLA2012 P141 L23 SB160 \$47,200,000
- Sec1 Ch5 SLA2011 P102 L28 SB46 \$42,000,000
- Sec7 Ch43 SLA2010 P39 L5 SB230 \$41,100,000
- Sec1 Ch15 SLA2009 P22 L32 SB75 \$27,880,000
- Sec13 Ch29 SLA2008 P161 L25 SB221 \$40,600,000
- Sec4 Ch30 SLA2007 P105 L17 SB53 \$40,000,000

Remaining \$10,858,331 funded by reappropriation.

Project Description/Justification:

Each year, the department estimates state matching funds based on the amount and type of federal highway funds estimated to be available in a fiscal year. This budget is based on preliminary estimates of the federal-aid highway funding that will be available in Fiscal Year 2021. The department has estimated federal funding levels to be approximately \$620 million in program funds.

The requested match amount is calculated as follows:

\$575.0 million	Expected Federal Highway funds
<u>\$ 45.0 million</u>	August redistribution
\$620.0 million	Expected federal funds, which require an average of 10% state match (some at 9.03%, and a smaller portion at 20%)

\$620.0 million / 90.97% = \$681.5M (program total including match amount)

\$681.5 million	Program total including match amount
<u>- 620.0 million</u>	Federal funds
\$ 61.5 million	Match needed
<u>+ 3.5 million</u>	Funds for federally ineligible project costs (1/2 of 1% of program)
\$ 65.0 million	Total match required for FY2021

\$65 million FY2021 capital budget project for match and federally ineligible costs for highway projects.

\$54,141,668 funded in FY2021 with general fund
 \$10,858,332 funded by FY2020 Supplemental reappropriation.
 \$65,000,000 TOTAL