



# FEDERAL FUNDING CLIFF

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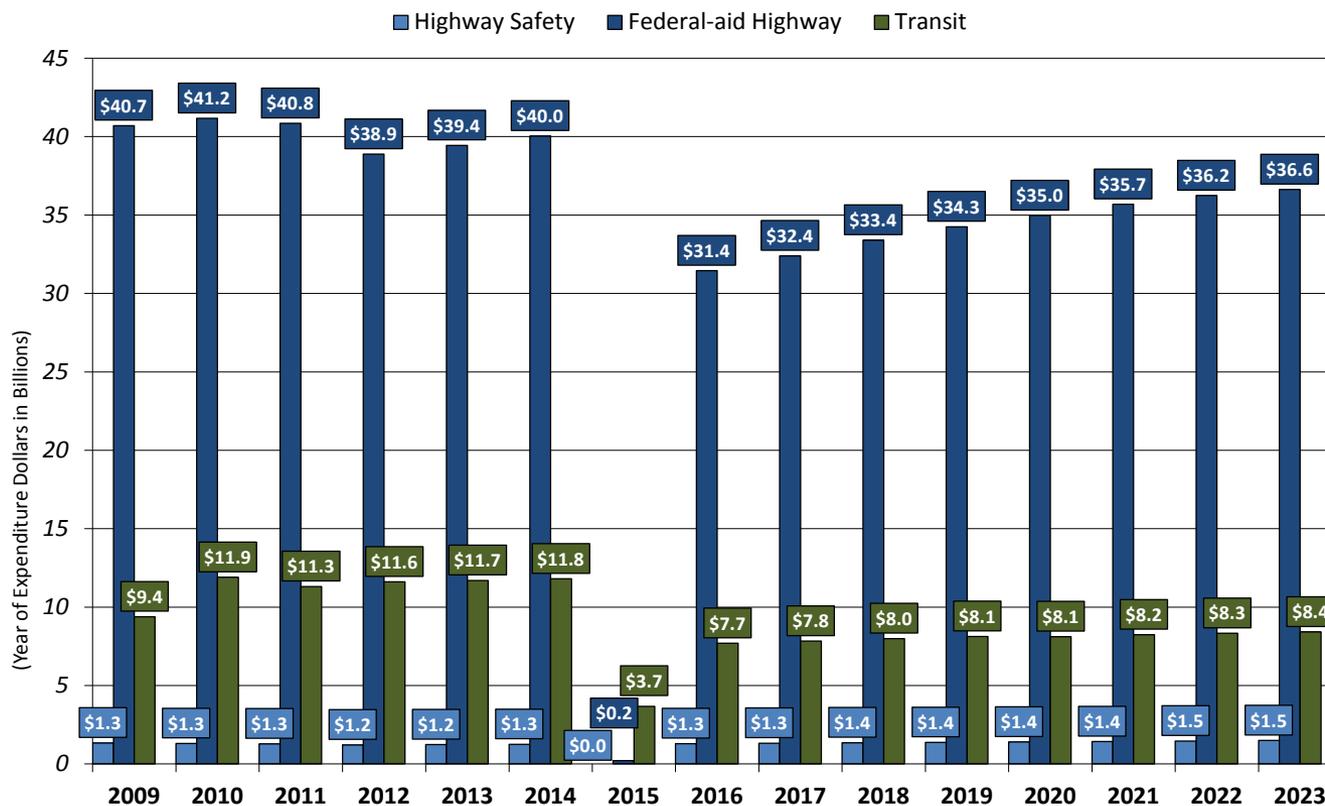
# Federal Funding Situation

- Federal funding will run out before September 30
- Congress must reauthorize Transportation Bill before MAP-21 expires September 30, 2014
- Congress must also approve additional revenue to maintain current levels of federal funding (approximately \$18 Billion per year)



# Federal highway obligations fall nearly 100% in FY 2015 without new revenue

Estimated Federal Highway and Transit Obligations from Highway Trust Fund





# Federal Funding at Risk

- FY 2014 Level of funding: \$325 Million
- FY 2015 Anticipated Level of funding: \$320 Million (if Congress authorizes funding)
- FY 2016 Anticipated Level of funding: \$229 Million (if Congress cuts spending)

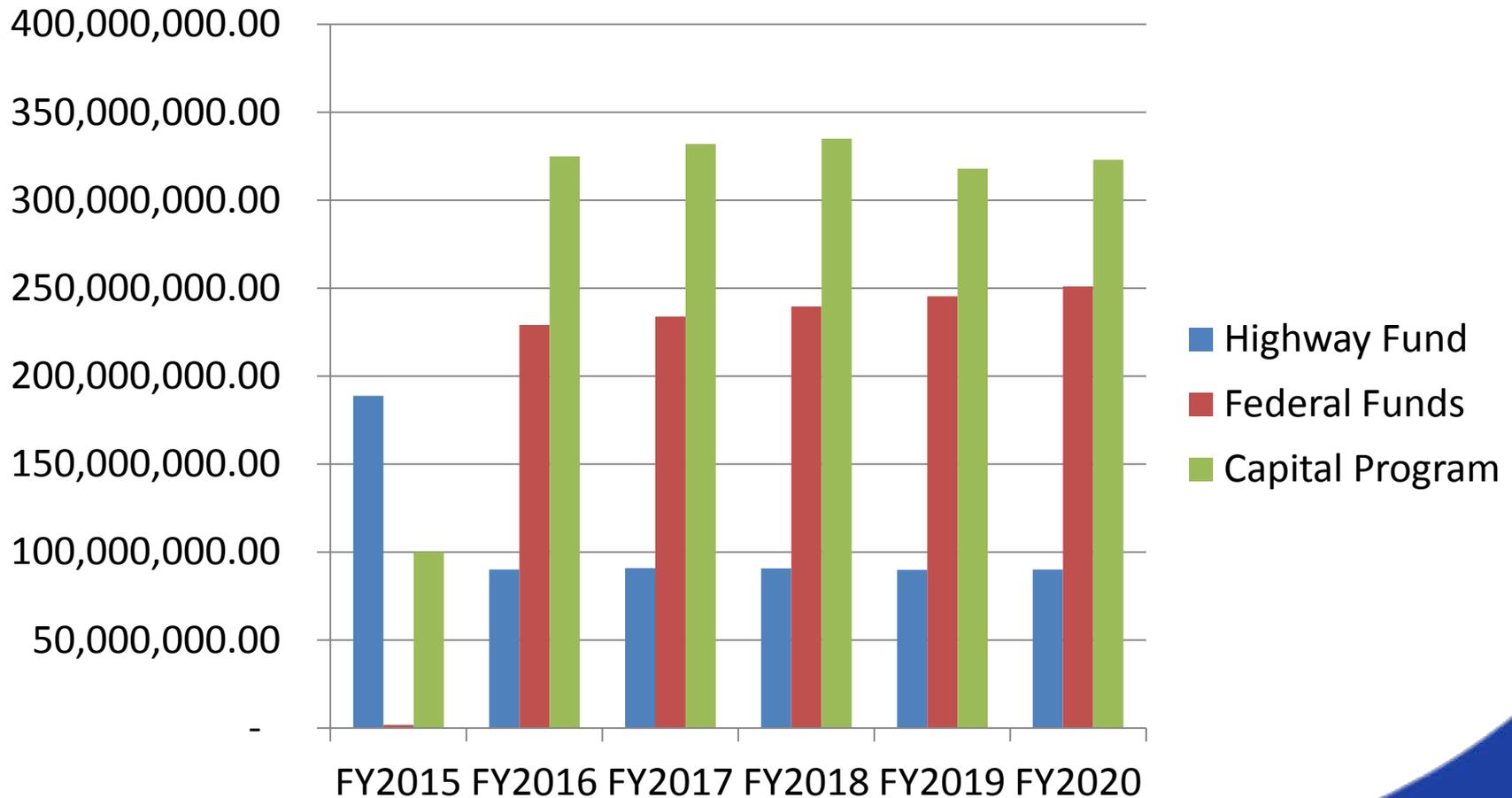


# Spending Reduction Options

- Delay state funded projects
- Curb usage of consultants
- Implement hiring freeze
- Delay, limit, or cancel future state contributions to local projects
- Reduce future equipment purchases
- Reduce travel
- Reduce FY 2015 capital program



# Capital Program Projection





# Project Impacts

- No Federal 'Obligations' on FY 2015 (Oct '14 to Sept '15)
- FFY 2016 70% of FFY 2014
- Would still receive federal reimbursements for previously programmed projects (PE, ROW, and Construction)
- All Federally Funded categories will be impacted
  - Capacity, 3R, Safety, etc.
- Funding to local agencies using the LPA process would be impacted at the same levels
  - STP Clark and Washoe, CMAQ
- No new federal programming for ROW or Preliminary Engineering (PE). Payments for already programmed ROW and PE would continue



# FY 2015 Capital Projects



## DRAFT 2015 FEDERAL FISCAL CLIFF PROJECT LIST (\$100M State)

COUNTY	PROJECT NAME	ESTIMATED COST	CURRENT PLANNED YR	MOVED TO YR
<b>I - MAJOR/CAPACITY PROJECTS</b>				
CL	Boulder City Bypass - Utility Work	\$13,425,300	2016	0-NO CHANGE
WA	I 580 Operational Improvements Ph 1	\$25,000,000	2018	0-NO CHANGE
CL	SR 160 E Pahump FM Rainbow Ave to Calvada Blvd Widening	\$4,200,000	2016	0-NO CHANGE
CL	US 95 NW Phase 3A; CC 215 from US 95 to Tenaya Way - N/E & W/S Ramps and S/B collector road	\$35,200,000	2015	2016
CC	Carson City Freeway - Phase 2B-3	\$42,000,000	2015	2017
CL	SR 160 Phase 1, East end beginning at SR 159	\$25,000,000	2015	2017
CL	US 95 North - Phase 2B (Durango Drive to Kyle Canyon Rd.)	\$36,353,000	2016	2018
CL	I 15 North - Part 2 Pkg A	\$19,000,000	2016	2019
CL	I 15 North - Part 2 Pkg C (Bridges)	\$3,500,000	2016	2019
CL	I 15 North - Part 2 Pkg D (Capacity Imp)	\$29,400,000	2016	2019
CL	I 15 at SR 593 Tropicana - Operational Improvements	\$40,000,000	2017	OFF
CL	I 15 North - Phase 4 ("A Phase" of the I-15/CC-215 Interchange)	\$40,000,000	2018	OFF
CL	I 515 - Operational Improvements	\$40,000,000	2017	OFF
WA	I 580 Operational Improvements Ph 2	\$15,000,000	2018	OFF
CL	SR 160 Phase 2, West end ending at Mtn Springs	\$47,000,000	2018	OFF
LY	US 50, Roy's Road to US-95A - Pkg 2	\$36,000,000	2018	OFF

OFF = PROJECT HAS BEEN MOVED OFF OF NDOT'S CURRENT 5 YEAR PLAN

SubTotal = **\$451,078,300**





# Staffing Considerations

- Program funding returns in FFY 2016 at reduced level
- Not recommending reduction of staff
  - For FFY 2015, use available staff for projects to deliver in FFY 2016
  - Good to have projects “shovel ready” in the event Congress authorizes new funding
- Reduce or eliminate consultants where in-house expertise is available
- Hold non-critical engineering positions vacant



# Project Commitments

- I-II Boulder City Bypass
- Project NEON P3
  - Construction payments are deferred for 5 years
  - 2020 Final Acceptance Payment of \$200 Million
  - Availability Payments begin in FY 2019
- All other federal aid projects subject to delay



# Recommended Action

- Seeking approval from the Board to release the list of projects impacted by the lack of reauthorization of MAP-21 to Nevada's Congressional Delegation and others.



# Suggested Language

*The current federal highway bill, MAP-21, is scheduled to expire in September 2014 and the highway trust fund is projected to run out of funds before the expiration date of the current bill. The Nevada Department of Transportation (NDOT) has evaluated the projected impacts to the highway construction program in Nevada should a new highway bill not be passed and the current bill expire. NDOT has prepared a list of projects impacted by the lack of a new bill compared to continuing with the current category funding levels. Critical projects such as completion of the Carson City Bypass, widening of US 95, and widening of I-15 North would be delayed by at least two years.*

*We urge Congress to pass a new bill at current funding levels and reauthorize MAP-21 prior to its expiration, as the impacts to the transportation projects shown on the attached list will be substantial. Many much needed projects would be delayed and an estimated 6000 jobs in the construction sector would not be realized.*





# Questions?



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