

Draft Fiscal Year 2015 Arterial Life Cycle Program

Transportation Policy Committee
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Transportation Planner II



Draft FY 2015 ALCP

- * The Arterial Life Cycle Program (ALCP) is the financial management tool for the arterial component of the Regional Transportation Plan
- * The program is updated annually with new revenue forecasts and changes to project schedules
 - * Cost cannot exceed available revenues (ARS 28-6352B)
 - * Must show fiscal constraint in the TIP window (23 CFR 450)



Development of the ALCP

Step 1:

Update Project Work Schedules and Costs



Step 2:

Update Revenue Forecasts



Step 3:

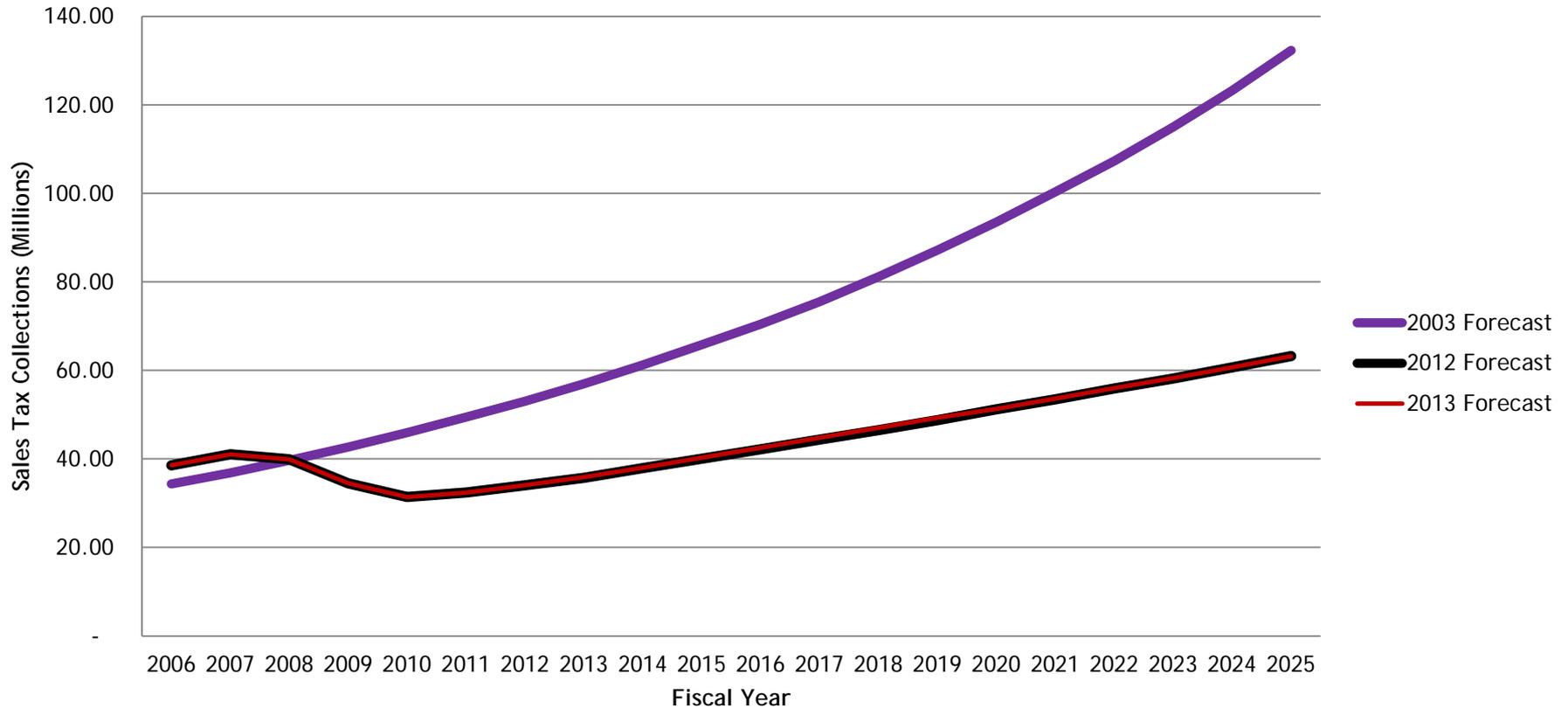
Adjust Reimbursements (as needed)

Draft FY 2015 ALCP: Project Changes



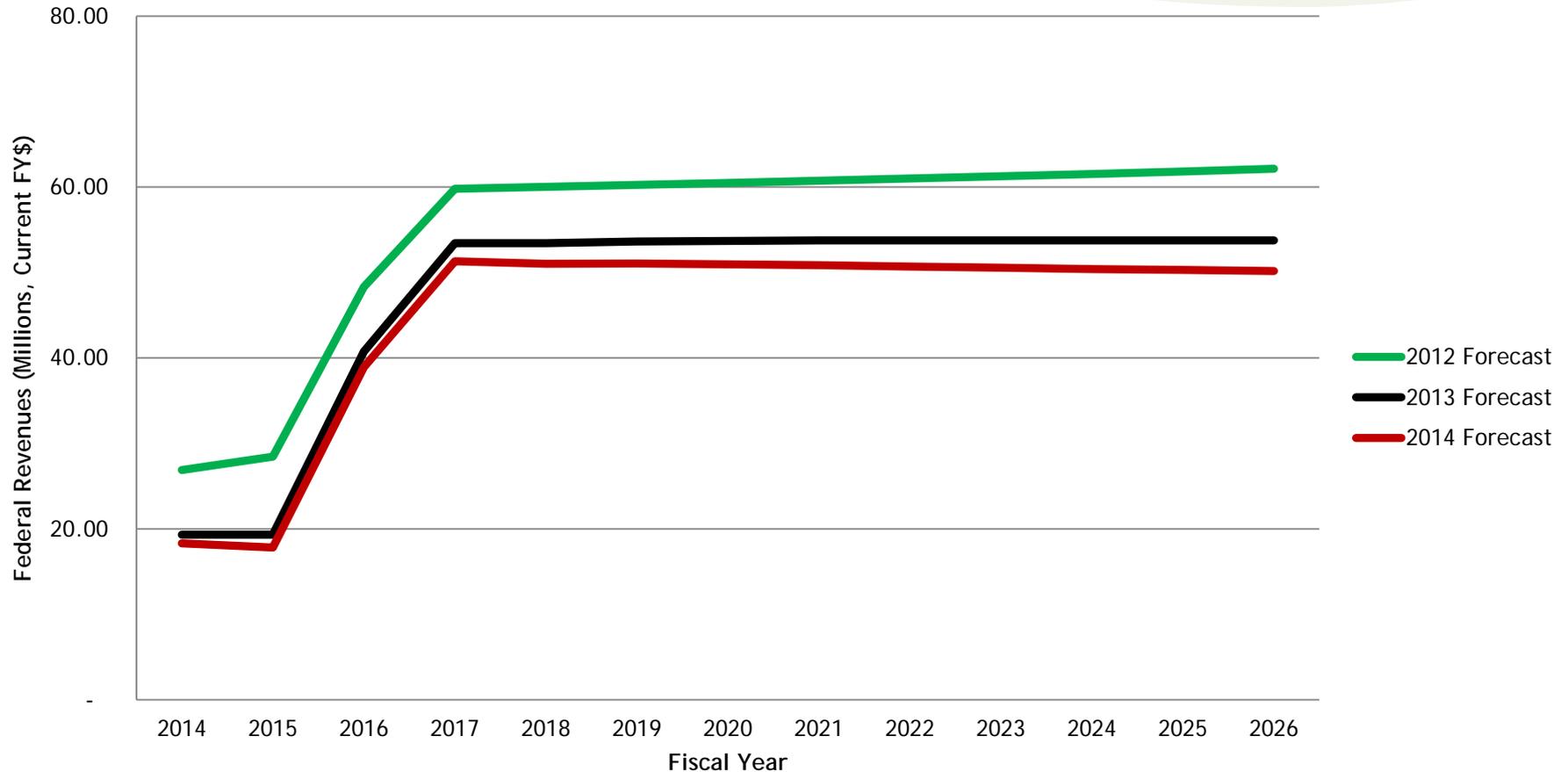
- * MAG distributed project workbooks in February
- * Lead Agencies provided updated project costs and schedules
- * Reimbursements were adjusted in accordance with updated schedules and the programming principles
- * Project changes requests were reviewed and approved by the Street Committee

Draft FY 2015 ALCP: RARF Forecast



There was a \$2.5 million, or 0.43%, increase in the RARF forecast

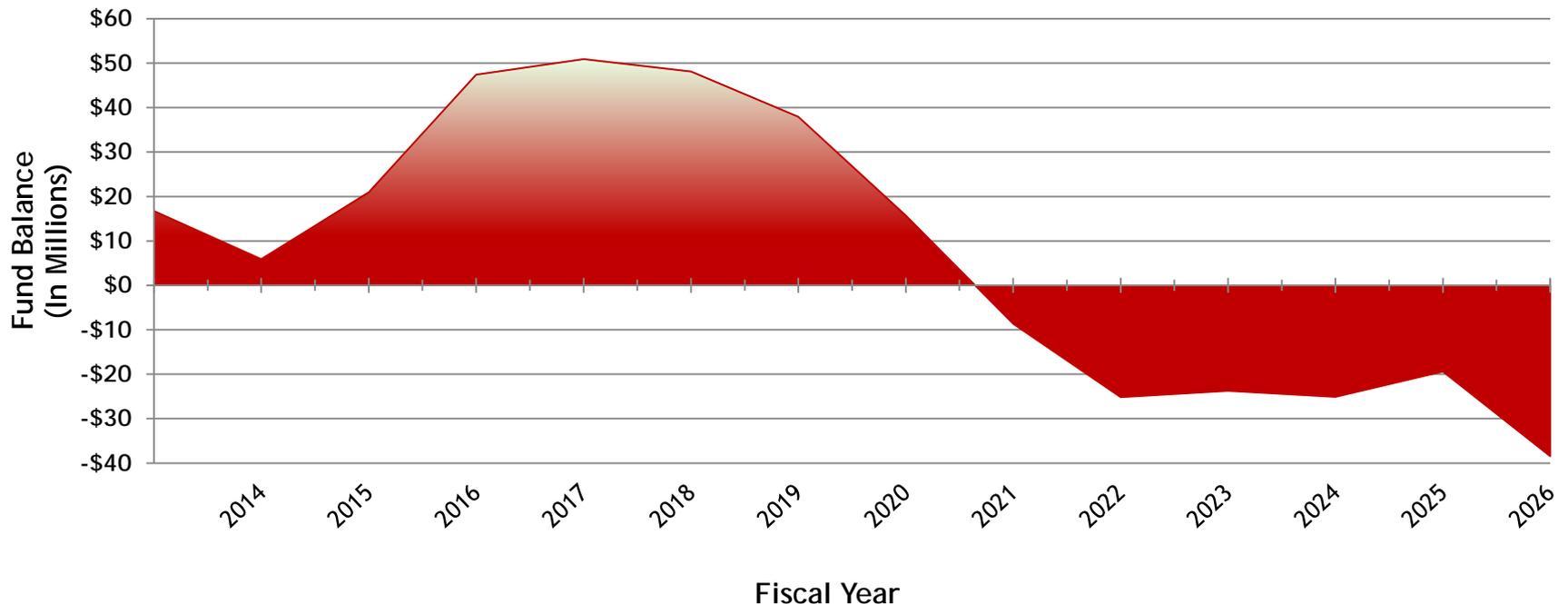
Draft FY 2015 ALCP: Federal Revenues



There was a \$30.5 million, or 5.37%, decrease in federal revenues

Draft FY 2015 ALCP: Starting Point

Draft FY 2015 Arterial Life Cycle Program



- * New revenue projections result in a program deficit of \$38.5 million
- * The program remains in balance from FY 2014 through FY 2020

Draft FY 2015 ALCP: Characteristics



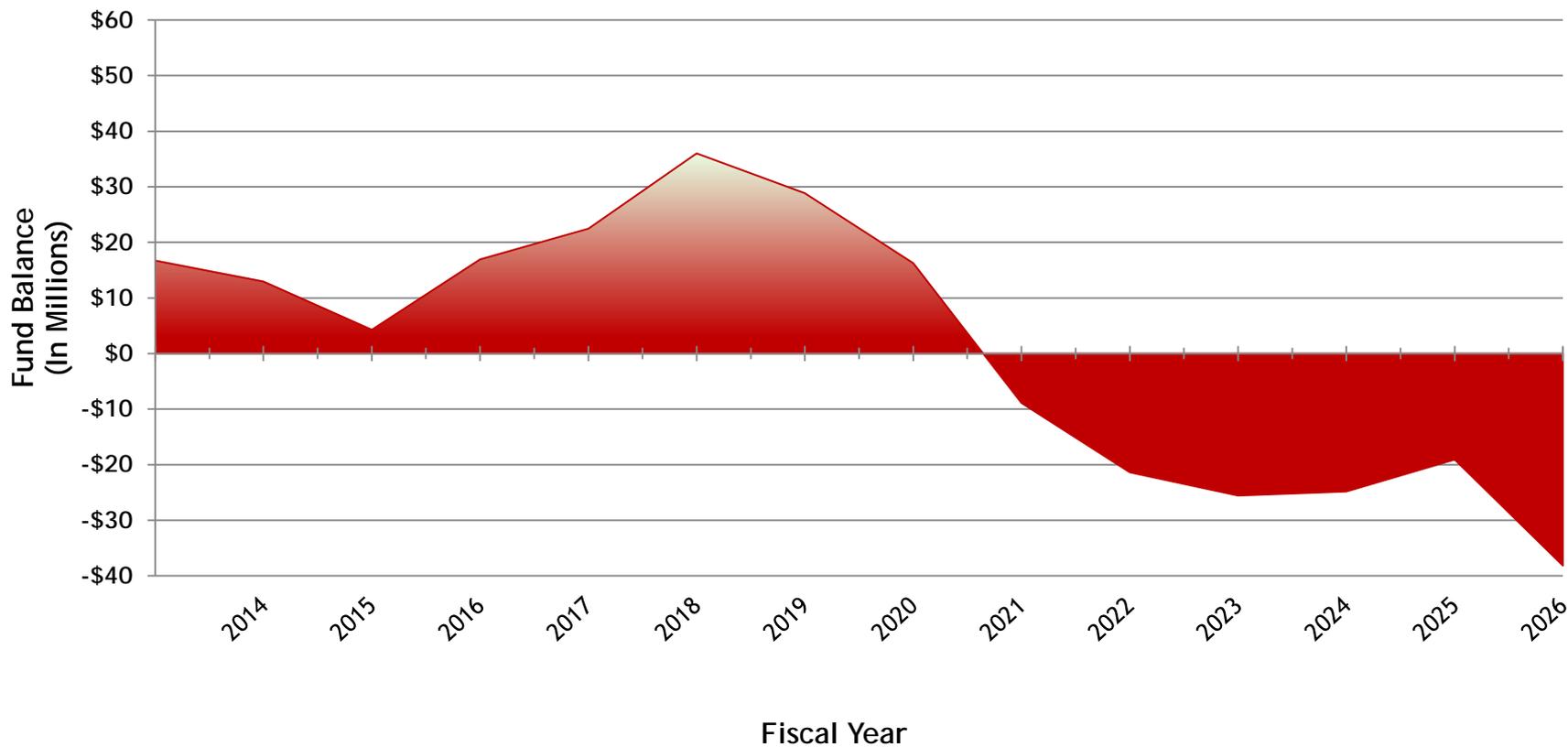
- * Large fund balance in the first 5 years of the program.
 - * Allow projects meeting development milestones to advance funding to better align with schedules
- * Program remains in balance through FY 2020
- * Long-term deficit caused by decline in federal revenues

Draft FY 2015 ALCP: Characteristics

- * Due to the long-term deficit, the FY 2015 continues the temporary elimination of program inflation and bonding.
- * No program rebalancing needed due to the variance of federal revenues
 - * Expiration of MAP-21 on September 30, 2014.
- * Near-term advancements were made consistent with the priorities established in the May 28, 2014 ALCP Policies and Procedures
 - * Advancements from FY16-FY18 to FY15-FY17 to match work schedules
- * Maintain fund balance from FY 2017 - FY2020 to help mitigate any further decreases in federal revenues

Draft FY 2015 ALCP: Financials

Draft FY 2015 Arterial Life Cycle Program



Draft FY 2015 ALCP: Summary

- * The Draft FY 2015 Arterial Life Cycle Program:
 - * Continues the elimination of program inflation and bonding
 - * Consistent with the programming principles in the ALCP Policies and Procedures, as approved May 28, 2014
 - * Maintains a conservative approach while meeting near-term needs
- * Staff will continue to monitor changes in the federal-aid program



Requested Action:

Recommend approval of (1) the Draft FY 2015 Arterial Life Cycle Program (ALCP) and (2) amendments and administrative modifications to the 2035 Regional Transportation Plan and to the FY 2014-2018 MAG Transportation Improvement Program, as appropriate.