

# Draft Fiscal Year 2016 Arterial Life Cycle Program

Transportation Review Committee  
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John Bullen  
Transportation Planner II

# Draft FY 2016 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:

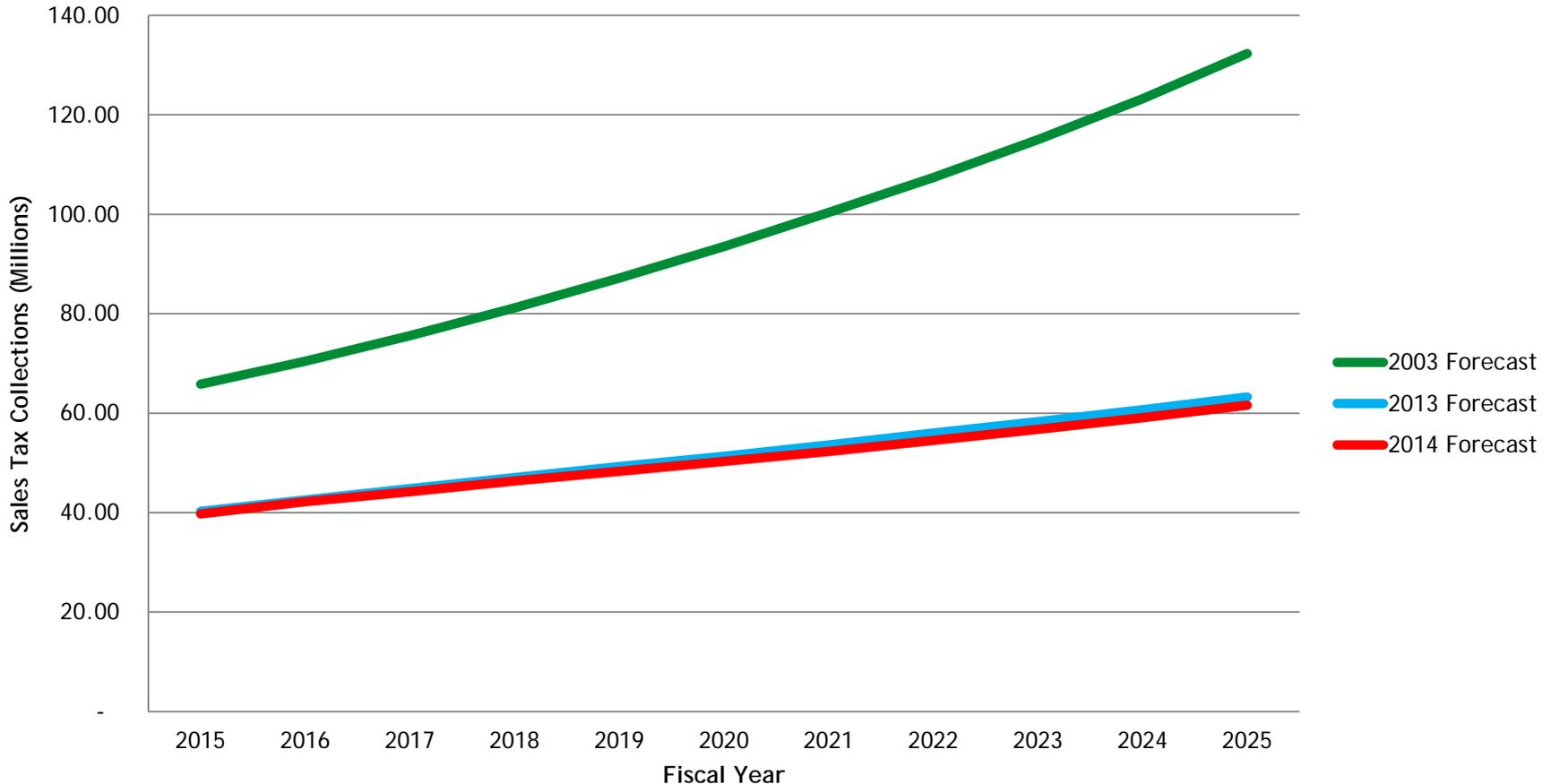
Adjust Reimbursements (as needed)

# Draft FY 2016 ALCP: Project Changes



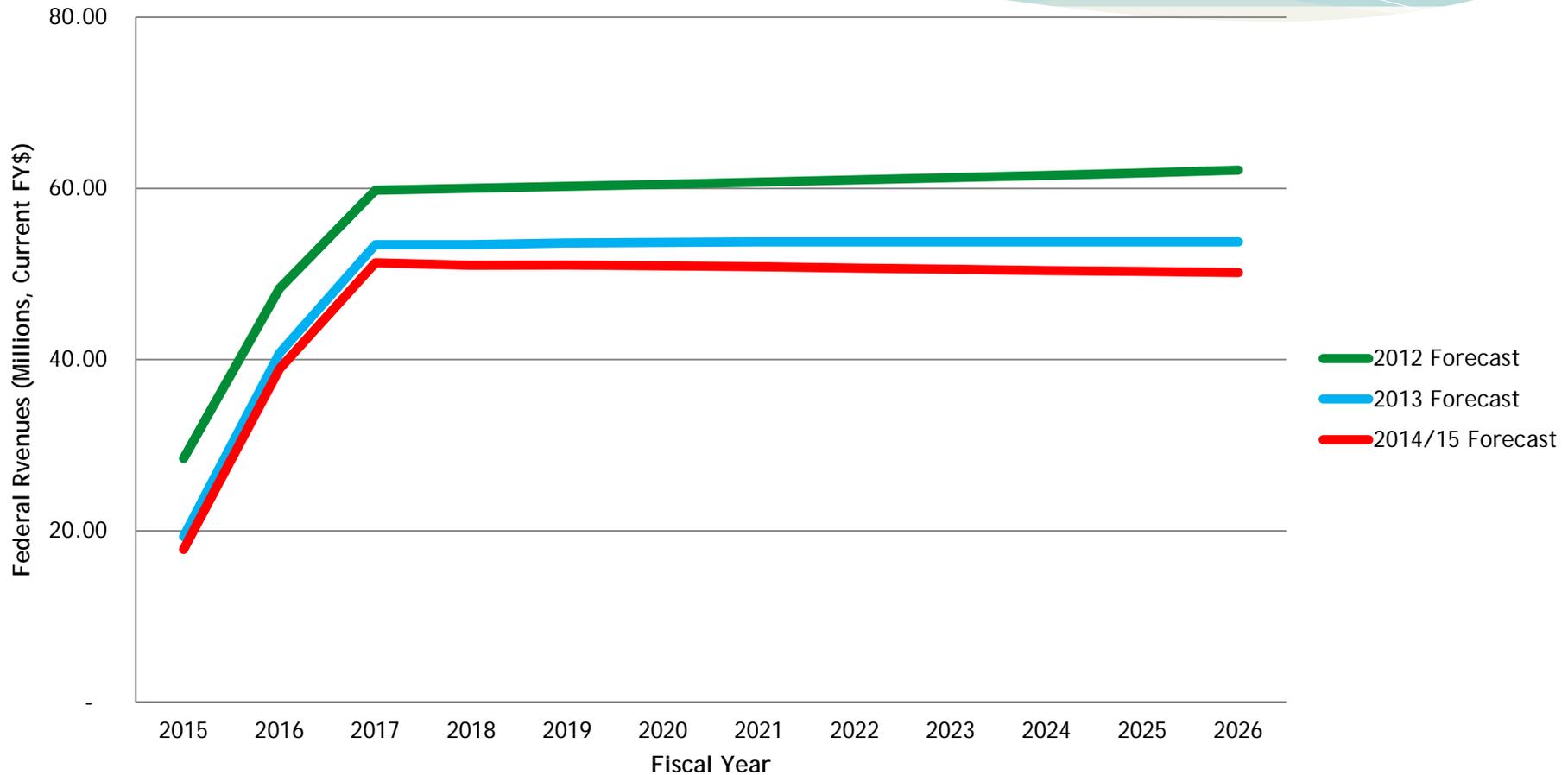
- \* MAG distributed project workbooks in late January
- \* Lead Agencies provided updated project costs and schedules
- \* Reimbursements were adjusted in accordance with updated schedules and the programming principles
- \* Project change requests were reviewed and approved by the Street Committee
  - \* One request: Expand limits of Pima Rd at Happy Valley to Happy Valley Rd: Pima Rd to Alma School Rd

# Draft FY 2016 ALCP: RARF Forecast



There was a \$11.65 million, or 2.06%, decrease in the RARF forecast

# Draft FY 2016 ALCP: Federal Revenues



There was no change in projected federal revenues over last year's forecast.

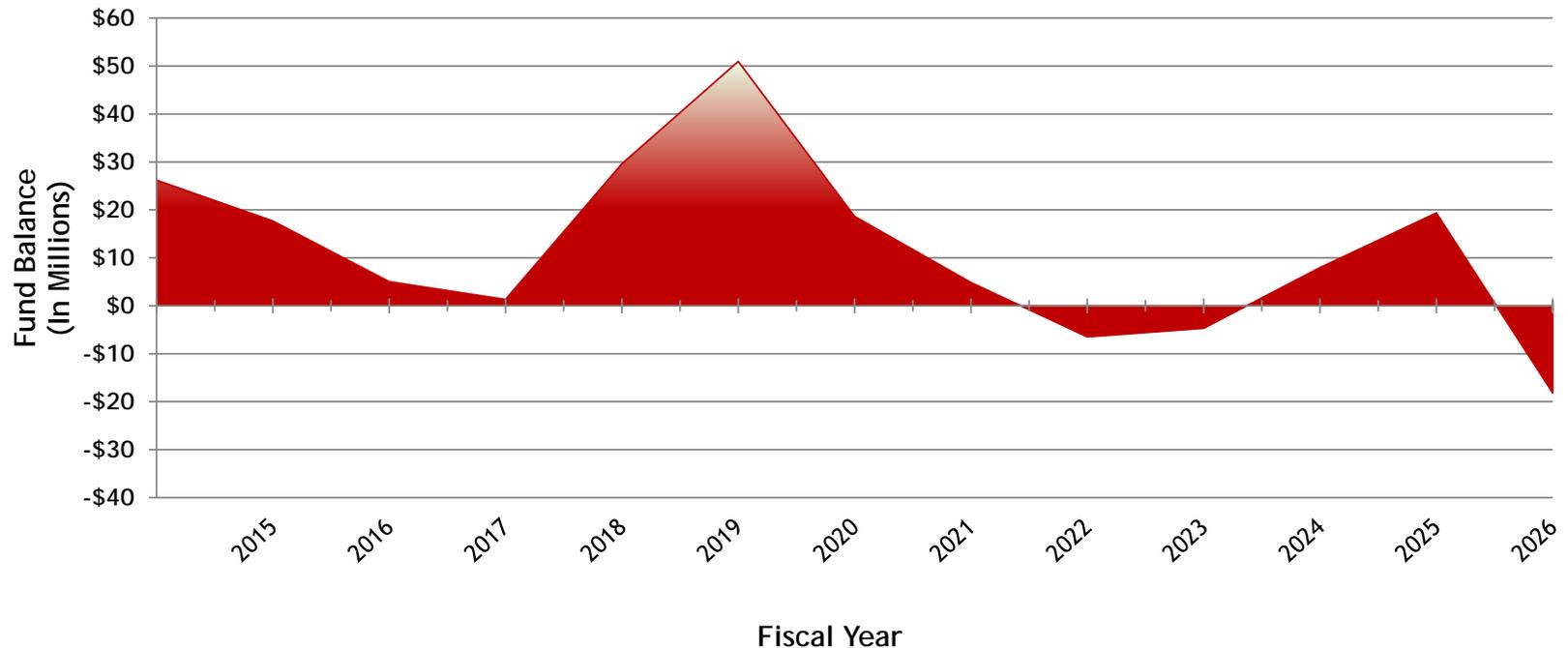
# Draft FY 2016 ALCP: Development



- \* A conservative approach to last year's ALCP mitigated adverse effects of the RARF decrease
- \* Project work schedule deferrals from Phase III to Phase IV created a large fund balance in the near-term
- \* Reimbursements were advanced to better match work to funding
  - \* Approx. \$2 million per Lead Agency
- \* Since there is still a program deficit, the elimination of program bonding and inflation is continued.

# Draft FY 2016 ALCP: Fund Balance

## Draft FY 2016 Arterial Life Cycle Program



- \* New revenue projections result in a program deficit of \$18.1 million
- \* The program remains in balance from FY 2016 through FY 2022

# Draft FY 2016 ALCP: Summary

- \* Due to the long-term deficit, the FY 2016 ALCP continues the temporary elimination of program inflation and bonding.
  - \* No program rebalancing needed due to the variance of revenues
- \* Advancements were made to accelerate funding
  - \* Consistent with the ALCP Policies and Procedures; advancements will better match work and reimbursement
- \* Maintain fund balance from FY 2016 - FY2022.
  - \* Additional deferrals and advancements expected as part of the FY 2017-FY2021 TIP & FY 2017 ALCP development.



Requested Action:

Recommend approval of the Draft FY 2016 Arterial Life Cycle Program (ALCP).