

FFY 2009 MAG Interim Closeout

PLEASE REVIEW HANDOUTS AT YOUR SEAT

MAG Management Committee

June 10, 2009

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Topics

1. Review of new handouts
2. TRC Actions
3. Deferred Projects & Deletion of Funds
4. Submittal of Projects
5. Discussion and Action



New Handouts

- **New Memo**
- **Table A: Project Deferrals and Deletions**
 - Page 1 and 2, new requests to defer projects and remove federal funds = \$3.4 million
 - Previously approved project deferrals and deletions = \$10.6 million
- **Table B: Projects Submitted for Closeout**
 - Lists all projects submitted, cost effectiveness score, and the far right column is the recommendation from TRC.
- **Justification Letters**



TRC Actions

- **May 28, 2009** – Recommended approval of additional projects to be deferred from FFY09 to FFY2010 or later, and recommended approval of additional projects requesting to remove federal funds. (Table A page 1 – 2)
- **June 8, 2009** – Recommended approval of projects to be funded with funding available through the FY 2009 Closeout as annotated in Table B.



Draft FFY09 Principles

600. Closeout Process – Deferrals

- For all projects, member agencies would be allowed a one time deferral without justification.
- If a project is requesting to be deferred for the second time or more, the sponsoring agency for the project will submit a justification letter explaining why the project should remain in the MAG Federal Fund Program.
- This justification letter with the deferral notification will be taken through the MAG Committee Process, beginning at TRC.
 - **If the justification is approved the project would remain in the program.**
 - **If the justification is not submitted or not approved, the project would be removed from the program.**



Project Deferrals and Deletions

- 4: Projects requesting to be deferred for a second time or more
 - Justification letters
- 2: Projects requesting a first time deferral
- 5: Projects requesting federal funds to be removed

Total = \$3,393,030



Closeout Process Deferrals

QUESTIONS?



Funding Available





FFY09 Closeout Funds

- **Available** - CMAQ & STP \$154 million
- **Programmed** - \$138.7 million
- **Defer Projects or Delete Funds** - \$14 million and \$21.4 STP - ALCP
- **Unobligated balance** – \$50.4 million
- **Carry Forward** - \$22 million for the Arterial Life Cycle Program (ALCP)

**Unobligated funds for FFY09 Closeout
\$28.7 million**



Draft FFY09 Principles

700. Closeout Process - Prioritization of Unobligated Federal Funds

Projects submitted for use of Closeout funds will be selected based on the following three priorities in order:

1. Advancing projects (or phases of projects) of the same mode, that are already programmed in the current Transportation Improvement Program (TIP) with MAG federal funds from a future year, in chronological order of the TIP;
2. Adding additional federal funds to an existing, unobligated project, up to the originally programmed, federal-aid maximum, or the maximum established by the mode in the RTP, whichever is less.
3. New projects



Projects Submitted for FFY09 Closeout

- 71 Projects Submitted, seven were submitted after the due date for \$79.7 million
- \$28.7 million Available
- Table B is organized by Priority Category, then Cost Effectiveness (Request at TRC meeting 5-28-09)
 - **Please note: Some projects do not have cost effectiveness scores, this does not mean they are 'ranked' low**



Projects Submitted for FFY09 Closeout - Table B

Priority Code Key:

1 = Advance

1A = Advance portion of construction project for a new design phase

1 – 2 = Advance and request Additional Funds

2 = Additional Funds

2# = Additional funds for previously obligated project

3 = New Funds

3A = New CMAQ funds on a TEA funded project

***** = Request to utilize funds from a deleted project



TRC Recommendations

- 1 = Advance - **\$350,000**
- 1A = Advance portion of construction project for a new design phase - **\$1.216 million**
- 1 – 2 = Advance and request Additional Funds - **\$2.59 million**
- 2 = Additional Funds (using max of Priority 1-2) - **\$17.78 million**
- 2# = Additional funds for previously obligated project (using max of Priority 2) - **\$146,439**
- 3 = New Funds - **\$6.56 million**



Policy Implication

Current Policy - Up to the originally programmed, federal-aid maximum, or the maximum established by the mode in the RTP, whichever is less.

- **RTP Policy:** 70% – Federal/30% – Local match for Bike, Ped, ITS, Arterial
- **RTP Policy** for Paving Dirt Road Projects – Depends on Year programmed; 50/50, 70/30, 94.3/5.7%
- **Federal Aid Maximum** - 94.3/5.7%
- **Federal Energy Act of 2007** – allows CMAQ projects in 2008 and 2009 to obligate at 100%



TRC Recommendations - Policy Implication

- **Majority of TRC recommendations:**
 - Either the Federal Aid Maximum: 94.3/5.7%
 - Or Federal Energy Act of 2007 – allows CMAQ projects in 2008 and 2009 to obligate at 100%
- Different Policy direction than the RTP guidelines



On the Agenda For Action

On the agenda for possible action to approve a list of projects to be deferred from FFY 2009 to FFY 2010 or later, approve additional projects requesting removal of Federal Funds, and to make recommendations on priorities utilizing MAG Federal funds, which become available through the FFY 2009 Closeout Process and make the necessary amendments and modifications to MAG programs.

QUESTIONS & DISCUSSION

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