

# MARICOPA ASSOCIATION OF GOVERNMENTS

## INFORMATION SUMMARY... for your review

### ~Revised~

**DATE:**

August 5, 2013

**SUBJECT:**

Year End Closeout Report of Federal Fiscal Year 2013 Funds, and Evaluation of Federal Fiscal Year 2014 Funding Levels

**SUMMARY:**

Since the mailout of the Management Committee agenda, the MAG Transportation Review Committee (TRC) met on August 1, 2013, to review Federal Fiscal Year (FFY) 2013 and FFY 2014 estimated funding, and made a recommendation to close out these FFY 2013 Congestion Mitigation and Air Quality Improvement (CMAQ) funds. The option recommended is to use \$3.9 million of CMAQ funds to advance the City of Mesa Gilbert Road light rail project. Future year reimbursements for the Gilbert Road light rail project will be decreased by \$3.9 million. Additionally, there are corrections to the tables. The All Funds for MAP-21 and the Final Percentage of Change for 2014 have been updated on Table A. The Obligation Authority Total for Both Areas has been updated on Table B. Please see attached materials.

On July 6, 2012, the Moving Ahead for Progress in the 21st Century (MAP-21) Surface Transportation Authorization Act was signed into law. On January 30, 2013, the MAG Regional Council approved the Closeout of the FFY 2013 Federal Highway Administration (FHWA), CMAQ and Surface Transportation Program (STP) funding. On February 27, 2013, the Regional Council approved funding for the design phase of projects. Since these actions to close out FFY 2013, MAG has been informed that certain projects expected to proceed in FFY 2013 will not proceed this year, and additional final voucher savings have been added. This amounts to approximately \$4.1 million that is at risk. Any funding transaction requests to FHWA must be completed prior to the close of the FHWA's accounting systems. To meet this deadline, requests by MAG to ADOT should be submitted to ADOT no later than August 30, 2013.

In May 2013, ADOT announced FHWA sub-allocations of funding which includes Maricopa County member agencies only of the MAG planning region. Funding for FFY 2014 is estimated at this time and does include all MAG planning areas in Maricopa and Pinal counties. For the MAG region, a comparison of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users (SAFETEA-LU) to the Moving Ahead for Progress in the 21st Century Act (MAP-21) of allocations, a summary of FFY 2013 expected project authorizations, estimated FFY 2014 funding levels, and an overview of Obligation Authority (OA), and the recommended advancement of the Gilbert Road Lightrail project will be reviewed.

**PUBLIC INPUT:**

None.

**PROS & CONS:**

**PROS:** Approval of this recommendation will protect regional federal funding and allow for transportation project phases to advance in the MAG region for FY 2013 and may provide cost savings by reducing debt service.

CONS: There is no guarantee that sufficient funds will be available in the following fiscal years.

**TECHNICAL & POLICY IMPLICATIONS:**

TECHNICAL: Action to close out the FFY 2013 MAG federally funded program is needed to ensure that all MAG federal funds are fully used in a timely and equitable manner. Funds that are not used are at risk and subject to recession. These actions may include any necessary amendments or administrative adjustments to the FY 2011-2015 MAG TIP to allow the projects to proceed.

POLICY: Previously adopted MAG policies on the allocation of uncommitted and redistributed federal funds to projects have been followed.

**ACTION NEEDED:**

Recommend approval to proceed with FFY 2013 Federal funding advancement of \$3.9 million of CMAQ funding, and to the related FY 2011-2015 MAG Transportation Improvement Program, Arterial Lifecycle Program, and Regional Transportation Plan 2010 Update amendments.

**PRIOR COMMITTEE ACTIONS:**

On August 1, 2013, the Transportation Review Committee recommended approval of this item.

MEMBERS ATTENDING

- |   |  |
|---|--|
| Avondale: Shirley Gunther for<br>David Fitzhugh | Maricopa County: John Hauskins                   |
| Glendale: Debbie Albert, Acting Chair           | Mesa: Jeff Martin for Scott Butler               |
| ADOT: Kwi-Sung Kang for Floyd<br>Roehrich       | * Paradise Valley: Jim Shano                     |
| Buckeye: Scott Lowe                             | * Peoria: Andrew Granger                         |
| Chandler: Dan Cook                              | Phoenix: Rick Naimark                            |
| * El Mirage: Sue McDermott                      | * Queen Creek: Troy White                        |
| # Fountain Hills: Randy Harrel                  | Scottsdale: Vacant                               |
| * Gila Bend: Eric Fitzer                        | Surprise: Sunell Garg for Terry Lowe             |
| * Gila River: Doug Torres                       | * Tempe: Vacant                                  |
| Gilbert: Leah Hubbard                           | Valley Metro: John Farry                         |
| Goodyear: Cato Esquivel                         | Wickenburg: Vince Lorefice for Rick<br>Austin    |
| * Guadalupe: Vacant                             | Youngtown: Grant Anderson for Jeanne<br>Blackman |
| Litchfield Park: Woody Scoutten                 |  |

EX-OFFICIO MEMBERS ATTENDING

- |   |   |
|---|---|
| *Street Committee: Charles Andrews,<br>Avondale | Bicycle/Pedestrian Committee: Katherine<br>Coles, Phoenix |
| *ITS Committee: Catherine Hollow, Tempe         | *Transportation Safety Committee: Renate<br>Ehm, Mesa     |
| FHWA: Ed Stillings                              |   |

- \* Members neither present nor represented by proxy.
- + Attended by Videoconference
- # Attended by Audioconference

**CONTACT PERSON:**

Teri Kennedy, (602) 254-6300.

~Revised~

TABLE A: SUMMARY

## Total SAFETEA-LU compared to MAP-21

Year	All Funds SAFETEA-LU	All Funds MAP-21	Difference	% Change	OA Rate	Final % Change FHWA
2013	124.1	113.7	-10.4	-8.37%	95.5%	-12.49%
2014	126.0	116.0	-9.9	-7.90%	95.5%	-12.04%

Displayed in millions of US dollars

SAFETEA-LU projections used from last RTP 2010 Update

MAP-21 FFY2013 actuals used, FFY2014 estimated used.

FFY 2013 includes only CMAQ 2.5 for expanded boundaries, all other funding left at CAG/ADOT

FY 2014 includes all expanded boundary funding

TABLE AA: DETAIL

## MAG FHWA Funding SAFETEA-LU vs MAP-21.

Year	STP Compared				CMAQ Compared					HSIP Compared			Planning Funds			New
	STP - SAFETEA-LU	STP MAP-21	Difference	% Change	CMAQ-SAFETEA-LU	CMAQ PM 2.5	CMAQ MAP-21	Difference	% Change	HSIP-SAFETEA-LU	HSIP MAP-21	% Change	PL +SPR-SAFETEA-LU	PL + SPR MAP-21	% Change	Transportation Alternatives
2013	61.6	54.0	-7.5	-12.26%	55.8	0.7	48.3	-6.9	-12.31%	0.9	1.4	30.67%	5.8	4.7	-18.44%	4.6
2014	62.6	55.4	-7.2	-11.53%	56.6	0.7	48.3	-7.6	-13.50%	0.9	1.9	112.41%	5.8	5.0	-13.91%	4.7

SAFETEA-LU projections used from last RTP 2010 Plan update

MAP-21 as announced on May 13, 2013, 100% Apportionments (95.5% Obligation Authority not applied)

**Table B: FFY2013 MAG FHWA Authorizations, Allocations, and Expenditures**

MAG Region FFY2013 Closeout 3rd Quarter: CMAQ and STP <sup>(1)</sup>						Unprogrammed <sup>(2)</sup>
Year/Type of funds	OA Rate	Apportionments	^OA both Areas	CMAQ	STP <sup>(3)</sup>	CMAQ2.5, HSIP, TA
FFY2012 FHWA Carry Forward	100%	63,593,207	13,437,714	13,437,714	50,242,838	-
<i>Revenues</i>						
FFY2013 FHWA Allocations	95.5%	102,313,507	97,709,399	46,100,023	51,609,377	5,586,018
FFY2013 FHWA MPO/COG loans/transfers			1,580,514	-	1,580,514	
FFY2013 Final Vouchers (closed projects)	100%		8,420,813	8,329,798	91,016	-
<i>Expenditures</i>						
FFY2013 FHWA estimated Authorized Projects	100%		103,654,368	40,874,728	63,089,479	1,268,573
FFY2013 FHWA Transfers to Transit, <sup>(4)</sup>	100%		17,331,358	17,331,358	-	-
<b>Totals</b>			<b>162,714</b>	<b>9,661,449</b>	<b>(9,808,573)</b>	<b>4,317,445</b>
						<b>Outstanding OA</b>
						<b>4,170,321</b>

(1) Maricopa County only Allocations, prior to boundary expansion

(2) CMAQ2.5 was not programmed in FFY2013 by CAG/ADOT, deposited on MAG Ledger June 2013

(3) FFY2012 STP Carry Forward Apportionment does not currently have OA available

(4) FFY2013 Regional Transportation Plan scheduled transfer of \$16,388,358, plus design advancement \$943,000.

**Table C: FFY2014 MAG ESTIMATED FHWA Authorizations, Allocations and Expenditures**

ESTIMATED FHWA Funding Levels for FFY2014						Unprogrammed
Year/Type of funds	OA Rate	Apportionments	OA (STP-MAG, CMAQ)	CMAQ	STP	CMAQ2.5, HSIP, TA, STP-PC
FFY2013 Carry Forward		-	(147,124)	9,661,449	(9,808,573)	4,317,445
<i>Revenues</i>						
FFY2014 FHWA Allocations	95.50%	102,313,507	101,145,370	46,100,023	54,041,232	8,660,158
FFY2014 FHWA MPO/COG loans/transfers						
FFY2014 Final Vouchers (closed projects) <sup>(5)</sup>			-			-
<i>Expenditures</i>						
FFY2014 FHWA estimated Authorized Projects			99,423,007	32,241,597	67,181,410	7,091,926
FFY2014 FHWA Transfers to Transit			16,322,140	16,322,140	-	-
<b>*Total FHWA FFY2014 Estimates</b>			<b>\$ (14,746,902)</b>	<b>\$ 7,197,734</b>	<b>(22,948,751)</b>	<b>5,885,677</b>
						<b>Outstanding OA</b>
						<b>(9,865,340)</b>

(5) FFY2014 Final Vouchers and project savings are subject to substantial change based on ADOT and FHWA.

The amount will be updated as information is received.

\*All amounts are in YOES\$, and OA and funding amounts are subject to change based on federal authorization levels and ADOT allocations.