

Draft Fiscal Year 2016 Arterial Life Cycle Program

Management Committee
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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)
- * The detailed TIP listings are included in agenda item #5C



Development of the ALCP

Step 1:

Update Project Work Schedules and Costs



Step 2:

Update Revenue Forecasts



Step 3:

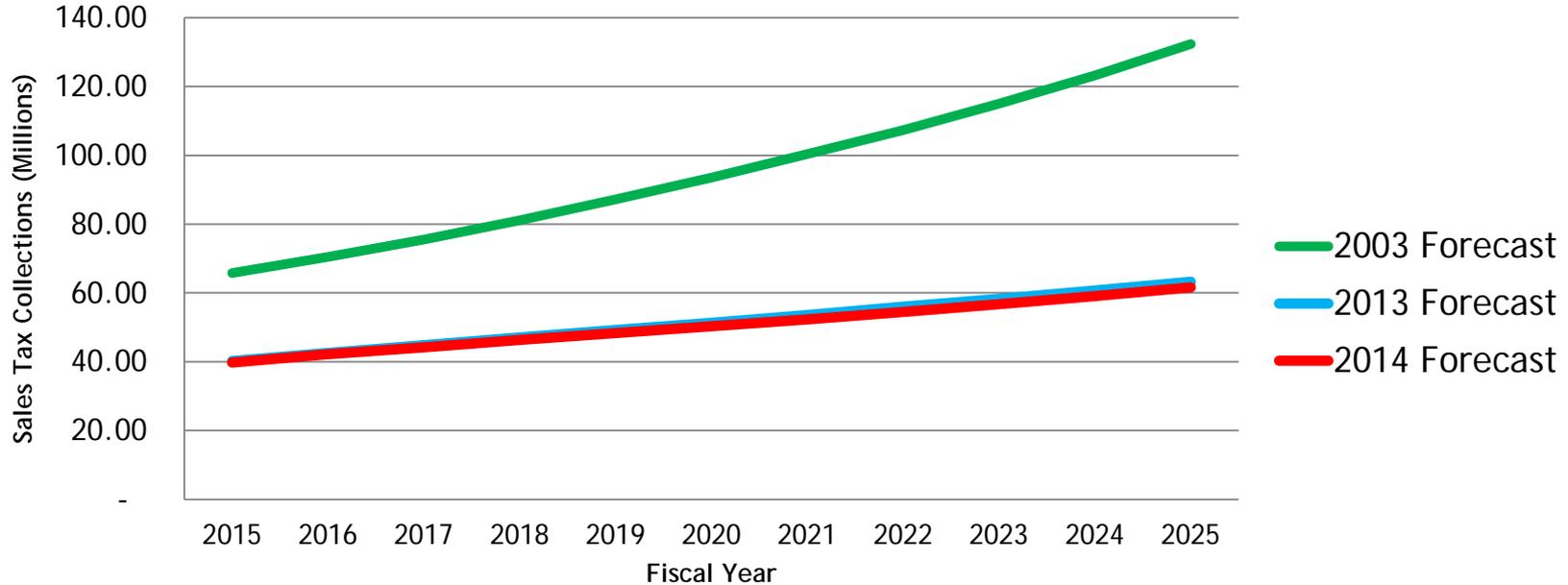
Adjust Reimbursements (as needed)

Step 1: Project Work Schedules & Costs



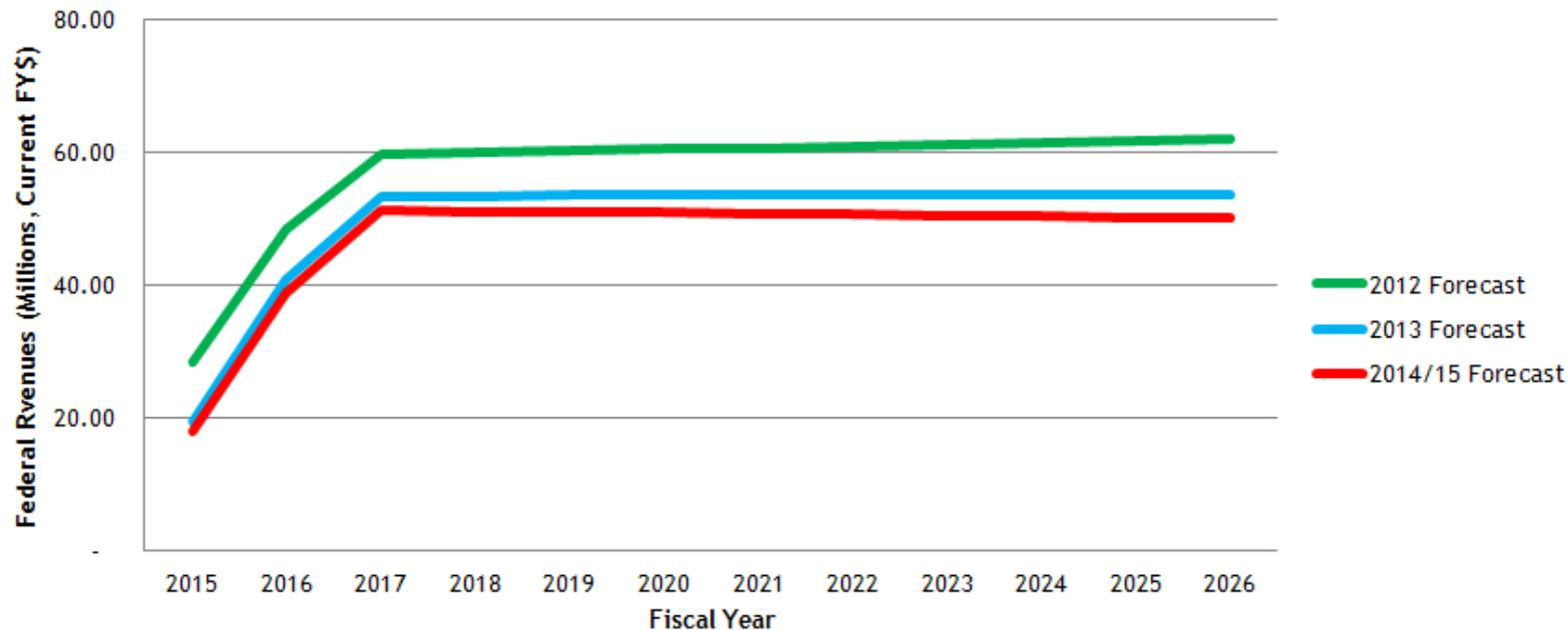
- * MAG distributed project workbooks in late January
- * Lead Agencies provided updated project costs and schedules
- * Reimbursements were adjusted in accordance with updated schedules and the programming principles
- * Project change requests were reviewed and approved by the Street Committee

Step 2: Update Revenue Forecasts - RARF Revenues



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

Step 2: Update Revenue Forecasts - Federal Revenues



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

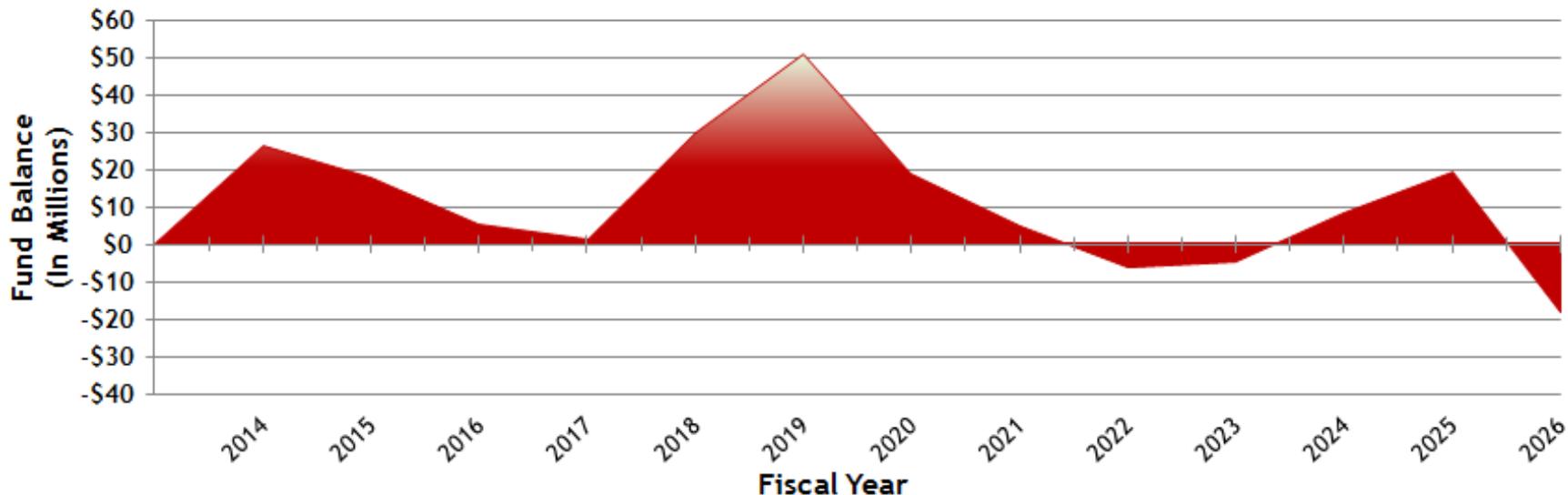
Step 3: Adjust Reimbursements



- * 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
- * The Program is in balance through FY 2022.
- * Improved alignment of work and programmed reimbursement



Requested Action:

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