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# Legislative Update

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MAG Management Committee

June 10, 2009

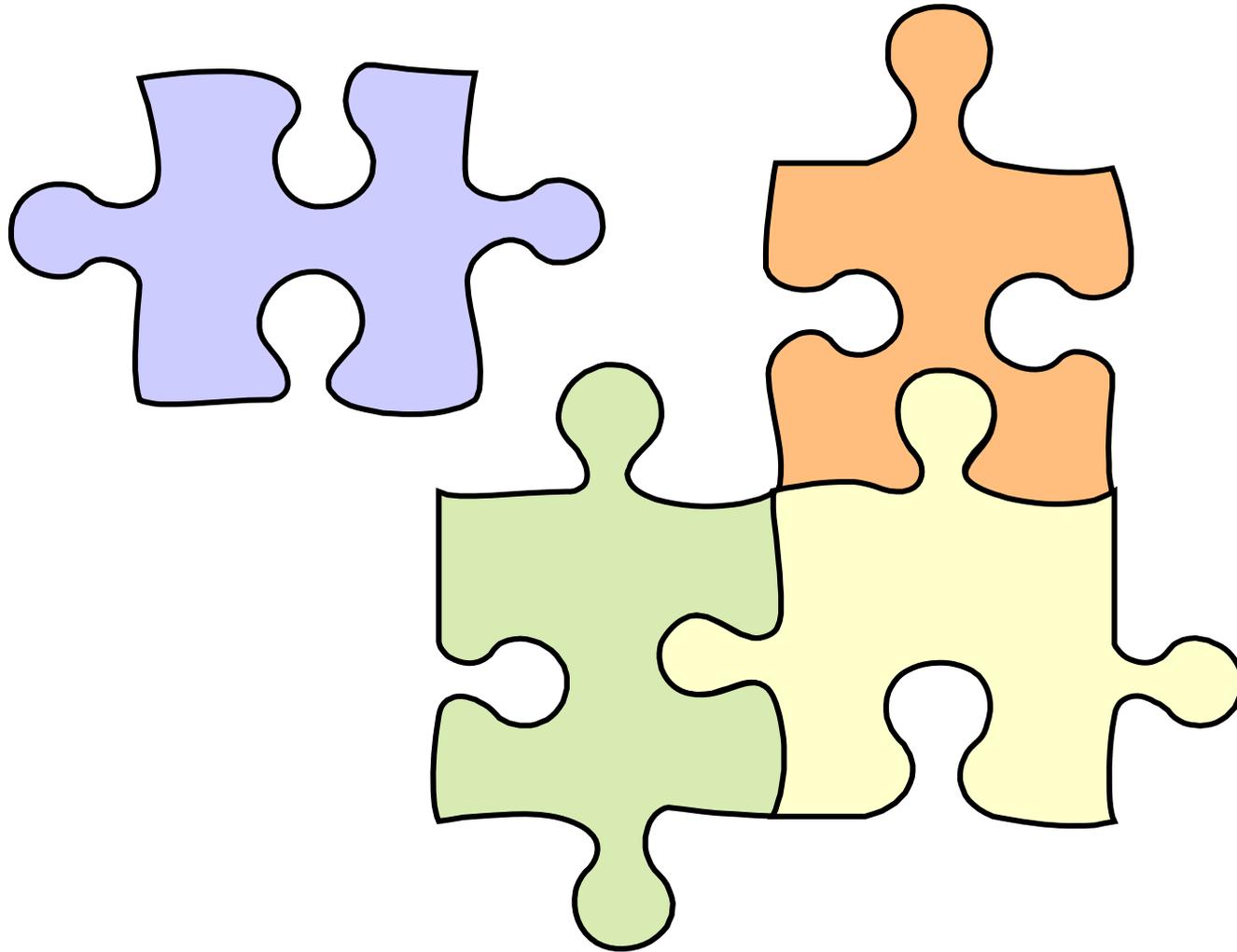
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# Legislative Update

- Transportation Reauthorization
    - White House FY 2010 Budget
    - Highway Trust Fund
    - White House Corporate Average Fuel Economy (CAFE) Standards
  - ARRA Transportation Investment Generating Economic Recovery (TIGER) Grants
  - State Transportation Revenue & Budget
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# Transportation Reauthorization



# White House FY 2010 Budget

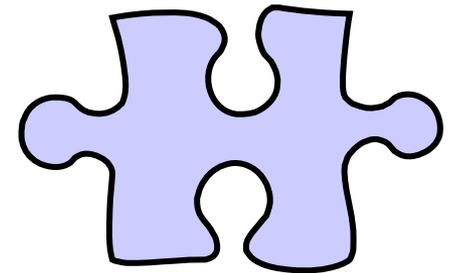


## ■ Highways

- \$40.7 billion in 2009 to \$41.1 billion in 2010
  - \$5.0 billion from Trust Fund
  - \$36.1 billion from the general fund

## ■ Mass Transit

- 1% increase for FTA programs



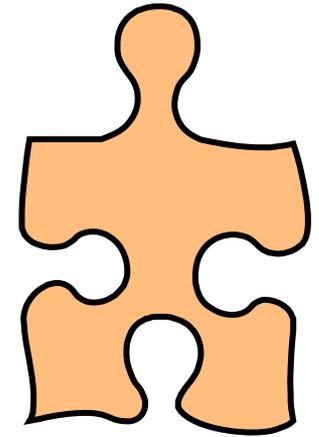
## ■ Rail

- \$1 billion for Capital Assistance for High-Speed Rail Corridors and Intercity Passenger Rail Service

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# Highway Trust Fund

- Projected shortfall in September 2009
- Will require injection of funding: \$4 billion
- Move from daily to weekly reimbursements
- Similar issue foreseen for FY 2010
- May fix 2009 & 2010 together:
  - Total \$10-11 billion



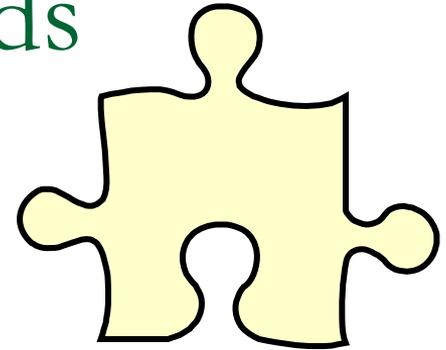
Funding source uncertain:

Administration is proposing program reductions

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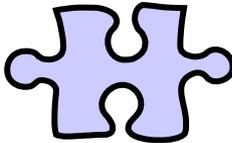
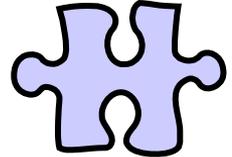
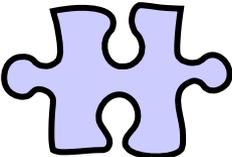
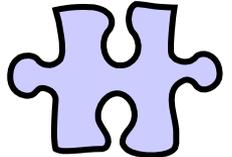
# White House CAFE Standards

- Increase fuel economy
- Lower GHG from new cars/trucks by 30%
- Manufacturer fleet average
  - 30.5 miles per gallon; effective 2016



Expected to reduce Highway Trust Fund revenue  
by \$2.1 billion (cumulative) by 2017

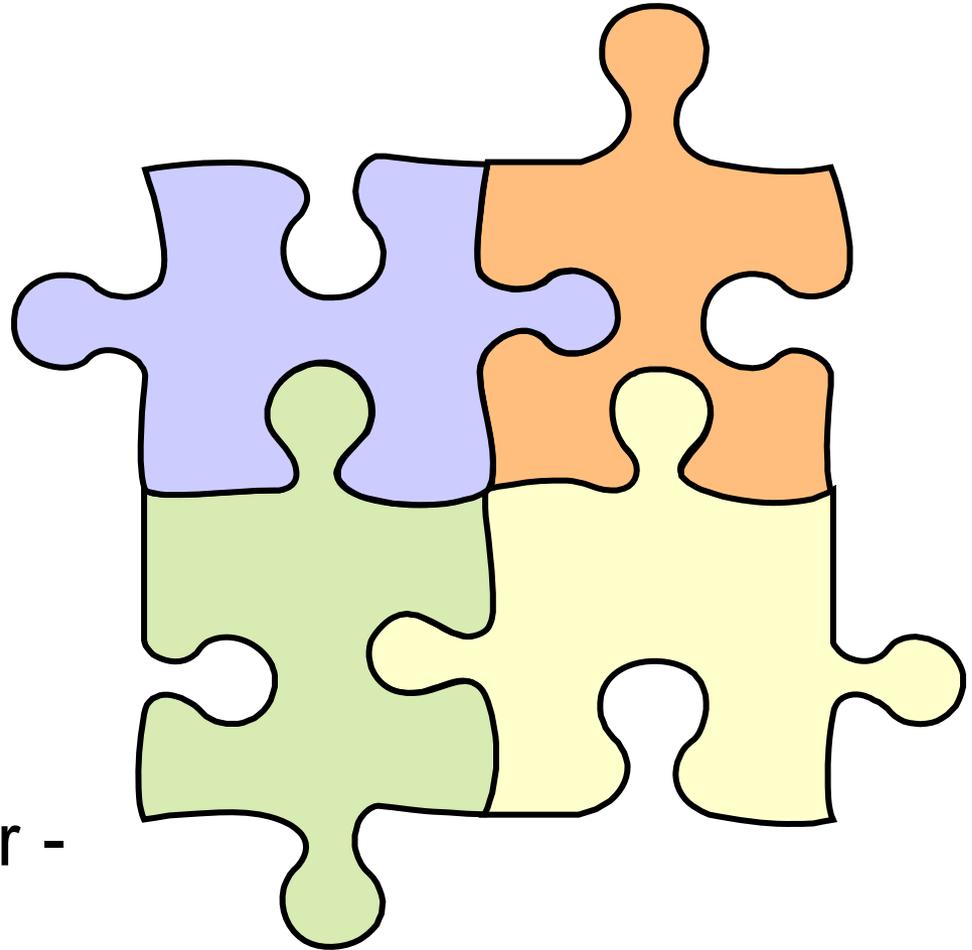
# Other Puzzle Pieces

- 2010 Appropriations Process 
- Mounting debt 
- No additional revenue: gas tax or VMT 
- Cap-and-trade legislation 



# Reauthorization

- Set to expire at the end of September 2009
- Based on HTF shortfall, FY 2010, etc...
- May not see enactment until sometime next year - or even later



# ARRA TIGER Discretionary Grants

- \$1.5 billion nationally
- \$300 million max per state
- Minimum project size \$20 million
- Applications due September 15, 2009



Information and Federal Register:  
[www.dot.gov/affairs/2009/dot6909.htm](http://www.dot.gov/affairs/2009/dot6909.htm)



# State Transportation Revenue & Budget

- Highway User Revenue Fund
  - Down 7.4% over FY 2008
  - Down 16% in May 2009 versus May 2008
- Legislature's FY 2010 Proposal
  - 15% reduction = \$167.5 million fund transfer



**ADOT News Release:**

<http://www.azdot.gov/CCPartnerships/News/NRel2330.asp>

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