





Modernizing the Infrastructure Permitting Process

Goal Leaders

Mary Neumayr, Chief of Staff, Council on Environmental Quality (CEQ)

Angela Colamaria, Acting Executive Director, Federal Permitting Improvement Steering Council (FPISC)

Dustin Brown, Deputy Assistant Director for Management, Office of Management & Budget (OMB)





Goal Statement

- Reduce the time for the Federal Government's processing of environmental reviews and authorization decisions for new major infrastructure projects to an average of 2 years.
- Provide consistent, coordinated, and predictable Federal environmental reviews and authorization processes for infrastructure projects.



Challenge

• The American people rely on infrastructure improvements to benefit our economy, society, and environment. However, inefficient decision processes, including for environmental reviews and permit decisions or authorizations, have delayed infrastructure investments and increased project costs.



Opportunity

- Improving the Federal environmental review and authorization process will enable infrastructure project sponsors to start construction sooner, create jobs earlier, and fix our Nation's infrastructure faster while also ensuring that a project's potential impacts on environmental and community resources are considered and managed throughout the planning process.
- Infrastructure investment strengthens our economic platform, makes America more competitive, creates jobs, increases wages for American workers, and reduces the costs of goods and services for American families and consumers.



Leadership

Core Team:

- Office of Management & Budget (OMB): OMB's Office of Personnel and Performance Management oversees the day-to-day
 management of the Infrastructure Permitting CAP Goal and provides direction on goal-related policy development. OMB also
 oversees the accountability system, including how agencies incorporate related performance goals in agency and personnel
 plans.
- Council on Environmental Quality (CEQ): CEQ's National Environmental Policy Act (NEPA) team provides policy direction on NEPA regulations and environmental policies and may mediate disputes relating to implementation of substantive environmental statutes/regulations. CEQ also is developing the One Federal Decision framework with OMB.
- Federal Permitting Improvement Steering Council (Permitting Council or FPISC): The Permitting Council's Office of the Executive Director is charged with coordinating across agencies to improve the Federal environmental review and authorization process, including developing and tracking agencies' adoption of recommended "best practices" for a range of permitting activities, such as early stakeholder engagement, timely decision-making, and interagency coordination.

Agency Partners:

- Advisory Council on Historic Preservation
- Department of the Army
- Department of Agriculture
- Department of Commerce
- Department of Defense
- Department of Energy
- Department of Homeland Security
- U.S. Institute for Environmental Conflict Resolution

- Department of Housing and Urban Development
- Department of the Interior
- Department of Transportation
- Environmental Protection Agency
- Federal Energy Regulatory Commission
- Nuclear Regulatory Commission
- General Services Administration





Modernizing the Infrastructure Permitting Process Goal Leaders: OMB, CEQ, FPISC

STRATEGY 1:

Standardize Interagency
Coordination

Major Actions

1.1: One Federal Decision

- Oversight: CEQ/OMB
- Implementation: Agencies

1.2: Permitting Timetables

- Oversight: OMB
- Implementation: Agencies

1.3: Engage Senior Agency Leadership

- Oversight: OMB
- Implementation: Agencies

1.4: Fee Regulations

- Oversight: FPISC/OMB
- Implementation: FPISC

STRATEGY 2:

Improve Predictability & Transparency

Major Actions

2.1: Permitting Dashboard

- Oversight: FPISC
- Implementation: Agencies

2.2: Early Coordination

- Oversight: FPISC
- Implementation: Agencies

STRATEGY 3:

Increase Agency Accountability

Major Actions

3.1: Accountability System

- Oversight: OMB
- Implementation: Agencies

3.2: Performance Goals

- Oversight: OMB
- Implementation: Agencies

3.3: Personnel Plans

- Oversight: OMB
- Implementation: Agencies

STRATEGY 4:

Identify and Implement
Best Practices

Major Actions

4.1: Identify Best Practices

- Oversight: FPISC
- Implementation: Agencies

4.2: Implement and Institutionalize Best Practices

- Oversight: FPISC
- Implementation: Agencies





Summary of Progress in the Last Quarter

Success Stories

• The Permitting Council's continuing efforts to ensure efficiency in the permitting process, break down silos through enhanced coordination, and provide oversight and issue resolution, have resulted in **\$1 billion** in costs savings through avoided permitting process delays (as reported by project sponsors and in publicly available information).

One Federal Decision Memorandum of Understanding

• On April 9th, Federal agencies with responsibility for conducting environmental reviews or making authorization decisions entered into a Memorandum of Understanding for Implementation of One Federal Decision (MOU). The MOU implements the March 20th OMB and CEQ memo ("M-18-13: One Federal Decision Framework for the Environmental Review and Authorization Process for Major Infrastructure Projects under Executive Order 13807"), outlining the roles and responsibilities for agencies and the process by which they should jointly and cooperatively process environmental reviews and make authorization decisions for major infrastructure projects.

Infrastructure Permitting Performance Accountability System

- In September, OMB established a performance accountability system that tracks the environmental review and authorization decision process for major infrastructure projects, engages agency officials in regular reviews of agency performance, and facilitates achievement of the Modernize Infrastructure Permitting CAP Goal.
- The accountability system applies to all Federal agencies that have a role in the environmental review and permitting process for major infrastructure projects.
- OMB will review agencies' performance at least once each quarter and will publish a quarterly scorecard of agency performance and overall progress toward achieving CAP Goal targets (See slide 11 for list of performance indicators.)

Notice of Proposed Rulemaking for FAST-41 Initiation Fee

- On September 4th, the Permitting Council, in conjunction with the General Services Administration, published a notice in the Federal Register proposing an initiation fee of \$200,000 for project sponsors to reimburse the FPISC Office of the Executive Director (FPISC-OED) for reasonable costs to implement certain requirements and authorities required under Title 41 of the Fixing America's Surface Transportation Act, as well as the operating costs of FPISC-OED.
- The <u>Notice of Proposed Rulemaking</u> explains the necessity for the fee and describes the proposed scope, structure, and possible exemptions.





Strategy 1: Standardize Interagency Coordination

- *Problem Targeted:* The Federal environmental review and permitting process for major infrastructure projects has historically been fragmented and uncoordinated. Up to 18 Federal agencies and 35 bureaus are responsible for individual, independent permitting and review decisions based on different statutory responsibilities that have developed over time.
- *Theory of Change:* Federal agencies should follow transparent and coordinated processes to eliminate duplication of effort among agencies, improve the efficiency of project delivery, and make better-informed decisions.

Key Milestones	Milestone Due Date	Milestone Status	Change from last quarter	Owner	Anticipated Barriers or other Issues Related to Milestone Completion		
1.1 Ensure Effective One Federal Decision (OFD) Implementation							
Publish OFD guidance document – OMB/CEQ issued <u>Memorandum M-18-13</u> on March 20, 2018	Q2 FY18	Complete	No Change	CEQ/OMB			
Begin OFD implementation – Agencies signed <u>OFD Memorandum of Understanding</u> on April 9, 2018	Q3 FY18	Complete	Action Completed	Agencies			
Begin publishing OFD implementation data	Q2 FY19* Q1 FY19	On Track	Milestone Due Date Changed	ОМВ			
1.2 Require Agencies to Develop and Use Collaborative Permitting Timetables for all Major Infrastructure Projects							
Provide guidance on developing and using permitting timetables	Q4 FY18 Q3 FY18	Complete	Action Completed	ОМВ			
Begin using permitting timetables for all major infrastructure projects	Q1 FY19* Q4 FY18	On Track	Milestone Due Date Changed	Agencies			
Begin publishing permitting table usage data	Q2 FY19* Q1 FY19	On Track	Milestone Due Date Changed	ОМВ			



Milestone due date has been updated to align with the Infrastructure Permitting Performance Accountability System.



Strategy 1: Standardize Interagency Coordination (continued)

- *Problem Targeted:* The Federal environmental review and permitting process for major infrastructure projects has historically been fragmented and uncoordinated. Up to 18 Federal agencies and 35 bureaus are responsible for individual, independent permitting and review decisions based on different statutory responsibilities that have developed over time.
- *Theory of Change:* Federal agencies should follow transparent and coordinated processes to eliminate duplication of effort among agencies, improve the efficiency of project delivery, and make better-informed decisions.

Key Milestones	Milestone Due Date	Milestone Status	Change from last quarter	Owner	Anticipated Barriers or other Issues Related to Milestone Completion		
1.3 Develop Standard Processes to Engage Senior Agency Leadership on Major Infrastructure Projects							
Provide guidance on standard processes to engage senior agency leadership	Q4 FY18 Q3 FY18	Complete	Action Completed	ОМВ			
Begin implementing processes for engaging senior agency leadership	Q1 FY19* Q4 FY18	On Track	Milestone Due Date Changed	Agencies			
Begin publishing data on senior agency leadership engagement	Q2 FY19* Q1 FY19	On Track	Milestone Due Date Changed	ОМВ			
1.4 Issue Fee Regulations to Provide Additional Resources for Interagency Coordination on FAST-41 Covered Projects							
Publish FAST-41 initiation fee Notice of Proposed Rulemaking – NOPR published on <u>Federal Register</u> on September 4, 2018	Q4 FY18 Q3 FY18	Complete	Action Completed	FPISC, OMB			
Publish FAST-41 initiation fee final rule	Q2 FY19** Q4 FY18	On Track	Milestone Due Date Changed	FPISC, OMB			

^{*} Milestone due date has been updated to align with the Infrastructure Permitting Performance Accountability System.

^{**} Milestone due date has been updated based on the FAST-41 initiation fee Notice of Proposed Rulemaking.



Strategy 2: Improve Predictability & Transparency

- Problem Targeted: The Federal environmental review and permitting process for infrastructure projects is perceived to be
 unpredictable and lack transparency. Variance in project review timelines can affect critical financing and siting decisions;
 delay needed upgrades, replacements, or new development; and ultimately, negatively affect American competitiveness.
- Theory of Change: Public reporting of environmental reviews and authorizations timelines and increased early and open coordination with key stakeholders can help improve predictability and transparency in the permitting process. The Permitting Dashboard is an online tool for Federal agencies, project developers, and interested members of the public to track the Federal government's environmental review and authorization processes for large or complex infrastructure projects, increasing predictability for project sponsors and promoting government accountability in the review process.

Key Milestones	Milestone Due Date	Milestone Status	Change from last quarter	Owner	Anticipated Barriers or other Issues Related to Milestone Completion	
2.1 Ensure Effective Use of the Infrastructure Permitting Dashboard						
Begin tracking certain infrastructure projects on the Permitting Dashboard	Q1 FY19* Q4 FY18	On Track	Milestone Due Date Changed	OMB, Agencies		
Conduct quarterly assessment of agency's use of the Permitting Dashboard for FAST-41 covered projects	Ongoing – Quarterly	On Track	No Change	FPISC, OMB		
2.2 Expand Opportunities for Early and Open Coordination and Engagement with Key Stakeholders						
Issue FY 2018 "best practices" recommendations for enhancing early and open stakeholder engagement/coordination	Q1 FY18	Complete	No Change	FPISC		
Assess agency performance in implementing engagement/coordination best practices for FAST-41 projects for release in April Annual Report to Congress	Q1 FY19	On Track	No Change	FPISC		



^{*} Milestone due date has been updated to align with the Infrastructure Permitting Performance Accountability System.



Strategy 3: Increase Agency Accountability

- **Problem Targeted:** It has been difficult to track the Federal government's performance in processing environmental reviews and authorizations due to the lack of reliable, comprehensive data on the time and costs to complete such activities.
- *Theory of Change:* The infrastructure permitting accountability system will begin collecting data on time and cost measures and will hold agencies accountable for their performance. This information will allow agencies to determine the appropriate focus of resources, diagnose problems, and find opportunities for improvement.

Key Milestones	Milestone Due Date	Milestone Status	Change from last quarter	Owner	Anticipated Barriers or other Issues Related to Milestone Completion		
3.1 Develop and Implement an Infrastructure Permitting Accountability System							
Publish accountability system guidance document	Q4 FY18 Q3 FY18	Complete	Action Completed	ОМВ			
Begin accountability system implementation	Q1 FY19* Q4 FY18	On Track	Milestone Due Date Changed	Agencies			
Begin publishing accountability system performance indicator data	Q2 FY19* Q1 FY19	On Track	Milestone Due Date Changed	OMB			
3.2 Incorporate Permitting-Related Performance Goals in Agency Strategic Plans and Annual Performance Plans							
 Provide guidance on incorporating performance goals in agency plans Included in June 2018 Update of OMB Circular A-11 	Q3 FY18	Complete	Action Completed	ОМВ			
Submit draft FY 2020 annual performance plans w/ permitting-related goals	Q4 FY18	On Track	No Change	Agencies			
3.3 Integrate Permitting-Related Performance Goals into Appropriate Agency Personnel Performance Plans							
Provide guidance on personnel performance plans	Q1 FY19	On Track	No Change	OMB, OPM			



Milestone due date has been updated to align with the Infrastructure Permitting Performance Accountability System.



Strategy 4: Identify and Implement Best Practices

- **Problem Targeted:** Best practices to improve the permitting and environmental review process for infrastructure projects are not consistently implemented.
- **Theory of Change:** Identifying and implementing best practices will enable Agencies to streamline and improve the Federal permitting process by increasing transparency and accountability, and improving early coordination and synchronization of Federal environmental reviews and authorizations.

Key Milestones	Milestone Due Date	Milestone Status	Change from last quarter	Owner	Anticipated Barriers or other Issues Related to Milestone Completion
4.1 Identify Recommended Best Practices to Improve the Federal Environmental Review and Authorization Process					
• Issue FY 2018 "Recommended Best Practices for Environmental Reviews and Authorizations for Infrastructure Projects" report	Q1 FY18	Complete	No Change	FPISC	
Issue FY 2019 Best Practices Report	Q1 FY19	On Track	No Change	FPISC	
4.2 Ensure Best Practices are Implemented Within and Across Agencies					
Assess if agencies are implementing best practices	Q2 FY19	On Track	No Change	FPISC	



Key Indicators

Performance indicators for the CAP Goal will be tracked through the Infrastructure Permitting Performance Accountability System and data will be published quarterly on the <u>Permitting Dashboard</u> beginning in Quarter 2, FY 2019. The performance indicators include:

- One Federal Decision Implementation: Whether major infrastructure projects are processed using the One Federal Decision framework.
- 2. Permitting Timetables: Whether major infrastructure projects have a complete Permitting Timetable.
- **3. Meeting Milestones:** Extent to which agencies are meeting major milestones in the Permitting Timetable for major infrastructure projects.
- **4. Elevation Procedures:** Whether Federal agencies have established and are following, as necessary, a process that elevates to senior agency officials, instances in which Permitting Timetable milestones for major infrastructure projects are missed or extended, or are anticipated to be missed or extended.
- **5. Time to Complete Environmental Review and Authorization Decisions:** Length of time it takes to complete the processing of environmental reviews and authorization decisions for each major infrastructure project.
- **6. Cost of Environmental Reviews and Authorization Decisions:** Cost of the environmental reviews and authorization decisions for each major infrastructure project.





Contributing Programs

Advisory Council on Historic Preservation

· Office of Federal Agency Programs

Executive Office of the President

- Council on Environmental Quality
- National Economic Council
- Office of Management and Budget

United States Department of Agriculture

- United States Forest Service
- Rural Utility Service

United States Department of the Army

Office of the Assistant Secretary of the Army for Civil Works

United States Department of Commerce

- National Oceanic and Atmospheric Administration
- Office of Coastal Management
- National Marine Fisheries Service

United States Department of Defense

• Office of the Deputy Under Secretary of Defense/Installations & Environment

United States Department of Energy

Office of the Secretary

United States Department of Homeland Security

- United States Coast Guard Bridge Program
- Federal Emergency Management Agency

United States Department of Housing and Urban Development

- Office of Environment and Energy
- Community Planning and Development/Community Development Fund

United States Department of Interior

- The Bureau of Land Management
- Bureau of Ocean Energy Management
- Land and Minerals Management
- National Park Service
- Fish and Wildlife Service
- · Bureau of Indian Affairs

United States Department of Transportation

- Office of the Secretary
- Federal Aviation Administration
- Federal Highway Administration
- Federal Railroad Administration
- Federal Transit Administration
- John A. Volpe National Transportation Systems Center

United States Environmental Protection Agency

- Office of Enforcement and Compliance Assurance
- NEPA Compliance Division

Federal Energy Regulatory Commission

Nuclear Regulatory Commission

General Services Administration

Morris K. Udall and Stewart L. Udall Foundation

• US Institute for Environmental Conflict Resolution

