

Public Information Officer's Meeting

July 22, 2009

What is the current status of the 2008 Highway Plan, as approved by the 2009 General Assembly?

- a) Printed books released on June 26, 2009.
- b) 2008 Highway Plan is based upon the February 2008 recommended Six-Year Highway Plan and revisions and additions as made by the 2009 General Assembly.
- c) 2008 Highway Plan contains the list of projects identified by the 2009 General Assembly to use the \$368 million of statewide ARRA federal stimulus funds, and the \$400 million of 2009 state bond funds.
- d) 2008 Highway Plan does not include the projects that will utilize the \$12.6 million of ARRA TE stimulus funds, and it does not include the projects to use the \$41 million of dedicated MPO funds, unless the MPO elects to use stimulus funding on one of their MPO dedicated STP projects.

What is the current status of the Statewide Transportation Improvement Program (STIP)?

- a) KYTC is currently using the 2006 STIP and will continue to use the 2006 STIP until next year when a 2010 STIP will be prepared based upon the 2010 Highway Plan.
- b) KYTC prepares STIP amendments and administrative modifications to the 2006 STIP as required to fund federal-aid projects.

What is the current status of the obligation of ARRA Stimulus funding?

- a) \$200 million of ARRA federal stimulus funds have been awarded to construction to date.
- b) Approximately \$63 million of additional federal stimulus funded projects are scheduled for the July 24, construction bid letting.
- c) Currently working on obligation of the \$12.6 million of ARRA TE FS funds.
- d) MPOs working on identifying their projects to use the \$41 million of dedicated ARRA MPO funding.
- e) Employment records for ARRA FS funded projects through June indicate 294 jobs with a payroll of \$504 thousand.

What is the breakdown of “scheduled” funding versus projected available funding in the 2008 Highway Plan?

	<u>Scheduled</u>	<u>Projected Available</u>
■ State funds (SP)	\$3.6 billion	\$410 million
■ Federal-Aid	\$4.9 billion	\$4.75 billion
■ State Bond Funds (SPB)	<u>\$532 million</u>	<u>\$400 million</u>
■ Total	\$9 billion	\$5.6 billion

The federal-aid program includes the following:

	<u>Scheduled</u>	<u>Projected Available</u>
■ GARVEE Bonds	\$231 million	\$231 million
■ APD Program	\$593 million	\$474 million (80%)*
■ ARRA Federal Stimulus	\$442 million	\$368 million

*The 20% state match=\$119 million

In addition to the \$9 billion of scheduled projects, the 2008 Highway Plan identifies \$845 million of “innovative financing” (IF) funding for the Louisville Bridges project.

What is the current total construction awards for calendar year 2009, and what is the projected total for 2009?

- a) Total construction awards to date is approximately \$338 million.
- b) KYTC's goal is to let to construction approximately \$750 to 800 million during calendar year 2009.
- c) These totals include all programs.

What is the current status of the state road fund cashflow?

- a) Desperate.
- b) Current road fund available is less than \$200 million.
- c) No SP project funding being authorized, unless an equal amount of SP funding can be released from a previously SP funded project.
- d) Projected expenditures for SP projects over the next 3 to 6 months are projected to exceed SP revenues by \$75 to \$100 million.

What is the current status of the federal highway trust fund, and what will be the effects on Kentucky?

- a) FHWA has notified the states that the highway trust fund is reaching a point that they may not have sufficient available federal-aid funding to reimburse states their requested federal-aid funding.
- b) The timeline to finance the federal-aid projects with state funding may increase.
- c) The delay in receiving federal-aid funding reimbursements may further delay the start of state funded projects.
- d) Depending upon what congress does with legislative action to address the shortfall in the highway trust fund, the start of new federal-aid funded projects may be delayed.

So, what is KYTC doing to start new projects?

- a) As mentioned, authorization of SP funds to cover requested additional funding requests for SP funded projects are not processed until an equal amount is released from another SP funded project.
- b) Requests for federal-aid funded projects are undergoing close review of projected expenditures and cashflow requirements knowing that federal-aid reimbursements may be delayed.
- c) KYTC is in the process of trying to authorize funding to begin the design phase for several projects over the next 3 to 6 months.

What are major funding concerns facing KYTC over the next 3 to 6 months?

- a) Projected road fund revenue receipts are estimated to be \$75 to \$100 million less than projected road fund expenditures.
- b) Federal-aid highway trust funding reaching a low point that FHWA stops processing our weekly requests for reimbursement payments.
- c) With the current Transportation Act expiring Oct. 1, 2009, what will Congress do as to reauthorization of a Transportation Act?
- d) Obligation of the remaining ARRA Stimulus funding prior to March 1, 2010.

For more information, go to the Project Managers Toolbox and click on the Miscellaneous link to view other PowerPoint presentations.

Questions?