

Insights into the Future of Transportation Funding and Innovative Finance Strategies

**2ND Annual National Rural Transportation
Peer Learning Conference**

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“We have an unreliable partner!”

- **We have a bill**
 - 2 years late
 - After 11 extensions
 - Industry will take anything at this stage
- **Is it the end of an era (a small era)?**

What's the problem?

- **The “40% solution”**
 - Need to balance donors
 - And hold harmless growth needs
- **In an interim period re funding**
 - Afraid of a gas tax increase
 - Gas tax “behind us”
 - New forms of funding not yet palatable
 - Innovative finance ain't money

A Funding Overview

- **A 38% increase in guaranteed spending**
- **Firewall and RABA preserved**
- **Equity Bonus (MG) biggest program**
- **“A festival of pork” (10-13%?)**
- **Some finance flexibility**

OVERALL PROGRAM SCALE

	2005	2006	2007	2008	2009
HWY GUARANTEED FUNDING	35161	36771	38983	40324	41939
TRANSIT GUARANTEED FUNDING	7646	8623	8975	9731	10338
SOFT SAFETY GUARANTEED FUNDING	742	1189	1217	1239	1770

ELEMENTS OF FINANCIAL FLEXIBILITY

- **TOLLING**
 - Interstate Reconstruction – 3 projects
 - Value Pricing – 15 pilot programs
 - Express Lane Demo – 15 projects
- **TIFIA**
- **STATE INFRASTRUCTURE BANKS**
- **PRIVATE ACTIVITY BONDS**

MAJOR PROGRAMS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
NAT HWY SYSTEM	6108	43%	7%	
ISTATE MAINT	5031	27%	6%	
BRIDGE PROGRAM	4321	27%	6%	
SURFACE TRANS PROG	6510	17%	-4%	SET-ASIDE TO HSIG
HWY SAFETY IMPROVE PROG	1266	NEW	5%	4 YRS
CMAQ	1722	27%	7%	
EQUITY BONUS	8179	40%	22%	

REGIONAL PROGRAMS

AVG.
ANN

% CHG
T-21

% CHG
05-09

NOTES

APPAL DEVEL
HWYS

470

25%

0

DELTA

10

NEW

0

4 YRS

DENALI ACCESS

15

NEW

0

4 YRS

HIGH PRIORITY PROGRAMS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
HIGH PRIORITY PROJ'S	2966	90%	0%	
PROJS OF NAT/REGNL SIGNIF	356	NEW	100%	
TRANS IMPROVEMENTS	511	NEW	100%	
ALL EARMARKS	3833	146%	13%	

FED LANDS HWYS PROGRAM	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
Ind Res Roads	372		50%	
Park Roads & Pkwys	210		33%	
Refuge Roads	29		0%	
Public Lands	283		15%	
TOTAL FED LANDS PROG	893	32%	33%	

BORDERS & CORRIDORS PROGRAM

**AVG.
ANN**

**% CHG
T-21**

**% CHG
05-09**

NOTES

**Coordinated
Border**

Infrastructure

167

233%

71%

Nat'l Corridor

Infrastructure Prog

390

485%

100%

TOTAL B & C

556

377%

89%

MISC. PROGRAMS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
RAIL HWY GRADE XINGS	176	?	0%	CHG IN SET- ASIDE
SAFE ROUTES TO SCHOOL	122	NEW	239%	
TCSP	54	170%	145%	
RECREATION TRAILS	74	64%	42%	
SCENIC BYWAYS	35	42	64%	

MINOR PROGRAMS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
COVERED BRIDGES	10	0%	0%	4 YRS
HWYS FOR LIFE	15	NEW	33%	4 YRS
FERRY BOATS	57	55%	76%	

TRANSIT FORMULA GRANT PROGS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
BASIC UA	3720	23%	15%	
Small Transit Intensive	38	NEW	20%	06 START
Hi Growth States Hi Density	360	NEW	20%	06 START
Other than UA Formula	440	24%	13	
Elder and Disability	117	54%	41%	
Clean Fuels	47.6	14%	21%	06 START

CAPITAL GRANTS PROGRAM	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
FIXED GUIDEWAY MODERNIZATION	1456	32%	38%	
BUS AND BUS FACILITIES	852	44%	47%	
NEW STARTS	1483	9%	12%	
SMALL STARTS	200	NEW	0%	07 START

SMALL PROGRAMS	AVG. ANN	% CHG T-21	% CHG 05-09	NOTES
JARC	145	-3%	32%	
NEW FREEDOM	85	NEW	19%	06 START
MET & STATE PLANNING	97.4	10%	57%	
TRANS IN PARKS & PUBLIC LANDS	24	NEW	22%	06 START

SAFETY PROGRAMS	SAFT LU AV	% CHG OV T- 21	SAFTL U GROW TH	NOTES
HI VIS SAFETY	29	NEW	0%	4 YRS
ST/COMMUN. GRANTS	212	35%	43%	
OCCUPANT PROTECTION	25	100%	0%	
CHILD SAFETY GRANTS	6	NEW	0%	4 YRS
MCYCLE GRANTS	6	NEW	0%	4 YRS
ALCOHOL C'MEASURES	111	200%	248%	
TRAFFIC SAGETY IS	34.5	NEW	0%	4 YRS
SAFETY BELT PERF GRANTS	124.5	NEW	0%	4 YRS
NAT DRIVER REGISTER	4	100%	0%	

WATCH FOR CLEAN-UP

- **SHIFT OF EARMARKS TO KATRINA?**
- **A Technical Corrections Bill may come**
- **Interpretation will come**
- **More details will come**
- **Summaries will come**
- **Regulations will come**

THANK YOU!

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