FEDERAL UPDATE

JUNE 24, 2020

HR 2, "THE MOVING FORWARD ACT" COMBINES:

| Extension/Reauthorization "INVEST" (~\$494B) | Other Infrastructure Stimulus (~\$IT) |
|---|--|
| FY 21 surface transportation extension PLUS: Extra \$14.7B for highways Extra \$5.8 for transit | water (mostly clean water) broadband vehicle safety energy |
| FY 22-25 surface transportation reauthorization PLUS funding increases (CBO baseline): Highways — 28% Transit — 54% Passenger rail — 332% | electric vehicles health care, postal service public housing public schools public lands bonding/financing |

"INVEST" - THEMES

- Climate change GHG performance measures
- Resilience states and MPOs must develop a vulnerability assessment
- Accessibility performance measures re. access to jobs, healthcare, etc.
- Bicycle and pedestrian TAP funding increase, funding penalties for high fatalities
- Car safety e.g. crash avoidance in all new passenger vehicles

"INVEST" – NEW DISCRETIONARY PROGRAMS

- Projects of National and Regional Significance
 - revised INFRA (adds transit and rail)
- Community Transportation Investment Grants
 - o grants under \$25M for highway and transit
- Metro Performance Program (FY 23-25 only)
 - o grants to "high performing" MPOs for STBG projects
- Community Climate Innovation Grants
 - o projects that reduce GHG emissions

"INVEST" – NEW DISCRETIONARY PROGRAMS, cont.

- Electric Vehicle Charging and Hydrogen Fueling Grants
 - facilities mainly on Alternative Fuel Corridors
- Rebuild Rural Grants (FY 22 only)
 - highway, bridge projects
- Active Transportation Connectivity (FY 24 only)
 - includes project planning
- Grade Crossing Separation Grants (FRA)
 - includes project planning

THE COST OF "INVEST"

At least:

\$75 billion (to keep HTF solvent through FY 25 at FAST Act levels)

\$65 billion (to pay for increases proposed in INVEST)

\$140 billion in additional revenue or transfers required if INVEST enacted

HIGHWAY TRUST FUND OUTLOOK – HIGHWAY ACCOUNT

Due to coronavirus impacts on travel, etc. and the resulting loss of revenue, without new revenue or other funds, **USDOT** now projects:

- Spring 2021 critical point
- Summer 2021 shortfall

PAYING FOR "THE MOVING FORWARD ACT"

Reauthorization ("INVEST")

HR 2 would transfer from the General Fund to the HTF: \$145.3 billion

Stimulus

?

OUTLOOK FOR HR 2, "THE MOVING FORWARD ACT"

- House floor vote possible June 30
- Likely to pass
- Negotiations?
 - Senate EPW bill S 2302
 - o possibly an administration bill
 - other

QUESTIONS?