

Notice

Subject:

SEQUESTRATION OF HIGHWAY FUNDS FOR FISCAL YEAR (FY) 2014

Federal Highway Administration

Classification Code	Date	Office of Primary Interest
N4510.769	October 1, 201	³ HCFB-1

1. **What is the purpose of this Notice?** This Notice is to notify the States of the portion of National Highway Performance Program (NHPP) funds impacted by the sequestration order issued on April 10, 2013.

2. What is the basis of the sequestration of these funds?

- a. The sequestration of funds is required pursuant to sections 251A and 256(k) of the Balanced Budget and Emergency Deficit Control Act (BBEDCA), as amended, sections 901a and 906(k)(6) of title 2, United States Code (U.S.C.). The order, which the President issued in accordance with the BBEDCA, requires that budgetary resources in each non-exempt budget account be reduced by the amount calculated by the Office of Management and Budget (OMB) in its report to Congress on April 10, 2013, (corrected version May 20, 2013) entitled *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2014* (sequestration report).
- b. Pursuant to the sequestration report, NHPP funds authorized for FY 2014 pursuant to the Moving Ahead for Progress in the 21st Century Act (MAP-21), Public Law (Pub. L.) 112-141, and exempt from the obligation limitation are subject to the sequestration at a rate of 7.2 percent. Therefore, the \$639,000,000 in NHPP funds exempt from obligation limitation available for FY 2014 is reduced by a total of \$46,008,000.
- 3. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$46,008,000 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for FY 2014. Each State's portion of the total amount to be sequestered is shown in the attached table.
- 4. What other highway funds are subject to the sequestration? Pursuant to the sequestration report, the \$100,000,000 in emergency relief funds authorized from the Highway Trust Fund in 23 U.S.C. 125 is subject to the sequestration at a rate of 7.2 percent (\$7,200,000 sequester amount). In addition, the \$12,600,000,000 transfer from the General Fund to the Highway Trust Fund authorized in MAP-21 is subject to the sequestration at a rate of 7.2 percent (\$907,200,000 sequester amount, of which \$748,800,000 is attributable to the Highway Account and \$158,400,000 is attributable to the Mass Transit Account).

What actions are required? Division Administrators should ensure that this Notice is provided to the State departments of transportation. 5.

Victor M. Mendez

Administrator

Attachment

U.S. DEPARTMENT OF TRANSPORTATION FEDERAL HIGHWAY ADMINISTRATION

SEQUESTRATION OF NATIONAL HIGHWAY PERFORMANCE PROGRAM (NHPP) FUNDS EXEMPT FROM OBLIGATION LIMITATION PURSUANT TO THE BALANCED BUDGET AND EMERGENCY DEFICIT CONTROL ACT, AS AMENDED, 2 U.S.C. 901a, 2 U.S.C. 906(k)(6)

State	FY 2014 Pre-Sequestration <u>NHPP Exempt Funds</u>	FY 2014 Sequestered <u>NHPP Exempt Funds</u>	FY 2014 Post-Sequestration <u>NHPP Exempt Funds</u>
Alabama	\$13,046,276	¢020 222	¢12 106 044
Alaska		\$939,332 504 301	\$12,106,944 7 661 039
Arizona	8,255,430	594,391 848,781	7,661,039 10,939,841
Arkansas	11,788,622	635,585	
California	8,827,566 55,070,911	3,965,105	8,191,981 51,105,806
Colorado			
Connecticut	8,518,331	613,320	7,905,011
Delaware	7,925,292	570,621	7,354,671 2,527,856
Dist. of Col.	2,723,983	196,127	
Florida	2,584,050	186,051	2,397,999
	32,621,548	2,348,751 1,531,988	30,272,797
Georgia Hawaii	21,277,615		19,745,627
Idaho	2,747,791	197,841 342,414	2,549,950
Illinois	4,755,749		4,413,335
Indiana	22,638,394	1,629,964	21,008,430
lowa	15,765,697	1,135,130	14,630,567
Kansas	8,380,357	603,386	7,776,971
	6,421,358	462,338	5,959,020
Kentucky Louisiana	11,360,984 12,027,210	817,991	10,542,993
		865,959	11,161,251
Maine	3,018,435	217,327	2,801,108
Maryland	9,443,543	679,935	8,763,608
Massachusetts Michigan	9,343,181	672,709	8,670,472
Michigan	16,941,687	1,219,801	15,721,886
Minnesota	10,772,083	775,590	9,996,493
Mississippi	8,249,669	593,976	7,655,693
Missouri	16,085,689	1,158,170	14,927,519
Montana	6,894,759	496,423	6,398,336
Nebraska	4,853,914	349,482	4,504,432
Nevada New Hampshire	5,720,051	411,844	5,308,207
New Hampshire	2,682,331	193,128	2,489,203
New Jersey	15,403,996	1,109,088	14,294,908
New Mexico New York	6,205,732	446,813	5,758,919
North Carolina	25,676,241	1,848,689	23,827,552
North Dakota	17,260,697	1,242,770	16,017,927
Ohio	4,134,113	297,656	3,836,457
Oklahoma	21,568,763	1,552,951	20,015,812
Oregon	10,865,345 8,351,178	782,305 601,285	10,083,040
Pennsylvania	26,653,336	1,919,040	7,749,893 24,734,296
Rhode Island	3,613,949	260,204	3,353,745
South Carolina	11,452,139	824,554	10,627,585
South Dakota	4,692,731	337,877	4,354,854
Tennessee	14,064,941	1,012,676	13,052,265
Texas	57,125,588	4,113,042	53,012,546
Utah	5,799,070	417,533	5,381,537
Vermont	3,307,889	238,168	3,069,721
Virginia	16,719,065	1,203,773	15,515,292
Washington	11,090,929	798,547	10,292,382
Washington West Virginia	7,375,380	531,027	6,844,353
Wisconsin	12,619,900	908,633	11,711,267
Wyoming	4,276,512	307,909	3,968,603
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Total	\$639,000,000	\$46,008,000	\$592,992,000

Program Code

M002