



U.S. Department  
of Transportation  
**Federal Highway  
Administration**

# Notice

Subject:

**SEQUESTRATION OF HIGHWAY FUNDS FOR FISCAL YEAR (FY) 2015**

Classification Code

Date

Office of Primary Interest

**N4510.789**

August 14, 2015

**HCFB-10**

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 March 10, 2014.
2. **Does this Notice cancel FHWA Notice 4510.785?** Yes, this Notice cancels FHWA Notice N4510.785, Sequestration of Highway Funds for the Period Beginning on October 1, 2014, and Ending on July 31, 2015, dated June 3, 2015. The revision to the Notice is required due to the full-year extension of the Federal-aid highway program under the Surface Transportation and Veterans Health Care Choice Improvement Act of 2015, Public Law (Pub. L) 114-41.
3. **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 March 10, 2014, entitled *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2015* (sequestration report).
  - b. NHPP funds are authorized for FY 2015 pursuant to the Highway and Transportation Funding Act of 2014, Pub. L. 113-159, as amended by the Highway and Transportation Funding Act of 2015, Pub. L. 114-21, and the Surface Transportation and Veterans Health Care Choice Improvement Act of 2015. Pursuant to the sequestration report, those NHPP funds that are exempt from the obligation limitation are subject to the sequestration at a rate of 7.3 percent. Therefore, the \$639,000,000 in NHPP funds exempt from obligation limitation available for FY 2015 is reduced by a total of \$46,647,000.
4. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$46,647,000 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for FY 2015. Each State's portion of the total amount to be sequestered is shown in the attached table.

5. **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 7.3 percent (\$7,300,000 sequester amount).
6. **What actions are required?** Division Administrators should ensure that this Notice is provided to the State departments of transportation.



Gregory G. Nadeau  
Administrator

Attachment

U.S. DEPARTMENT OF TRANSPORTATION  
FEDERAL HIGHWAY ADMINISTRATION

N4510.789 - Attachment

**FY 2015 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 2015 Pre-Sequestration <u>NHPP Exempt Funds</u>	FY 2015 Sequestered <u>NHPP Exempt Funds</u>	FY 2015 Post-Sequestration <u>NHPP Exempt Funds</u>
Alabama	\$13,046,276	\$952,378	\$12,093,898
Alaska	8,255,430	602,646	7,652,784
Arizona	11,788,622	860,569	10,928,053
Arkansas	8,827,566	644,412	8,183,154
California	55,070,911	4,020,176	51,050,735
Colorado	8,518,331	621,838	7,896,493
Connecticut	7,925,292	578,546	7,346,746
Delaware	2,723,983	198,851	2,525,132
Dist. of Col.	2,584,050	188,636	2,395,414
Florida	32,621,548	2,381,373	30,240,175
Georgia	21,277,615	1,553,266	19,724,349
Hawaii	2,747,791	200,589	2,547,202
Idaho	4,755,749	347,170	4,408,579
Illinois	22,638,394	1,652,603	20,985,791
Indiana	15,765,697	1,150,896	14,614,801
Iowa	8,380,357	611,766	7,768,591
Kansas	6,421,358	468,759	5,952,599
Kentucky	11,360,984	829,352	10,531,632
Louisiana	12,027,210	877,986	11,149,224
Maine	3,018,435	220,346	2,798,089
Maryland	9,443,543	689,379	8,754,164
Massachusetts	9,343,181	682,052	8,661,129
Michigan	16,941,687	1,236,743	15,704,944
Minnesota	10,772,083	786,362	9,985,721
Mississippi	8,249,669	602,226	7,647,443
Missouri	16,085,689	1,174,255	14,911,434
Montana	6,894,759	503,317	6,391,442
Nebraska	4,853,914	354,336	4,499,578
Nevada	5,720,051	417,564	5,302,487
New Hampshire	2,682,331	195,810	2,486,521
New Jersey	15,403,996	1,124,492	14,279,504
New Mexico	6,205,732	453,018	5,752,714
New York	25,676,241	1,874,366	23,801,875
North Carolina	17,260,697	1,260,031	16,000,666
North Dakota	4,134,113	301,790	3,832,323
Ohio	21,568,763	1,574,520	19,994,243
Oklahoma	10,865,345	793,170	10,072,175
Oregon	8,351,178	609,636	7,741,542
Pennsylvania	26,653,336	1,945,694	24,707,642
Rhode Island	3,613,949	263,818	3,350,131
South Carolina	11,452,139	836,006	10,616,133
South Dakota	4,692,731	342,569	4,350,162
Tennessee	14,064,941	1,026,741	13,038,200
Texas	57,125,588	4,170,168	52,955,420
Utah	5,799,070	423,332	5,375,738
Vermont	3,307,889	241,476	3,066,413
Virginia	16,719,065	1,220,492	15,498,573
Washington	11,090,929	809,638	10,281,291
West Virginia	7,375,380	538,403	6,836,977
Wisconsin	12,619,900	921,253	11,698,647
Wyoming	4,276,512	312,185	3,964,327
<b>Total</b>	<b>\$639,000,000</b>	<b>\$46,647,000</b>	<b>\$592,353,000</b>
Program Code			M0E2