



U.S. Department  
of Transportation

**Federal Highway  
Administration**

# Notice

Subject:

**SEQUESTRATION OF HIGHWAY FUNDS FOR FISCAL YEAR (FY) 2018**

Classification Code

Date

Office of Primary Interest

**N4510.817**

October 2, 2017

**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 May 23, 2017.
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, and 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 May 23, 2017, entitled *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2018* (sequestration report).
  - b. The NHPP funds are authorized for FY 2018 pursuant to the Fixing America's Surface Transportation (FAST) Act. Pursuant to the sequestration report, those NHPP funds that are exempt from the obligation limitation are subject to the sequestration at a rate of 6.6 percent. Therefore, the \$639,000,000 in NHPP funds exempt from obligation limitation available for FY 2018 is reduced by a total of \$42,174,000, resulting in a post-sequestration amount of \$596,826,000.
3. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$42,174,000 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for FY 2018. 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 6.6 percent (\$6,600,000 sequester amount).

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



Brandy L. Hendrickson  
Acting Administrator

Attachment

U.S. DEPARTMENT OF TRANSPORTATION  
FEDERAL HIGHWAY ADMINISTRATION

N4510.817

FY 2018 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, AND 2 U.S.C. 906(k)(6)

State	Pre-Sequestration NHPP Exempt Funds	Sequestered NHPP Exempt Funds	Post-Sequestration NHPP Exempt Funds
Alabama	12,982,856	856,868	12,125,988
Alaska	8,215,299	542,210	7,673,089
Arizona	11,731,315	774,267	10,957,048
Arkansas	8,784,653	579,787	8,204,866
California	54,803,202	3,617,011	51,186,191
Colorado	8,476,922	559,477	7,917,445
Connecticut	7,886,766	520,527	7,366,239
Delaware	2,710,741	178,909	2,531,832
Dist. of Col.	2,571,488	169,718	2,401,770
Florida	32,462,968	2,142,556	30,320,412
Georgia	21,174,181	1,397,496	19,776,685
Hawaii	2,734,433	180,473	2,553,960
Idaho	4,732,631	312,354	4,420,277
Illinois	22,528,345	1,486,871	21,041,474
Indiana	15,689,057	1,035,478	14,653,579
Iowa	8,339,618	550,415	7,789,203
Kansas	6,390,143	421,749	5,968,394
Kentucky	11,305,756	746,180	10,559,576
Louisiana	11,968,743	789,937	11,178,806
Maine	3,003,762	198,248	2,805,514
Maryland	9,397,636	620,244	8,777,392
Massachusetts	9,297,762	613,652	8,684,110
Michigan	16,859,331	1,112,716	15,746,615
Minnesota	10,719,718	707,501	10,012,217
Mississippi	8,209,566	541,831	7,667,735
Missouri	16,007,493	1,056,495	14,950,998
Montana	6,861,243	452,842	6,408,401
Nebraska	4,830,319	318,801	4,511,518
Nevada	5,692,245	375,688	5,316,557
New Hampshire	2,669,292	176,173	2,493,119
New Jersey	15,329,114	1,011,722	14,317,392
New Mexico	6,175,564	407,587	5,767,977
New York	25,551,424	1,686,394	23,865,030
North Carolina	17,176,790	1,133,668	16,043,122
North Dakota	4,114,016	271,525	3,842,491
Ohio	21,463,914	1,416,618	20,047,296
Oklahoma	10,812,527	713,627	10,098,900
Oregon	8,310,582	548,498	7,762,084
Pennsylvania	26,523,769	1,750,569	24,773,200
Rhode Island	3,596,381	237,361	3,359,020
South Carolina	11,396,468	752,167	10,644,301
South Dakota	4,669,919	308,215	4,361,704
Tennessee	13,996,569	923,774	13,072,795
Texas	59,954,182	3,956,976	55,997,206
Utah	5,770,880	380,878	5,390,002
Vermont	3,291,809	217,259	3,074,550
Virginia	16,637,791	1,098,094	15,539,697
Washington	11,037,014	728,443	10,308,571
West Virginia	7,339,527	484,409	6,855,118
Wisconsin	12,558,553	828,864	11,729,689
Wyoming	4,255,723	280,878	3,974,845
<b>Total</b>	<b>639,000,000</b>	<b>42,174,000</b>	<b>596,826,000</b>

Program Code

Z002