

Notice

Subject:

SEQUESTRATION OF HIGHWAY FUNDS FOR FISCAL YEAR (FY) 2019

Federal Highway
Administration

Classification Code	Date	Office of Primary Interest
N4510.829	October 1, 2018	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 February 12, 2018.

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 February 12, 2018, entitled *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2019* (sequestration report).
- b. The NHPP funds are authorized for FY 2019 pursuant to the Fixing America's Surface Transportation 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 6.2 percent. Therefore, the \$639,000,000 in NHPP funds exempt from obligation limitation available for FY 2019 is reduced by a total of \$39,618,000, resulting in a post-sequestration amount of \$599,382,000.
- 3. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$39,618,000 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for FY 2019. 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 6.2 percent (\$6,200,000 sequester amount).

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

Prandye L. Hundrichen

Brandye L. Hendrickson Deputy Administrator

Attachment

U.S. DEPARTMENT OF TRANSPORTATION FEDERAL HIGHWAY ADMINISTRATION

FY 2019 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 <u>NHPP Exempt Funds</u>	Sequestered <u>NHPP Exempt Funds</u>	Post-Sequestration <u>NHPP Exempt Funds</u>
ALABAMA	13,025,292	807,568	12,217,724
ALASKA	8,242,937	511,062	7,731,875
ARIZONA	11,771,357	729,824	11,041,533
ARKANSAS	8,813,529	546,439	8,267,090
CALIFORNIA	54,999,538	3,409,971	51,589,567
COLORADO	8,506,078	527,377	7,978,701
CONNECTICUT	7,914,067	490,672	7,423,395
DELAWARE	2,719,997	168,640	2,551,357
DIST. OF COL.	2,580,235	159,975	2,420,260
FLORIDA	32,568,992	2,019,278	30,549,714
GEORGIA	21,245,372	1,317,213	19,928,159
HAWAII	2,743,715	170,110	2,573,605
IDAHO	4,748,448	294,404	4,454,044
ILLINOIS	22,605,854	1,401,563	21,204,291
INDIANA	15,741,664	975,983	14,765,681
IOWA	8,367,029	518,756	7,848,273
KANSAS	6,411,194	397,494	6,013,700
KENTUCKY	11,342,849	703,257	10,639,592
LOUISIANA	12,007,955	744,493	11,263,462
MAINE	3,013,914	186,863	2,827,051
MARYLAND	9,430,258	584,676	8,845,582
MASSACHUSETTS	9,330,508	578,491	8,752,017
MICHIGAN	16,916,927	1,048,849	15,868,078
MINNESOTA	10,755,700	666,853	10,088,847
MISSISSIPPI	8,236,544	510,666	7,725,878
MISSOURI	16,060,230	995,734	15,064,496
MONTANA	6,884,013	426,809	6,457,204
NEBRASKA	4,846,356	300,474	4,545,882
NEVADA	5,711,972	354,142	5,357,830
NEW HAMPSHIRE	2,678,357	166,058	2,512,299
NEW JERSEY	15,382,996	953,746	14,429,250
NEW MEXICO	6,195,984	384,151	5,811,833
NEW YORK	25,641,762	1,589,789	24,051,973
NORTH CAROLINA	17,234,376	1,068,531	16,165,845
NORTH DAKOTA	4,127,752	255,921	3,871,831
OHIO	21,537,240	1,335,309	20,201,931
OKLAHOMA	10,847,956	672,573	10,175,383
OREGON	8,338,268	516,973	7,821,295
PENNSYLVANIA	26,613,805	1,650,056	24,963,749
RHODE ISLAND	3,608,450	223,724	3,384,726
SOUTH CAROLINA	11,433,854	708,899	10,724,955
SOUTH DAKOTA	4,685,519	290,502	4,395,017
TENNESSEE	14,043,316	870,686	13,172,630
TEXAS	57,992,618	3,595,542	54,397,076
UTAH	5,790,111	358,987	5,431,124
VERMONT	3,302,958	204,783	3,098,175
VIRGINIA	16,693,842	1,035,018	15,658,824
WASHINGTON	11,074,302	686,607	10,387,695
WEST VIRGINIA	7,363,816	456,557	6,907,259
WISCONSIN	12,600,285	781,218	11,819,067
WYOMING	4,269,909	264,734	4,005,175
Total	639,000,000	39,618,000	599,382,000

Program Code

Z002