November 14, 2019

The Honorable Mitch McConnell, Majority Leader, United States Senate The Honorable Nancy Pelosi, Speaker, United States House of Representatives

The Honorable Charles E. Schumer, Democratic Leader, United States Senate The Honorable Kevin McCarthy, Republican Leader, United States House of Representatives

Subject: Repealing the \$7.6 billion FAST Act Rescission of Highway Contract Authority by End of 2019

## Dear Congressional Leaders:

The undersigned group of diverse national associations that support investment in our nation's transportation infrastructure is writing once again to urge Congress to repeal—by the end of this calendar year—the impending \$7.6 billion rescission of highway contract authority scheduled for July 1, 2020, under the Fixing America's Surface Transportation (FAST) Act. We ask for this action immediately as part of any moving legislation, including FY 2020 appropriations, the National Defense Authorization Act, or another year-end vehicle.

According to Federal Highway Administration information released November 4 (see Appendix), states held \$5.4 billion in highway dollars subject to the rescission at the end of FY 2019. Yet because Section 1438 of the FAST Act calls for a cut of \$7.6 billion, without repealing this provision, states will face an additional \$2.2 billion reduction in highway contract authority next summer.

It is especially critical to repeal this provision during the current calendar year because in the worst-case scenario, states may be forced to deobligate existing projects in order to provide the necessary amount of contract authority to be rescinded. If this happens next spring or summer at the peak of the construction season, the effect would be especially devastating.

Furthermore, the lack of funding flexibility resulting from the rescission will severely undermine states' asset management efforts which are intended to meet key national performance targets on safety, pavement, bridge, freight movement, congestion, emissions, and overall system performance.

If you would like to discuss further, please contact Joung Lee, AASHTO's Policy Director, at 202-624-5818 or <u>jlee@aashto.org</u>.

Sincerely,

Forty-two Transportation Associations and Groups (Please see next page for the full list.)

## **Signatories**

American Association of Motor Vehicle Administrators American Association of State Highway and Transportation Officials American Automobile Association American Concrete Pavement Association American Concrete Pipe Association American Council of Engineering Companies American Highway Users Alliance American Iron and Steel Institute American Public Transportation Association American Public Works Association American Road and Transportation Builders Association American Society of Civil Engineers American Traffic Safety Services Association American Trucking Associations Associated Equipment Distributors Associated General Contractors of America Association of Equipment Manufacturers Association of Metropolitan Planning Organizations Association of Pedestrian and Bicycle Professionals Coalition of Northeastern Governors Governors Highway Safety Association **Institute of Transportation Engineers** Intelligent Transportation Society of America International Bridge, Tunnel and Turnpike Association International Slurry Surfacing Association Laborers International Union of North America League of American Bicyclists National Asphalt Pavement Association National Association of Counties National Association of County Engineers National Association of Regional Councils National Conference of State Legislatures National Governors Association National League of Cities National Ready Mixed Concrete Association National Steel Bridge Alliance National Stone, Sand, and Gravel Association National Utility Contractors Association Portland Cement Association United Brotherhood of Carpenters United States Chamber of Commerce United States Conference of Mayors

cc:

The Honorable Richard Shelby, Chair, Senate Appropriations Committee

The Honorable Patrick J. Leahy, Ranking Member, Senate Appropriations Committee

The Honorable Susan Collins, Chair, Senate Appropriations Subcommittee on Transportation, Housing and Urban Development, and Related Agencies

The Honorable James Inhofe, Chair, Senate Armed Services Committee

The Honorable Jack Reed, Ranking Member, Senate Armed Services Committee; Ranking Member, Senate Appropriations Subcommittee on Transportation, Housing and Urban Development, and Related Agencies

The Honorable Mike Enzi, Chair, Senate Budget Committee

The Honorable Bernie Sanders, Ranking Member, Senate Budget Committee

The Honorable John Barrasso, Chair, Senate Environment and Public Works Committee

The Honorable Thomas R. Carper, Ranking Member, Senate Environment and Public Works Committee

The Honorable Shelley Moore Capito, Chair, Senate Environment and Public Works Subcommittee on Transportation and Infrastructure

The Honorable Ben Cardin, Ranking Member, Senate Environment and Public Works Subcommittee on Transportation and Infrastructure

The Honorable Nita M. Lowey, Chair, House Appropriations Committee

The Honorable Kay Granger, Ranking Member, House Appropriations Committee

The Honorable David E. Price, Chair, House Appropriations Subcommittee on Transportation, Housing and Urban Development, and Related Agencies

The Honorable Mario Diaz-Balart, Ranking Member, House Appropriations Subcommittee on Transportation, Housing and Urban Development, and Related Agencies

The Honorable Adam Smith, Chair, House Armed Services Committee

The Honorable Mac Thornberry, Ranking Member, House Armed Services Committee

The Honorable John Yarmuth, Chair, House Budget Committee

The Honorable Steve Womack, Ranking Member, House Budget Committee

The Honorable Peter A. DeFazio, Chair, House Transportation and Infrastructure Committee

The Honorable Sam Graves, Ranking Member, House Transportation and Infrastructure Committee

The Honorable Eleanor Holmes Norton, Chair, House Transportation and Infrastructure Subcommittee on Highways and Transit

The Honorable Rodney Davis, Ranking Member, House Transportation and Infrastructure Subcommittee on Highways and Transit

## **Appendix**

## STATE-BY-STATE REDUCTION OF FEDERAL HIGHWAY CONTRACT AUTHORITY SCHEDULED ON JULY 1, 2020, UNDER THE FAST ACT

Based on Federal Highway Administration calculation released November 4, 2019

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STATE	UNOBLIGATED BALANCES SUBJECT TO RESCISSION AS OF 9/30/2019	STATE SHARE	ADDITIONAL STATE REDUCTION TO MEET \$7.6 BILLION TOTAL	TOTAL RESCISSION AMOUNT ON 7/1/2020
ALABAMA	\$42,180,692	0.7877%	\$17,443,382	\$59,624,074
ALASKA	\$30,935,547	0.5777%	\$12,793,071	\$43,728,618
ARIZONA	\$126,126,883	2.3555%	\$52,158,445	\$178,285,328
ARKANSAS	\$57,014,082	1.0648%	\$23,577,573	\$80,591,655
CALIFORNIA	\$197,920,336	3.6962%	\$81,847,872	\$279,768,208
COLORADO	\$65,895,931	1.2306%	\$27,250,569	\$93,146,500
CONNECTICUT	\$12,059,940	0.2252%	\$4,987,262	\$17,047,202
DELAWARE	\$40,562,257	0.7575%	\$16,774,094	\$57,336,351
DIST. OF COL.	\$47,613,324	0.8892%	\$19,689,990	\$67,303,314
FLORIDA	\$141,683,633	2.6460%	\$58,591,776	\$200,275,409
GEORGIA	\$219,706,184	4.1031%	\$90,857,181	\$310,563,365
HAWAII	\$95,954,262	1.7920%	\$39,680,876	\$135,635,138
IDAHO	\$30,931,239	0.5777%	\$12,791,288	\$43,722,527
ILLINOIS	\$319,881,063	5.9739%	\$132,283,448	\$452,164,511
INDIANA	\$80,561,318	1.5045%	\$33,315,285	\$113,876,603
IOWA	\$32,387,487	0.6048%	\$13,393,504	\$45,780,991
KANSAS	\$86,456,592	1.6146%	\$35,753,215	\$122,209,807
KENTUCKY	\$31,482,270	0.5879%	\$13,019,162	\$44,501,432
LOUISIANA	\$111,878,893	2.0894%	\$46,266,339	\$158,145,232
MAINE	\$46,986,937	0.8775%	\$19,430,953	\$66,417,890
MARYLAND	\$110,840,208	2.0700%	\$45,836,802	\$156,677,010
MASSACHUSETTS	\$141,865,417	2.6494%	\$58,666,950	\$200,532,367
MICHIGAN	\$238,279,222	4.4500%	\$98,537,866	\$336,817,088
MINNESOTA	\$53,796,211	1.0047%	\$22,246,856	\$76,043,067
MISSISSIPPI	\$35,391,122	0.6609%	\$14,635,626	\$50,026,748
MISSOURI	\$247,507,096	4.6223%	\$102,353,957	\$349,861,053
MONTANA	\$3,450,078	0.0644%	\$1,426,744	\$4,876,822
NEBRASKA	\$5,095,713	0.0952%	\$2,107,278	\$7,202,991
NEVADA	\$74,836,279	1.3976%	\$30,947,756	\$105,784,035
NEW HAMPSHIRE	\$26,743,315	0.4994%	\$11,059,417	\$37,802,732
NEW JERSEY	\$445,667,662	8.3230%	\$184,301,173	\$629,968,835
NEW MEXICO	\$43,959,189	0.8210%	\$18,178,860	\$62,138,049
NEW YORK	\$166,255,468	3.1049%	\$68,753,199	\$235,008,667
NORTH CAROLINA	\$26,657,753	0.4978%	\$11,024,033	\$37,681,786
NORTH DAKOTA	\$10,236,900	0.1912%	\$4,233,362	\$14,470,262
OHIO	\$238,310,580	4.4505%	\$98,550,833	\$336,861,413
OKLAHOMA	\$39,944,117	0.7460%	\$16,518,469	\$56,462,586
OREGON	\$26,666,872	0.4980%	\$11,027,805 \$137,100,748	\$37,694,677
PENNSYLVANIA	\$331,769,407	6.1959%	\$137,199,748 \$12,750,325	\$468,969,155 \$43,613,270
RHODE ISLAND SOUTH CAROLINA	\$30,853,945 \$60,927,192	0.5762%	\$12,759,325 \$25,105,700	\$43,613,270 \$96,122,001
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SOUTH DAKOTA TENNESSEE	\$3,154,327 \$47,016,468		\$1,304,439 \$19,443,166	\$4,458,766 \$66,459,634
TEXAS	\$47,016,468 \$679,423,903	0.8781% 12.6885%	\$19,443,166 \$280,968,608	\$66,459,634 \$960,392,511
UTAH	\$9,454,943	0.1766%	\$3,909,992	\$13,364,935
VERMONT	\$39,290,105	0.7338%	\$16,248,009	\$55,538,114
VIRGINIA	\$53,159,159	0.7338%	\$21,983,412	\$75,142,571
WASHINGTON	\$44,301,244	0.8273%	\$18,320,313	\$62,621,557
WEST VIRGINIA	\$85,343,737	1.5938%	\$35,293,005	\$120,636,742
WISCONSIN	\$154,175,064	2.8793%	\$63,757,475	\$217,932,539
WYOMING	\$62,051,944	1.1588%	\$25,660,928	\$87,712,872
TOTAL	\$5,354,643,507	100.00%	\$2,214,356,493	\$7,569,000,000
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