



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

Notice

Subject:

SEQUESTRATION OF HIGHWAY FUNDS FOR FISCAL YEAR (FY) 2017

Classification Code

Date

Office of Primary Interest

N4510.808

October 3, 2016

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 9, 2016.
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 9, 2016, entitled *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2017* (sequestration report).
 - b. The NHPP funds are authorized for FY 2017 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 6.9 percent. Therefore, the \$639,000,000 in NHPP funds exempt from obligation limitation available for FY 2017 is reduced by a total of \$44,091,000, resulting in a post-sequestration amount of \$594,909,000.
3. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$44,091,000 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for FY 2017. 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 6.9 percent (\$6,900,000 sequester amount).

5. **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

N4510.808

**FY 2017 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	12,960,899	894,302	12,066,597
Alaska	8,201,405	565,897	7,635,508
Arizona	11,711,475	808,092	10,903,383
Arkansas	8,769,796	605,116	8,164,680
California	54,710,517	3,775,026	50,935,491
Colorado	8,462,585	583,918	7,878,667
Connecticut	7,873,428	543,266	7,330,162
Delaware	2,706,156	186,725	2,519,431
Dist. of Col.	2,567,139	177,133	2,390,006
Florida	32,408,066	2,236,157	30,171,909
Georgia	21,138,370	1,458,547	19,679,823
Hawaii	2,729,809	188,357	2,541,452
Idaho	4,724,626	325,999	4,398,627
Illinois	22,490,244	1,551,827	20,938,417
Indiana	15,662,523	1,080,714	14,581,809
Iowa	8,325,514	574,460	7,751,054
Kansas	6,379,335	440,174	5,939,161
Kentucky	11,286,636	778,778	10,507,858
Louisiana	11,948,501	824,447	11,124,054
Maine	2,998,682	206,909	2,791,773
Maryland	9,381,743	647,340	8,734,403
Massachusetts	9,282,038	640,461	8,641,577
Michigan	16,830,817	1,161,326	15,669,491
Minnesota	10,701,588	738,410	9,963,178
Mississippi	8,195,682	565,502	7,630,180
Missouri	15,980,421	1,102,649	14,877,772
Montana	6,849,639	472,625	6,377,014
Nebraska	4,822,149	332,728	4,489,421
Nevada	5,682,618	392,101	5,290,517
New Hampshire	2,664,777	183,870	2,480,907
New Jersey	15,303,189	1,055,920	14,247,269
New Mexico	6,165,120	425,393	5,739,727
New York	25,508,211	1,760,067	23,748,144
North Carolina	17,147,740	1,183,194	15,964,546
North Dakota	4,107,058	283,387	3,823,671
Ohio	21,427,613	1,478,505	19,949,108
Oklahoma	10,794,240	744,803	10,049,437
Oregon	8,296,527	572,460	7,724,067
Pennsylvania	26,478,911	1,827,045	24,651,866
Rhode Island	3,590,299	247,731	3,342,568
South Carolina	11,377,194	785,026	10,592,168
South Dakota	4,662,021	321,679	4,340,342
Tennessee	13,972,898	964,130	13,008,768
Texas	60,933,486	4,204,410	56,729,076
Utah	5,761,120	397,517	5,363,603
Vermont	3,286,241	226,751	3,059,490
Virginia	16,609,653	1,146,066	15,463,587
Washington	11,018,348	760,266	10,258,082
West Virginia	7,327,114	505,571	6,821,543
Wisconsin	12,537,313	865,075	11,672,238
Wyoming	4,248,526	293,148	3,955,378
Total	639,000,000	44,091,000	594,909,000

Program Code

Z002