



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

Notice

Subject:

**SEQUESTRATION OF HIGHWAY FUNDS FOR THE PERIOD
BEGINNING ON OCTOBER 1, 2014, AND ENDING ON JULY 31, 2015**

Classification Code	Date	Office of Primary Interest
N4510.785	June 3, 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 4510.779?** Yes, this Notice cancels FHWA Notice N4510.779, Sequestration of Highway Funds for the Period Beginning on October 1, 2014, and Ending on May 31, 2015, dated October 1, 2014. The revision to the Notice is required due to the further extension of the Federal-aid highway program under the Highway and Transportation Funding Act of 2015, Public Law (Pub. L) 114-21.
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 the period beginning on October 1, 2014, and ending on July 31, 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. 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 \$532,208,219 in NHPP funds exempt from obligation limitation available for the period beginning on October 1, 2014, and ending on July 31, 2015, is reduced by a total of \$38,851,200.
4. **How is the amount of NHPP funds sequestered for each State determined?** The total sequester amount of \$38,851,200 is distributed among the States in the same proportions as the funds subject to sequester were apportioned to the States for the period beginning on October 1, 2014, and ending on July 31, 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
Acting Administrator

Attachment

U.S. DEPARTMENT OF TRANSPORTATION
FEDERAL HIGHWAY ADMINISTRATION

N4510.785 - Attachment

**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)
FOR THE PERIOD BEGINNING ON OCTOBER 1, 2014, AND ENDING ON JULY 31, 2015**

State	<u>Pre-Sequestration NHPP Exempt Funds</u>	<u>Sequestered NHPP Exempt Funds</u>	<u>Post-Sequestration NHPP Exempt Funds</u>
Alabama	\$10,865,939	\$793,214	\$10,072,725
Alaska	6,875,756	\$501,930	\$6,373,826
Arizona	9,818,469	\$716,748	\$9,101,721
Arkansas	7,352,274	\$536,716	\$6,815,558
California	45,867,279	\$3,348,311	\$42,518,968
Colorado	7,094,719	\$517,915	\$6,576,804
Connecticut	6,600,791	\$481,858	\$6,118,933
Delaware	2,268,742	\$165,618	\$2,103,124
Dist. of Col.	2,152,195	\$157,110	\$1,995,085
Florida	27,169,727	\$1,983,390	\$25,186,337
Georgia	17,721,630	\$1,293,679	\$16,427,951
Hawaii	2,288,571	\$167,066	\$2,121,505
Idaho	3,960,953	\$289,150	\$3,671,803
Illinois	18,854,991	\$1,376,414	\$17,478,577
Indiana	13,130,882	\$958,554	\$12,172,328
Iowa	6,979,804	\$509,526	\$6,470,278
Kansas	5,348,199	\$390,419	\$4,957,780
Kentucky	9,462,299	\$690,748	\$8,771,551
Louisiana	10,017,183	\$731,254	\$9,285,929
Maine	2,513,985	\$183,521	\$2,330,464
Maryland	7,865,307	\$574,167	\$7,291,140
Massachusetts	7,781,718	\$568,065	\$7,213,653
Michigan	14,110,337	\$1,030,055	\$13,080,282
Minnesota	8,971,817	\$654,943	\$8,316,874
Mississippi	6,870,957	\$501,580	\$6,369,377
Missouri	13,397,395	\$978,010	\$12,419,385
Montana	5,742,484	\$419,201	\$5,323,283
Nebraska	4,042,712	\$295,118	\$3,747,594
Nevada	4,764,098	\$347,779	\$4,416,319
New Hampshire	2,234,051	\$163,086	\$2,070,965
New Jersey	12,829,629	\$936,563	\$11,893,066
New Mexico	5,168,609	\$377,308	\$4,791,301
New York	21,385,143	\$1,561,115	\$19,824,028
North Carolina	14,376,033	\$1,049,450	\$13,326,583
North Dakota	3,443,206	\$251,354	\$3,191,852
Ohio	17,964,121	\$1,311,381	\$16,652,740
Oklahoma	9,049,493	\$660,613	\$8,388,880
Oregon	6,955,502	\$507,752	\$6,447,750
Pennsylvania	22,198,943	\$1,620,523	\$20,578,420
Rhode Island	3,009,974	\$219,728	\$2,790,246
South Carolina	9,538,220	\$696,290	\$8,841,930
South Dakota	3,908,466	\$285,318	\$3,623,148
Tennessee	11,714,362	\$855,148	\$10,859,214
Texas	47,578,572	\$3,473,236	\$44,105,336
Utah	4,829,910	\$352,583	\$4,477,327
Vermont	2,755,064	\$201,120	\$2,553,944
Virginia	13,924,920	\$1,016,519	\$12,908,401
Washington	9,237,377	\$674,329	\$8,563,048
West Virginia	6,142,783	\$448,423	\$5,694,360
Wisconsin	10,510,821	\$767,290	\$9,743,531
Wyoming	3,561,807	\$260,012	\$3,301,795
Total	\$532,208,219	\$38,851,200	\$493,357,019

Program Code

M0E2