

### Infrastructure Investment and Jobs Act (IIJA) Update May 4, 2022

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### IIJA – Minnesota Timeline

*Nov.* 15 IIJA signed into law January Governor's Budget Proposals Released

#### Jan. 31

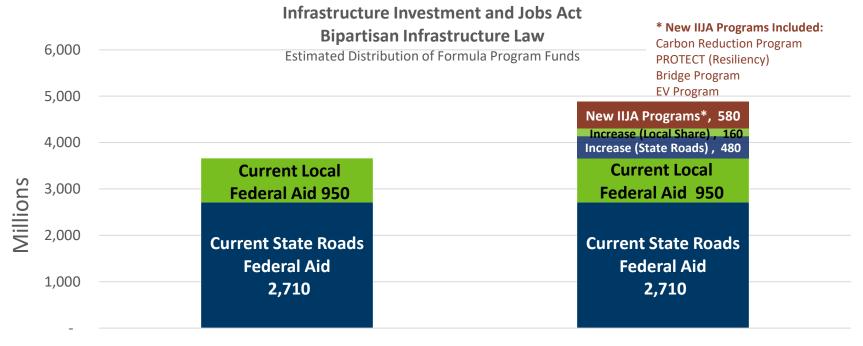
State Session Began – Appropriation of Federal Funds, Matching Funds

#### March 12

Appropriations signed into law

April/May IIJA Discretionary Grants

#### Comparison of FAST Act and IIJA Formula Program Funds



FAST Act Funding LevelIIJA Funding Level(5-year FFY2022 to FFY2026)...(5-year FFY2022 to FFY2026)

# IIJA State and Local Match (current estimates)

### • Formula funds for road and bridges

- \$240M/year of additional federal funds (approx. +35%). Based on historical precedent (70% state, 30% locals):
  - Additional \$170M/year to MnDOT for trunk highway system
  - Additional \$70M/year to local partners for local roads and bridges
- Match requirements (@ 20%)
  - \$40M/year for MnDOT for trunk highway system
  - \$20M/year for local partners for local roads and bridges



# IIJA State and Local Match (current estimates)

#### All amounts in table below reflect rough estimates in millions:

Program	Federal Funds/Year	State/Local Match
FHWA – MnDOT (@70%)	\$170M*	\$40M (@20%)
FHWA – Locals (@30%)	\$70M	\$20M (@20%)
FAA	\$60M	\$7M (@10%)
FTA – MnDOT portion only	\$13M	\$7M (@36%)
Discretionary programs**	\$450M (@2% of total)	\$112M (@20%)
Grand Total	\$760M	\$185M

\*Need additional budget authority from state legislature via increased direct appropriations (unlike typical LAC process for federal funds)

\*\*Estimates of Minnesota's portion of the many new and expanded discretionary grant programs are for illustrative purposes only

### Governor's Supplemental Budget Change Item Requests \$ in 1,000s

Request Name	Fund	FY 2022	FY 2023
Multimodal Transportation Package (*related to IIJA*)	Multiple	123,084	176,916
Maximize Federal Transportation Climate Funding (*related to *IIJA*)	GF	-	2,000
Compensation Operating Impacts	тн	3,500	20,400
Corridors of Commerce Project Scoring and Statute Clarification	тн	-	-
ARMER Radio Tower and Equipment Building Replacements	GF	-	2,000
Rail Grade Crossing Safety	TH/SR	-	1,500
Utility Aircraft Replacement ("pickups in the sky")	GF	-	7,000
Passenger Rail - 2nd Train Twin Cities to Chicago	GF	740	1,490

### Governor's Capital Budget Requests \$ in 1,000s

Program / Project	Funding Source	Governor's Proposal
High Priority Bridges	THB	\$80,000
Local Bridge Replacement Program	GO	\$120,000
Local Road Improvement Program	GO	\$90,000
Highway Railroad Grade Crossing Warning Device Replacement	GO	\$5,000
Port Development Assistance Program	GO	\$5,000
Safe Routes to School Infrastructure Program	GO	\$1,500
Active Transportation	GO/GF	\$5,000
Truck Parking Improvements	тн	\$5,000
Minnesota Rail Service Improvement Program	GO	\$2,000
Greater Minnesota Transit Program	GO	\$1,000
Facilities Capital Improvements	ТНВ/ТН	\$71,200
Rail Corridor Capacity Improvements	GO	\$16,100
General Obligation Bond (GO) Total	\$244,600	
General Fund Cash (GF) Total	\$1,000	
Trunk Highway Bonds (THB) Total	\$151,200	
Trunk Highway Fund (TH) Total	\$5,000	
Grand Total	\$401,800	

5/3/2022

## **IIJA Discretionary Grants**

#### **US DOT Discretionary Funding (Five-year funding totals):**

- Existing: INFRA **\$14 billion**
- Existing: Local and Regional Project Assistance Program (old RAISE/BUILD/TIGER) **\$7.5 billion**
- New: Bridge Investment Program (in addition to bridge formula program) **\$12.5 billion**
- New: National Infrastructure Project Assistance (megaprojects) **\$5 billion**
- New: Safe Streets and Roads for All (vision zero) **\$5 billion**
- New: Charging and Fueling Infrastructure **\$2.5 billion**
- New: Rural Surface Transportation Grants **\$2 billion**

#### In total, over \$100 billion in available funds for transportation modes

### IIJA Discretionary Grants "Multimodal Projects Discretionary Grants" (due date May 23)

Infrastructure for Rebuilding America (INFRA)

- March release **\$1.55 billion available**
- Focus: freight mobility, mitigating supply chain bottlenecks

Mega Infrastructure Project Assistance Program

- March release **\$1 billion available**
- Focus: big projects that states alone cannot fund

**Rural Surface Transportation Grants** 

- March release \$300 million available
- Focus: rural projects from formula highway programs and Tribal transportation programs

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#### MnDOT Potential Projects for FFY 2022 (MEGA/INFRA/RURAL Grants) Due 5-23-22

D-3: I-94 Gap – **Monticello to Albertville** – 3<sup>rd</sup> general purpose lane in each direction, bridges, overlay MEGA & INFRA

D-3:TH24 in **Clearwater** – ped/bike facility, safety improvements and accessibility, replace bridge and improve freight RURAL

D-3&4: TH 10 in **Wadena** – reconstruct and expand 6 miles, both EB and WB RURAL

replacements from the Mississippi River to Hill City RURAL

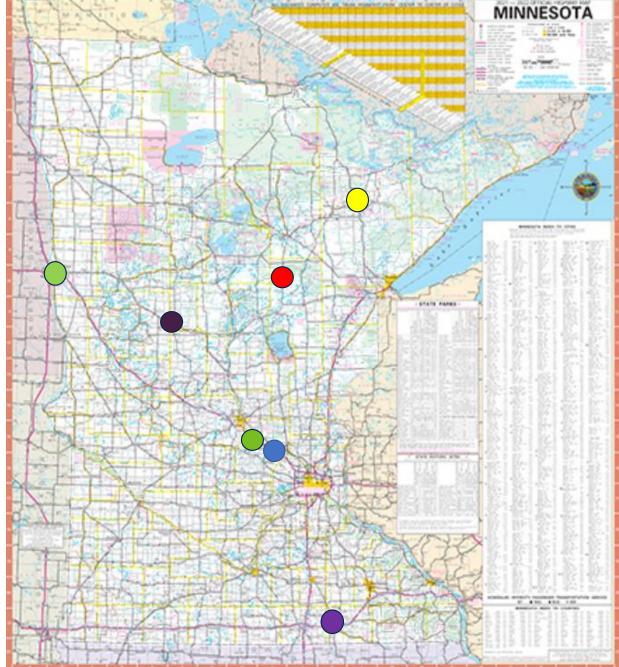
D-1:TH53/Eveleth – Rock Ridge School INFRA

D-4: TH 10/75 **Moorhead** - 11<sup>th</sup> Street Rail Grade Separation MEGA

D-3&1: TH 169 Aitkin Co. – Shoulder

widening, overlay, bridge

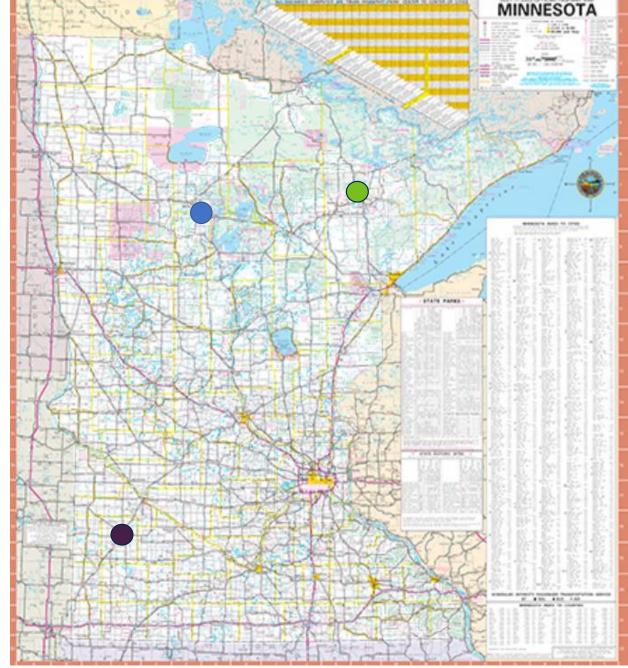






D-2:TH197 Corridor in Bemidji D-1:TH53/Eveleth – **Rock Ridge School** 





# 2022 Notice of Funding Opportunity

### Bridge Investment Program (May Release)

- At least 50% of funding reserved for certain large projects
- Different process for funding projects ≤\$100M cost
- Sets aside \$40M per FY for Tribal transportation bridges

### Safe Streets and Roads for All (May Release)

- Supports TZD in Minnesota
- Comprehensive safety action plan (planning grants)
- Planning, design, and development activities for projects identified in a comprehensive safety action plan



# 2022 Notice of Funding Opportunity Cont.

- Nationally Significant Federal Lands and Tribal Project Program (May release)
- Railroad Crossing Elimination Program (June release)
- Various Ferry Programs (June release)
- Reconnecting Communities Pilot Program (June release)
- National Culvert Removal, Replacement, and Restoration Grant Program (Summer release)
- Consolidated Rail Infrastructure & Safety Improvements Grant Program (August release)
- Strengthening Mobility and Revolutionizing Transportation (SMART) Grant Program (September Release)

# Notice of Funding Opportunity Announcements

### <u>Upcoming Notice of Funding Opportunity Announcements in 2022 | US</u> <u>Department of Transportation</u>

(https://www.transportation.gov/bipartisan-infrastructure-law/upcoming-notice-funding-opportunityannouncements-2022)

\*List of NOFOs will be updated periodically with new programs and dates





# Questions?

### Thank you!

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