



# Update Minnesota's ARRA Program

June 3, 2009

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# Background

## Minnesota ARRA Funds Received

- **Transit**

  - \$73M to MPOs(\$67M to TC MPO)

  - \$19M to Greater Mn. Transit

- **Aviation**

  - \$23.2M in approved project funding

  - MN received more ARRA FAA airport funding than any of our neighboring states!



# Background

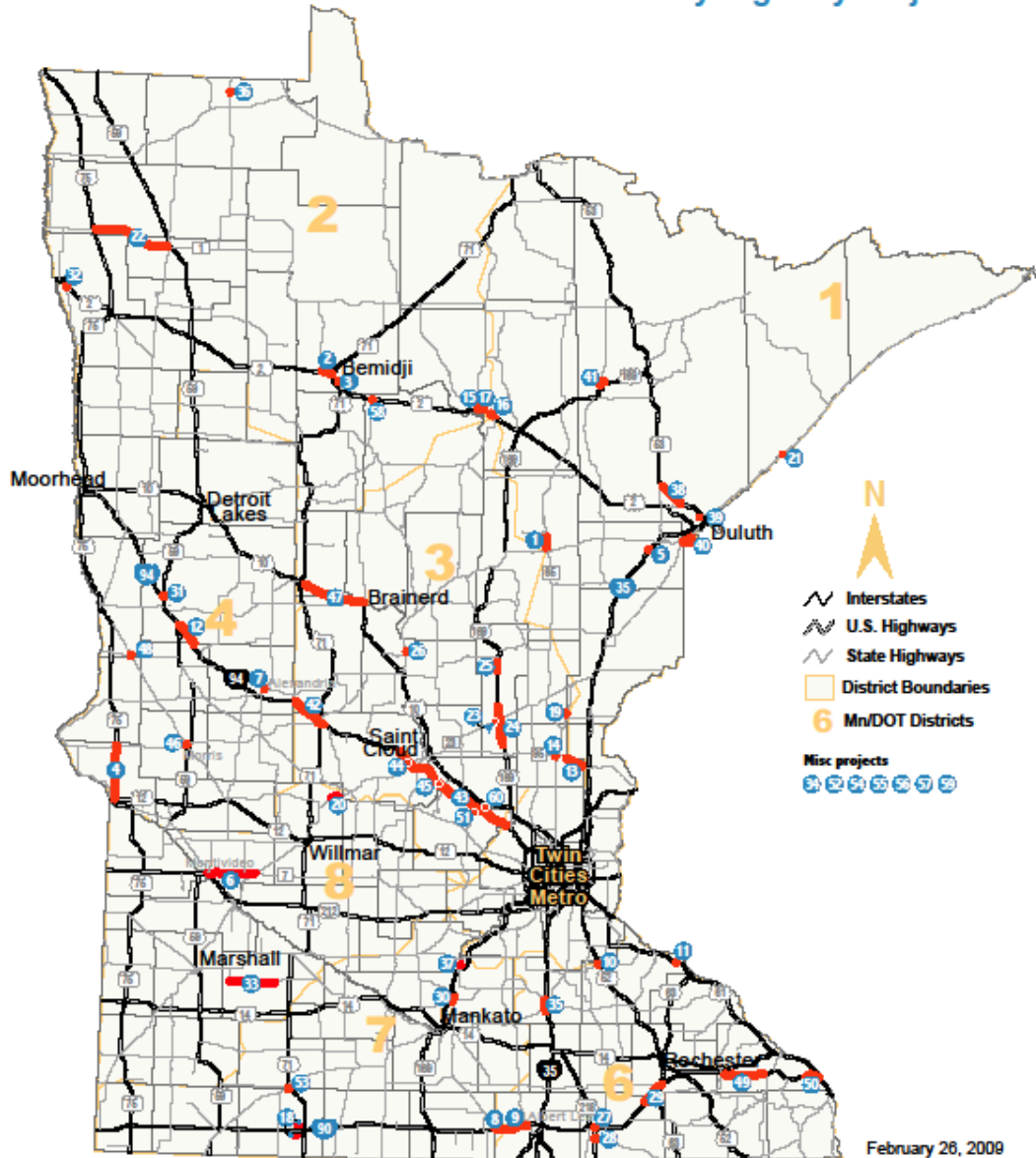
## Minnesota ARRA Funds Received

### ARRA Highway and Bridge Apportionment (\$ millions)

<b>Surface Transportation Program</b>		\$150.7
Urban > 200K	\$73.2	
200K-5K	\$61.8	
< 5K	\$15.7	
<b>STP any area (State Discretionary)</b>		\$336.5
<b>Enhancement</b>		\$ 15.1
<b>Total</b>		\$502.3



Minnesota Department of Transportation  
 Greater Minnesota Economic Recovery Highway Projects



District	Percentage
1	10.0%
2	4.9%
3	10.1%
4	4.8%
6	10.2%
7	5.1%
8	4.9%
<b>Metro</b>	<b>50%</b>
<b>Total</b>	<b>100%</b>



# MNDOT's ARRA Program

## Progress Report

As of

June 1, 2009



# Progress to Date: Greater Minnesota Transit

## Transit Program: \$25M in facility projects and bus replacements.

- Replace over 75 large and small transit buses;
- Purchase six accessible coaches for Minnesota Intercity bus service;
- Build three new rural transit facilities;
- Improve and expand three existing transit facilities;
- Partially fund the Rochester Operations Center

# Progress to Date: Greater Minnesota Transit

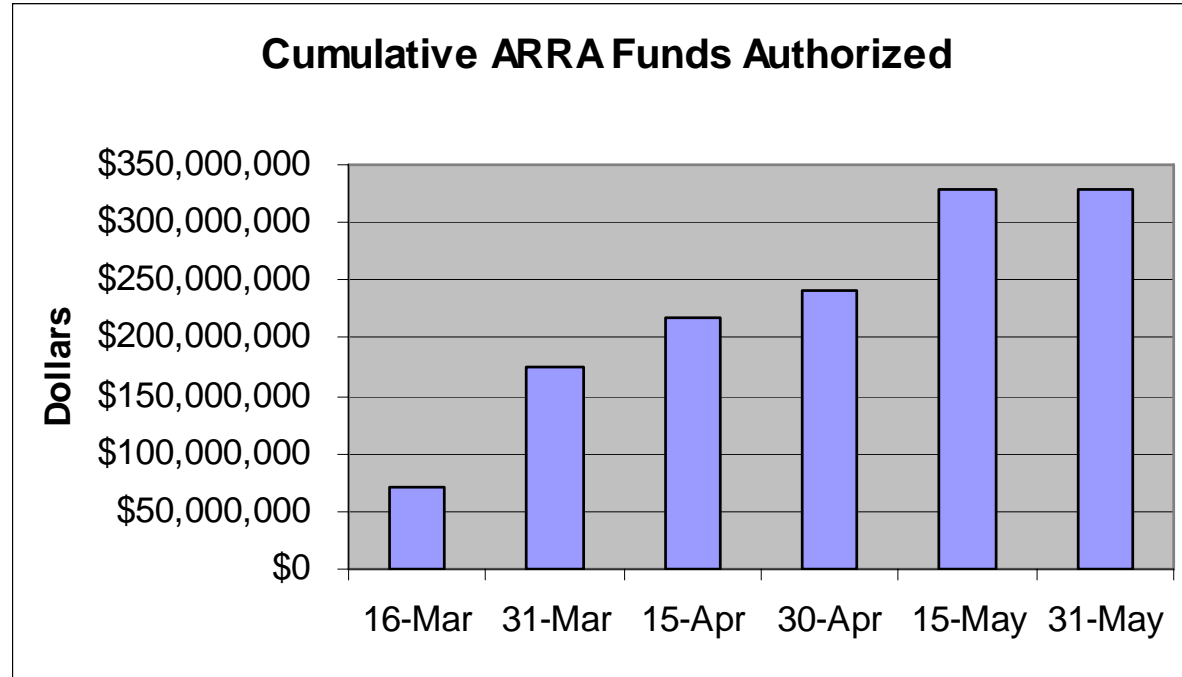
## Program Status

- More than 65 vehicles have been ordered.
- Three of the transit facility projects are pending only FTA approval, and have met all Mn/DOT program and project requirements."

# Progress to Date: Aviation Project Status

Airport Name	ARRA Grant \$	Project Description	Status
Albert Lea Muni	\$500,000	Rehabilitate Runway	Let
Albert Lea Muni	\$3,043,750	Construct Runway	Let
Baudette Intl	\$250,000	Rehabilitate Runway	Let
Bemidji Regional	\$500,000	Rehabilitate Apron	Let
Duluth Intl	\$7,100,000	Construct Terminal Bldg	Let
Chisholm-Hibbing	\$4,400,000	Rehabilitate Runway	Let
Mankato Rgnl	\$1,000,000	Rehabilitate Runway	Let
Redwood Falls Muni	\$1,400,000	Rehabilitate Runway	Let
St. Cloud Rgnl	\$850,000	Rehabilitate Runway/Terminal	Let
Windom Muni	\$1,196,250	Rehabilitate Runway	Let
Flying cloud	\$1,825,700	Construct taxiway	Let
Brainerd Lakes Rgnl	\$1,000,000	Rehabilitate Apron	Let

# Progress to Date: State and local Highway Funds



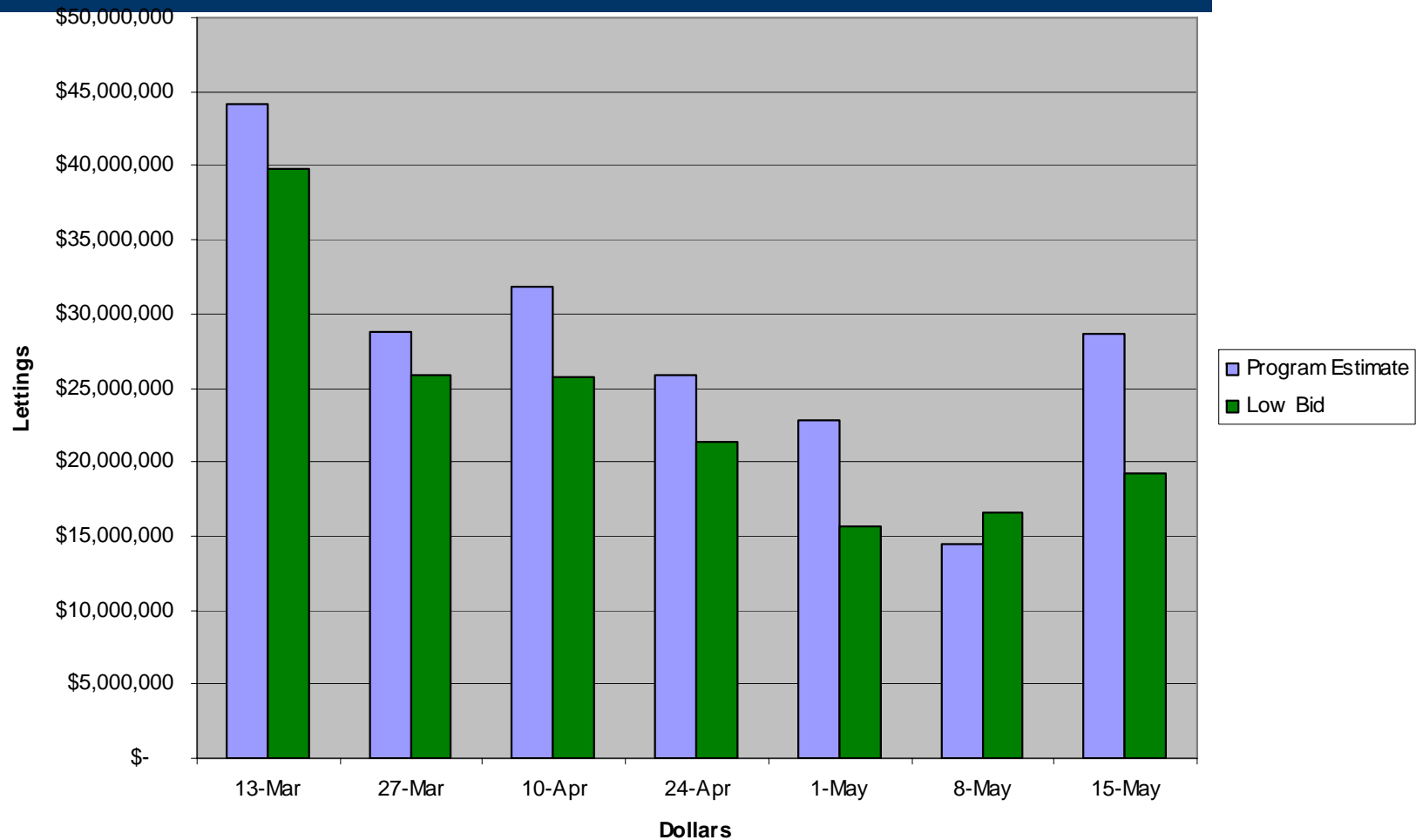
Mn authorized 50% of flexible funds within 60 days  
of ARRA enactment

# Progress to date: MnDOT ARRA Letting Results

Letting Date	No. of Projects	Program Estimate	Low Bid	Percent of Estimate
13-Mar	9	\$ 44,220,090	\$ 39,746,376	90%
27-Mar	7	\$ 28,843,061	\$ 25,854,677	90%
10-Apr	5	\$ 31,854,371	\$ 25,680,991	81%
24-Apr	7	\$ 25,825,000	\$ 21,370,766	83%
1-May	3	\$ 22,769,500	\$ 15,678,905	69%
8-May	1	\$ 14,480,000	\$ 16,535,000	114%
15-May	10	\$ 28,615,398	\$ 19,236,909	67%
<b>Total to Date</b>	<b>42</b>	<b>\$ 196,607,420</b>	<b>\$ 164,103,624</b>	<b>83%</b>

# Progress To Date: MnDOT ARRA Letting Results

Bid Letting Results



# Progress to Date: 15 MnDOT Projects Under Construction

**PROJECT  
FUNDING BY**



**American  
Recovery &  
Reinvestment Act**

# Progress to date: Local Highway Program

- \$150M for local highway projects
  - \$75M Greater Minnesota
  - \$75M Twin Cities Metro Area
- 27 of 48 Greater Mn local projects let to date
- Letting Results for local ARRA
  - ARRA Bid total = \$22,970,578.54
  - ARRA EE Total = \$28,357,266.85
  - Ave. of 19% below estimates



# Progress to Date: Unprecedented Reporting

## Highway Infrastructure Reporting Requirements include:

- **Certifications**
  - **Section 1607 Request and Acceptance of Recovery Act funds**
  - **Section 1201 Maintenance of Effort**
  - **Section 1511 Projects have been fully reviewed and vetted**
- **Monthly reports to FHWA:**
  - **1585 Project Plan – “certified projects” receiving ARRA funds, project identification and environ. status**
  - **1586 Project Status-construction start/completion status**
  - **1587 Employment (Labor) Summary- jobs created/payroll paid**



# Progress to Date: Additional Reporting

- Monthly report to the House Transportation and Infrastructure Committee: Program, Project, Labor Status
- Minnesota Legislature – FHWA reports by District
- Department of Labor (DOL)- Davis-Bacon and DBE
- Office of Inspector General (OIG) – Auditing/Investigation

# Progress to Date: Above and Beyond Efforts

- Districts – Project development and construction
- Pre-letting Unit – Plan review, estimating and letting
- Consultant Services Office – Consultant contracts
- Construction Office – Contract awards, design build, reporting
- OIM – Amendments, certifications, authorizations, reporting
- State Aid – Local program implementation and oversight
- Office of Finance – Database development, accounting and reporting
- Office of Transit – Program development, implementation and reporting
- Office of Aeronautics – Program development and reporting
- Environmental Services – Cultural Resource Permits, Clearances, Environmental docs.
- Legislative Affairs – Budget authority for MnDOT ARRA funds

# ARRA Next Steps

## **National Competitive Discretionary Grant Program (TIGER GRANTS) - \$1.5B**

- State Agencies and Local Units of Government can apply
- All surface transportation modes eligible
- Grants of \$20-\$300M

### **Timeline**

- June 1 - Inform stakeholders of Grant Program and MnDOT's approach
- June 4-June 12 - Solicitation from Districts/Modal Offices
- June 25 – TPC recommends projects for submittal to USDOT
- September 15, 2009 – Project applications due to USDOT

# ARRA Next Steps

## USDOT Inspector General

- Consider Situation Ripe for Fraud
  - Pressure – weak economy
  - Rationalization – lots of money being spent
  - Opportunity – more projects, no more oversight resources
- Scheduled and Unscheduled Site Inspections.
- Initial Focus:
  - Anti-trust - collusion, price fixing
  - DBE Issues



**Questions?**

