

APPALACHIAN DEVELOPMENT HIGHWAY SYSTEM (ADHS)

SYSTEM

- 32 Highway Corridors (*Begin and End at Interstate Highway or Another ADHS Corridor*)
- 3,607 Miles
- 3090 miles Eligible for ADHS Funding (*Authorized/Established by Congress*)
- Handout - *ADHS Status as of 9/30/10*

FUNDING

- SAFETEA-LU - \$470 Million Annually
- Obligation Authority Available Until Used
- ADHS State Apportionment Factors Based on Recent Cost to Complete Estimate (9/30/07)
- Federal Share – Not to Exceed 80%
- Handout – *SAFETEA-LU Fact Sheet (ADHS)*

ARC ADHS RESPONSIBILITIES

- Approve Corridor Location and Termini (*Maintain System Integrity*)
- Approve Corridor Design Criteria (*Maintain System Integrity*)
- Establish Factors Used in Distributing Annual State Allocations (*Cost to Complete Estimate*)
- Overall Management (*Benefit Studies, Annual Status Report, Etc.*)

RECENT ARC ACTIONS

- Lifting of Caps (PA, NY, MS, VA)
- Addition of Corridor P-1 (PA) Via Transfer of Miles (O-1 TO P-1)
- Alignment Change/Approval – Corridor Q (VA)

CURRENT APPORTIONMENT FACTORS

- 2007 Cost Estimate Factors (Handout)
- 2007 Commission Adjusted Apportionment Factors (1% Floor; 25% Ceiling) (Handout)

ADHS UNOBLIGATED BALANCES AS OF APRIL 19, 2011

- \$2,038,791,302.13 (SEE HANDOUT)

PURPOSE OF COST ESTIMATE

- Develop Apportionment Factors for Distributing Annual ADHS Allocations
- Provide Financial Information to Key Decision-makers Regarding Remaining ADHS Work (System, State, Corridor)

COST ESTIMATE PROCESS GOALS

- Accurate Estimate
- Defensible Estimate
- Prepared Effectively
- Prepared Efficiently
- Prepared Consistently As Possible – 13 ARC States

2012 ADHS COST ESTIMATE PROCESS (HIGHLIGHTS)

- Focused on Un-Completed ADHS Miles – Design Information (Table B)
- Major Changes to be submitted to ARC by July 1, 2011 in order to be included in 2012 Cost to Complete Estimate
- Costs Reported in **2010 Dollars**
- Cost Estimates for Corridor Location and Design Concepts **based on development reached on 9/30/2011**

2012 ADHS COST ESTIMATE PROCESS (HIGHLIGHTS – CONTINUED)

- Cost Estimate Software will automatically add a 5% of total costs for contingency allowance.
- This is only contingency allowed in estimate.
- Handout

GENERAL OBSERVATIONS

- Cost Estimate is a snap shot in time.
- 2012 Estimate will be one year old (as of 9/30/2011) when officially released
- 2012 Estimate uses 2010 dollars – 2 years of inflation not reflected