

## **BUILD Grants**

Better Utilizing Investments to Leverage Development Transportation Discretionary Grants Program

# How to Compete for FY 2019 BUILD Transportation Discretionary Grants

Presented by:

Office of the Under Secretary for Policy

United States Department of Transportation



# Welcome: FY 2019 BUILD How to Compete Webinar

**Audio** 

Via Computer – No Action Needed

Via Telephone - Call 1-888-808-6929

Passcode: 1203007

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**Transportation** 





## **BUILD Grants**

Better Utilizing Investments to Leverage Development Transportation Discretionary Grants Program

\$900 million multimodal, merit-based discretionary grant program

Modal and geographic equity requirements

Not more than 50 percent of funds will be awarded to projects located in urban and rural areas, respectively

Project narrative, SF 424, and project information form required





# What are the Advantages of the BUILD Program?

- Significant Local or Regional Impact
- Competitive Discretionary Grants
- Encourages Partnership
- Public Entity Eligibility
- Merit-Based Awards



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### **BUILD Basics**

Eligible Applicants	State governments
	Local and tribal governments
	U.S. territories
	Transit agencies
	Port authorities
	MPOs
	Other public subdivisions of State or local governments
Eligible Projects*	Highway, bridge, or other road project
	Public transportation projects
	Passenger and freight rail projects
	Port infrastructure investments
*Include but not limited to	Intermodal projects





### **BUILD Basics Cont'd**

### Eligible Cost Share/Match

Federal cost share up to 80% in urban areas

Federal cost share up to 100% in rural areas

#### Minimum Awards

\$5 million for projects in urban areas

\$1 million for projects in rural areas

No minimum for planning grants

#### Maximum Award

\$25 million per project

\$90 million per State

Not more than 50% of funding will be awarded to projects located in urban and rural areas, respectively





### **BUILD Urban & Rural Definitions**

\*Change from FY18 definitions\*

U.S. Census
Bureau
2010
population

#### **URBAN:**

Urbanized Area Population Greater than 200,000

#### RURAL:

Urbanized Area Population Less than 200,000

OR

Outside an
Urbanized Area
(including
Urban Cluster)



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## 2019 BUILD Application

■Application – <u>www.Grants.gov</u>

■Applications – Must be submitted before 8:00 PM E.D.T. on **July 15, 2019** 





## What Projects Compete Well?

Demonstrated strength in merit criteria

Project will enter construction within the period of obligation (Sept. 30, 2021)

Planning grants will be less competitive than capital grants

Project has specific timeline for completion

Presents a clear story and details project impact





## What Projects Compete Well?

Emphasizes improved access to reliable, safe, and affordable transportation, including concurrently investing in broadband or promoting energy independence

Incorporates innovations in technologies, project delivery and/or financing

New partnerships, multi-jurisdictional cooperation, including public-private partnerships



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### **BUILD Evaluation Considerations**

Does the project align well with the selection criteria?

How do the project's benefits compare to its costs?

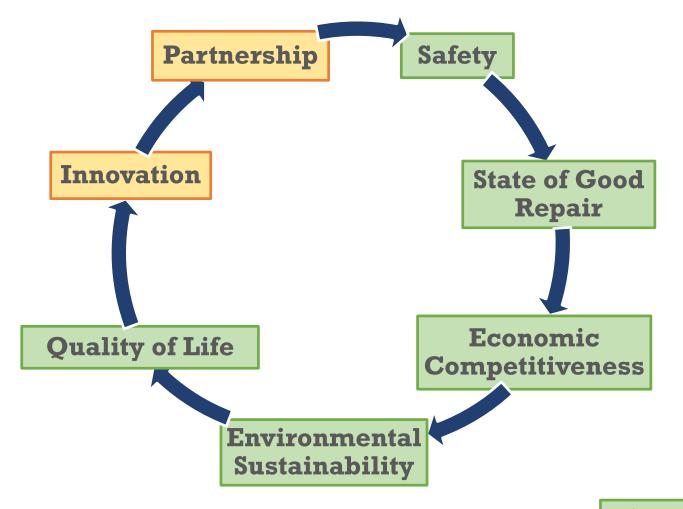
Does the project demonstrate readiness in terms of:

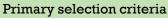
- Environmental review
- Permitting
- Technical feasibility
- Funding
- Applicant's capacity to manage project delivery
- Obligating funds by September 30, 2021





### **BUILD Selection Criteria**







## + Selection Criterion: Safety

DOT will assess how the project impacts:

Safe movement of goods and people

Data on crashes, injuries, and fatalities

Safe highway/rail grade crossings

Preventing releases of hazardous materials



## + Merit Criterion: State of Good Repair

DOT will also assess whether and to what extent the following are addressed:

Plans for maintenance of facilities and system that address current and projected vulnerabilities

Threats/consequences if infrastructure is left unimproved

Asset management that optimizes long-term cost structure

Sustainable revenue for overall life-cycle costs

Maintain or improve infrastructure supporting border security functions



### + Merit Criterion:

### **Economic Competitiveness**

DOT will assess whether the project will:

Decrease transportation costs and improve access in rural communities or communities in Opportunity Zones, through reliable and timely access to employment centers and job opportunities

Improve long-term efficiency, reliability or costs in the movement of workers or goods

Increase the economic productivity of land, capital, or labor, including assets in Opportunity Zones

Result in long-term job creation and economic opportunities

Help the United States compete in a global economy by facilitating efficient and reliable freight movement



### + Merit Criterion:

### **Environmental Sustainability**

DOT will assess how the project:

Improves energy efficiency, reduce dependence on oil, and reduce congestion-related emissions, improves water quality, avoids and mitigates environmental impacts and otherwise benefits the environment

Reduces energy use and air or water pollution through congestion mitigation strategies

Avoids adverse environmental impacts to air or water quality, wetlands, and endangered species

Provides environmental benefits, such as brownfield redevelopment, groundwater recharge in areas of water scarcity, wetlands creation or improved habitat connectivity, and storm water mitigation



## + Merit Criterion: Quality of Life

DOT will consider the extent to which the project:

Increases transportation choices

Expands access and connectivity to essential services such as jobs and healthcare

Will allow concurrent installation of fiber or other broadband deployment as an essential service

\*The Department may only reimburse costs associated with broadband if the broadband supports a transportation purpose



## + Merit Criterion: Innovation

DOT will assess the use of innovative strategies such as:

Safety, particularly in relation to automated vehicles and the detection, mitigation, and documentation of safety risks; includes work zone data exchanges

Technology, including operational performance of transportation systems and broadband deployment,

Project delivery, including contracting (P3s), congestion management, asset management, or long-term operations and maintenance

Environmental permitting and review to accelerate project delivery and achieve improved outcomes for communities and the environment

Funding and finance, including by using private sector funding or financing and recycled revenue from the competitive sale or lease of publicly owned or operated assets



# + Merit Criterion: Partnership

### DOT will consider:

Strong collaboration among a broad range of stakeholders in project development and funding, including among neighboring or regional jurisdictions to achieve local or regional benefits

Ensure long-term asset performance, such as through pay-for-success approaches

Partnerships that bring together diverse transportation agencies and/or are supported, financially or otherwise, by other stakeholders that are pursuing similar objectives





## **Project Readiness and BCA**

Project Readiness	Technical Feasibility
	Project Schedule
	Required Approvals
	Assessment of Project Risks and Mitigation Strategies
BCA	Identify, quantify, and compare expected benefits and costs





## **Application Pitfalls**

Ineligibility: applicants and projects

Priorities/outcomes not aligned with merit criteria

Lack of evidence substantiating project outcomes claims in narrative

Insufficient evidence of project readiness

Not providing statutorily-mandated match

Ineligible requests:
Operating assistance

Uncertain urban/rural designation



### **BUILD 2019 Evaluation Teams**

Considerations for DOT
Evaluation Teams:

Economic Analysis

Project Readiness

Control and Calibration

Senior Review

Final funding awards decided by the Secretary





# Project Delivery: What Should Successful Applicants Expect

BUILD 2019 Announcements by November 12, 2019

**BUILD 2019 Modal Project Assignments** 

**Negotiations Initiated** 

Sign/Execute Grant Agreement (funds obligated at this point)

Reporting Requirements/Project Modifications

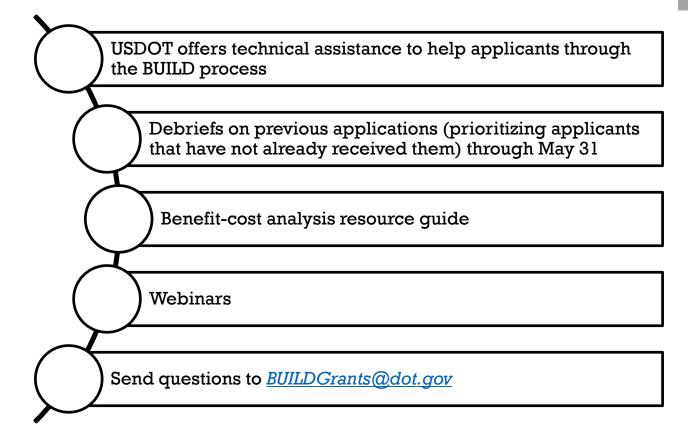
Project Completion/Close-Out

Performance Monitoring





### **Technical Assistance**





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## **Additional Application Help**

- BUILD Website: www.transportation.gov/BUILDgrants
- Preparing a Benefit-Cost Analysis for a BUILD Grant:

<u>www.transportation.gov/BUILDgrants/additional-quidance</u>

- Webinars and Frequently Asked Questions:
  - www.transportation.gov/BUILDgrants/outreach
  - <u>www.transportation.gov/BUILDgrants/2018-build-application-faqs</u>



### + Question and Answer Session



