

December 21, 2017

# **GATEWAY PROGRAM UPDATE**

John D. Porcari, Interim Executive Director

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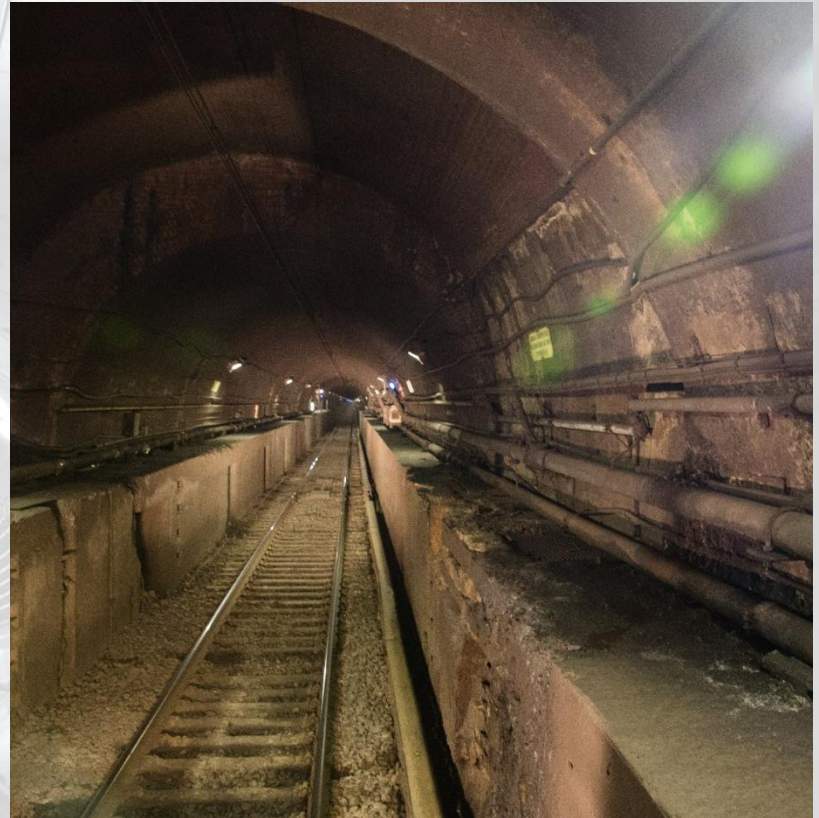
# Gateway Program Update



- » Hudson Tunnel Project
  - » Financial Plan: Local Funding Commitments in Place
- » Portal North Bridge Project
  - » FTA Capital Investment Grant: Request Submitted for Entry into Engineering Phase
- » Gateway Program
  - » Funding and Financing Milestones
  - » Key Actions in 2018

# Hudson Tunnel Project Financial Plan

- » Hudson River Tunnel and Hudson Yards Concrete Casing
  - » Construction cost: \$11.1 billion
  - » Most time sensitive elements
  - » 100% of local share committed
    - » \$1.9 billion – NJ TRANSIT
    - » \$1.9 billion – Port Authority of NY & NJ
    - » \$1.75 billion – State of NY
  - » Construction start: 2019 or sooner
  - » Meets 50/50 federal/local framework
- » Rehabilitation of North River Tunnel –
  - » Construction cost: \$1.6 billion
  - » Included in project; local share is \$800 million
  - » Construction start: 2026



# Hudson Tunnel Project Milestones

- » NEPA Public Hearings August 2017
- » President's Budget Submittal September 2017
  - » Submission updated in December 2017
- » RFI responses received September 2017
  - » One-on-one meetings with a cross section of respondents in October/November
- » NEPA Record of Decision March 2018
- » Hudson Yards Concrete Casing Early Work Q1 2018
- » Full Funding Grant Agreement / Loan Execution January 2019
- » New Tunnel Construction Start March 2019
  
- » New Tunnel Completed 2026
- » Existing Tunnel Rehab (1 tube at a time) 2026-2030

# Portal North Bridge Federal Grant Pipeline

- » Request for entry into FTA Engineering Phase
  - » Next step in FTA Capital Investment Grant pipeline
  - » Request submitted in November 2017
  - » Project entered pipeline in July 2016
    - » Less than the 2-year FTA requirement



# Portal North Bridge Project Milestones

- » FTA NEPA Decision July 2017
- » Early Construction Work Notice to Proceed August 2017
- » President's Budget Submittal September 2017
- » Request to Enter FTA's Engineering Phase November 2017
- » Full Funding Grant Agreement / Loan Execution Mid 2018
- » Major Construction Start Mid 2018
- » New Bridge Completed 2024

# Gateway Program Funding and Financing Milestones

- » **March 2016** – Port Authority Board authorizes up to \$35 million for Hudson Tunnel Project preliminary engineering, in addition to Amtrak's prior commitment of up to \$35 million
- » **July 2016** – Hudson Tunnel and Portal North Bridge projects accepted into FTA Capital Investment Grant Program
- » **October 2016** – Port Authority Board authorizes debt service support for up to \$284 million in borrowing for Portal North Bridge by Gateway Program Development Corporation (GDC), and up to \$18 million in associated fees
- » **January 2017** – GDC enters into Emerging Projects Agreement with USDOT for technical cooperation on low-cost long-term federal loans
- » **February 2017** – Port Authority Board approves 2017-2026 Capital Plan that includes \$2.7 billion for the Gateway Program; amount includes previously authorized funding for preliminary engineering (March 2016) and Portal North Bridge (October 2016)

# Gateway Program Funding and Financing Milestones

- » **May 2017** – NJ TRANSIT authorizes early work contract for Portal North Bridge
- » **September 2017** – Hudson Tunnel Project and Portal North Bridge Project submitted to FTA for inclusion in FY2019 President's Budget. Portal North Bridge Project earned medium-high rating following FY2018 submittal. Letter of Interest for \$284 million Transportation Infrastructure Finance and Innovation Act (TIFIA) loan submitted to USDOT's Build America Bureau.
- » **November 2017** – Portal North Bridge Project submitted for entry into the Engineering phase of Capital Investment Grant Program
- » **December 2017** – Hudson Tunnel Project financial plan submitted with commitment for 100% local share of funding for new tunnel and Hudson Yards Concrete Casing - Section 3



# Gateway Program Key Actions in 2018

## » Hudson Tunnel Project

- » Final Environmental Impact Statement/Record of Decision from FRA
  - » *FTA determination to follow*
- » Complete Preliminary Engineering & 30% Design
- » Commence procurement activities
- » FTA CIG Grant: Engineering Phase
- » RRIF loan filings
- » Commence real estate acquisition
- » Negotiate Full Funding Grant Agreement with FTA

# Gateway Program Key Actions in 2018

## » Hudson Yards Concrete Casing

- » Finalize plan for relocation of Long Island Railroad (LIRR) Emergency Services Building
- » Execute agreements with Related Cos. for completion of HYCC Section 3
- » Award construction contract for HYCC Section 3

## » Portal North Bridge Project

- » Finalize procurement and real estate acquisition plan
- » Commence procurement process for major construction
- » Award contract for major construction
- » TIFIA and grant agreements
- » Major construction starts



**MOVING  
GATEWAY  
*FORWARD***