

# FEDERAL FUNDING OF DREDGED MATERIAL PLACEMENT AREAS.

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# BRIEF HISTORY

- Confined placement of dredged material has increased due to increasing environmental concerns and Federal and State regulations.
- Before WRDA 96 Federal funding for dredged material placement areas was mixed depending on project authorization— some 100% Federal and others 100% non-Federal.
- Funding for placement areas for maintenance of Great Lakes was Federal under Section 123 of the 1970 River and harbor and Flood Control Act .
- WRDA 96 imposed Federal/Non-Federal cost sharing for all new or modified placement areas.

# FEDERAL COST SHARING FOR PLACEMENT AREAS

- Channels 20 feet or less – 80% Federal
- Channels > 20 feet to 45 feet – 65% Federal
- Channels > 45 feet – 40% Federal
- Lands, easements, rights of way and relocations (LERR's)  
non-Federal
- 10 percent of non-Federal share can be financed over up  
to 30 years

# FEDERAL COST SHARING FOR PLACEMENT AREAS

(Continued)

- Credit for LERR's against 10 percent financed share
- Operation and maintenance of disposal area Federal

# PROCESS FOR FEDERAL PARTICIPATION IN DREDGED MATERIAL PLACEMENT AREA

- Dredged Material Disposal Plan approved by Division Engineer – Federal O&M
- Project Partnership Agreement Executed
- Budgeting for Federal share Construction General by project
- Appropriation

# OTHER FUNDING OPTIONS

- Non-Federal construction or Combination of Non-Federal and Federal – Credit or Payment – New WRDA 2007 – Section 2005 – Same process
- Non-Federal construction with Federal payment through a cost shared tipping or placement fee – Recovery of the Federal share over time – Non-Federal financing – Same process
- Beneficial use of dredged material – environmental, flood control, shore protection – cost sharing in incremental cost over least cost alternative – generally 65/35 Federal/Non-Federal – Requires specific Congressional authorization or limited permanent authority – Section 204 of WRDA 92