

# US Army Corps of Engineers Contributed Funds

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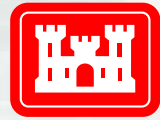


US Army Corps of Engineers  
**BUILDING STRONG**

USACE Campaign Plan Goal 2  
Civil Works Transformation  
USACE Infrastructure Strategy  
Alternative Financing



# USACE Infrastructure Strategy (UIS)



## Challenges & Opportunities

- **Infrastructure Investment = Global Challenge**
- **USACE Civil Works Portfolio: 3,000+ Operational Projects, with Capital Stock Value of Approx \$190B**
- **USACE Civil Works Assets Enable**
  - Flood & Coastal Storm Damage
  - Coastal and Inland Harbors
  - Inland Waterways
  - Hydropower
  - Dam & Levee Safety Programs
  - Water Storage
  - Aquatic Ecosystems
  - Water-Based Recreation
- **Demands for CW Infrastructure Maintenance, Operations, and Capital Investment are Expanding**
  - Civil Works New Construction Backlog → \$ 60B
  - ASCE: Dams, Levees, IWW's = "D" → \$140B
  - Civil Works Infrastructure is Aging, with Needs Exceeding Available Federal Dollars (\$4.6B Budget....)



# Alternative Financing Principles

- **Helps USACE Address Two National Problems**
  - ▶ For Existing Infrastructure: Sustain Performance, Extend Service Life, and/or Buy Down Risk for the Nation
  - ▶ For New Infrastructure: Accelerate Delivery, Reduce Life Cycle Costs and Achieve Earlier Accrual of Project Benefits to the Nation

## Includes:

- ▶ Contributed Funds, Advanced Funds, Accelerated Funds
- ▶ Divestiture
- ▶ Public-Private Partnerships (P3s)  
and Public-Public-Private Partnerships (P4s)



# Advanced, Accelerated and Contributed Funds

- Advanced Funds: Sponsor pays the Federal share of the work to be performed, with the potential of repayment or credit. Only for specifically authorized projects for navigation or flood damage risk reduction. Congressional notification required.
- Accelerated Funds: Sponsor may offer to accelerate provision of their required cash contribution and the Government use such accelerated funds without having the matching Federal share available. Congressional notification required for design & construction, but not studies.
- Contributed Funds: Funds provided in excess of required cost-share amount. No repayment or credit. Congressional notification required.



# Contributed Funds

- Use of model MOAs typically result in quicker processing of requests, and are listed at:  
[http://www.usace.army.mil/Missions/CivilWorks/ProjectPartnershipAgreements/cf\\_moa.aspx](http://www.usace.army.mil/Missions/CivilWorks/ProjectPartnershipAgreements/cf_moa.aspx)
- Several new MOA models recently posted, including a multiple year, multiple project MOA model
- For O&M dredging using model MOAs we have a 120-day processing goal



# Contributed Funds Steps

- Approval to negotiate contributed funds request
  - (1) Sponsor and District info exchange; initiate process
  - (2) Division notice to HQ
  - (3) HQ Review/Coordination
  - (4) Administration Coordination (ASA(CW)/OMB)
  - (5) Congressional Committee Coordination (House and Senate Notification/Acknowledgement)
  - (6) Notice to Administration, and Division/District/Sponsor
  
- Approval of draft agreement
  - (7) Use Model Agreement? Y/N
    - If No, MSC, HQ RIT to Director Civil Works Approval
    - If Yes, MSC Commander Approve
  - (8) District accepts funds and begins work



# Q1A



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