Federal Infrastructure Investment & Jobs Act Funding Summary Report

KATY CALLON

DECEMBER 13, 2023



This report is intended to provide the Long-Range Planning Interim Budget Committee with an overview of federal infrastructure investment that has been authorized for Montana under the Infrastructure Investment and Jobs Act (IIJA).

On November 15, 2021, the IIJA was signed by the President and became law (P.L. 117-58); it's also known as the Bipartisan Infrastructure Law (BIL). This legislation provides authorization for significant investment in various types of infrastructure, including transportation, water, wastewater, energy, and broadband. This authorization for funding under various programs is provided for federal fiscal years (FFY) 2022 through 2026. There is both non-competitive formula grant funding, as well as competitive grant funding, available to states, tribal governments, local governments, non-profit, and private entities.

The table below shows non-competitive formula grant funding allocated for Montana, for allocations that are currently known and that will be provided during the authorization time period of the IIJA.¹

¹ The source of the allocation amount data by total and average for each federal fiscal year is the federal fund information for states (FFIS) state allocation weekly update, as of November 28, 2023, as well as various federal websites.

IIJA Formula Grant Funding - Montana				
Program	Total Funding Available FFY 2022-2026	Average Funding Per Fiscal Year		
Transportation				
Bridge Formula Program*	225,000,000	45,000,000		
Carbon Reduction Program*	68,117,913	13,623,583		
Congestion Mitigation and Air Quality Improvement	84,414,539	16,882,908		
Construction of Ferry Boats and Ferry Terminal Facilities*	1,000,000	200,000		
Disadvantaged Business Enterprises ¹	111,000	111,000		
Federal Lands Access Program ¹	35,158,441	17,579,221		
Highway Safety Improvement Program	167,629,034	33,525,807		
Metropolitan Transportation Planning	12,342,366	2,468,473		
National Electric Vehicle Formula Program*	42,889,962	8,577,992		
National Highway Freight Program	74,049,296	14,809,859		
National Highway Performance Program	1,568,387,187	313,677,437		
Promoting Resilient Operations for Transformative, Efficient, and				
Cost-saving Transportation (PROTECT) Program*	77,454,948	15,490,990		
Railway-Highway Crossings (HSIP set-aside)	10,464,896	2,092,979		
Surface Transportation Block Grant	763,939,205	152,787,841		
Motor Carrier Safety Assistance Program	22,317,644	4,463,529		
Bus and Bus Facilities Formula Grants	22,965,953	4,593,191		
Enhanced Mobility Grants	7,259,983	1,451,997		
Metropolitan Planning (Transit)	3,182,584	636,517		
Rural Area Formula Grants (Transit)	75,707,311	15,141,462		
Rural Transportation Assistance Program (Set-aside of Rural Area				
Formula Grants)	829,617	165,923		
Statewide Transportation Planning (Transit)	832,203	166,441		
Urbanized Area Formula Grants	39,900,640	7,980,128		
Highway Safety Programs	14,800,572	2,960,114		
National Priority Safety Programs	12,109,790	2,421,958		
Transportation Total	3,330,865,084	676,809,349		
Local Schools/Roads/Services				
Secure Rural Schools Program	42,136,373	14,045,458		
Energy				
Energy Efficiency and Conservation Block Grant*1	3,428,820	3,428,820		
Energy Efficiency Revolving Loan Fund Capitalization Program* ¹	5,114,180	5,114,180		
Preventing Outages and Enhancing the Resilience of the Electric Grid, Grants to States and Tribes*	35,138,273	7,027,655		
State Energy Program (expanded use) ¹	3,553,580	3,553,580		
Weatherization Assistance Program ¹	1,758,392	1,758,392		
Low Income Home Energy Assistance Program (LIHEAP) ¹	1,174,648	586,131		
Energy Total	50,167,893	21,468,758		
Energy Total	30,107,033	21,400,730		

Water & Wastewater		
Clean Water State Revolving Funds: emerging contaminants*	4,680,000	936,000
Clean Water State Revolving Funds: Existing Program	54,877,996	10,975,599
Drinking Water State Revolving Funds: emerging contaminants*	38,115,000	7,623,000
Drinking Water State Revolving Funds: Existing program	111,805,864	22,361,173
Drinking Water State Revolving Funds: Lead service line replacement	142,950,000	28,590,000
Emerging Contaminants in Small or Disadvantaged Communities		
Grant Program*	47,285,000	9,457,000
Water Improvements for the Nation (WIIN) Act	565,000	282,500
Water & Wastewater Total	400,278,860	80,225,272
Broadband & Cybersecurity		
Broadband Equity, Access, and Deployment State Grants*1	628,973,799	628,973,799
State Digital Equity Capacity Grant Program*	14,432,085	2,886,417
State Digital Equity Planning Grant*	601,301	601,301
State and Local Cybersecurity Grant Program*	12,321,938	3,080,485
Broadband & Cybersecurity Total	656,329,123	635,542,001
Environmental Clean-Up/Remediation		
Abandoned Mine Reclamation Fund ¹	9,200,000	4,600,000
Orphaned well site plugging, remediation, and restoration - State		
formula grants*1	5,139,423	5,139,423
Environmental Clean-Up/Remediation	14,339,423	9,739,423
Total	4,494,116,755	1,437,830,261
¹ Funding data not divided by fiscal year for FFY 2022-2026; average funding per fiscal year	ear column shows one or more feder	al fiscal years.
* Indicates new funding for a new program rather than regultherization of funding for an e		•

^{*} Indicates new funding for a new program rather than reauthorization of funding for an existing program

A total of \$4,494.1 million is currently anticipated for total formula funding allocated to Montana under IIJA. Per federal fiscal year, approximately \$1,437.8 million is anticipated. As noted, many of these programs are being re-authorized and have been funded by prior authorization acts. Approximately \$1,209.7 million or 26.9% of the total funding is for new formula grant programs authorized under IIJA, the most significant of which is the broadband equity, access, and deployment (BEAD) state grants program. Montana's total allocation for the BEAD program is \$629.0 million, and the funding will be administered by the Department of Administration.

The following table shows the competitive grant amounts by program identified to date. Recipients of these awards include the state, local governments, tribal governments, non-profit, and private entities. The award amounts are only for FFY 2022 and 2023, as future competitive awards are unknown and can only be updated as the awards are made. Some of the grant programs are being re-authorized, and those that are new under IIJA are noted with an asterisk.

IIJA Competitive Grant Funding - Montana (Including Tribes, Local Governments, Private/Non-Profit Entities, & Some State Grants)

Program	Award Total, FFY 2022-2023
Transportation	/ wara 10tal, 111 2022 2020
Bridge Investment Program*	240,000
Rural Surface Transportation Grant Program*	25,000,000
Railroad Crossing Elimination Program*	400,000
Bus & Bus Facilities Competitive Grants	55,307,487
Local & Regional Project Assistance (RAISE Program): Rural Grants	85,755,627
Nationally Significant Federal Lands & Tribal Projects	30,567,037
Federal Motor Carrier Services Administration High Priority Program	1,145,947
Safe Streets & Roads for All*	12,854,560
Airport Infrastructure Grants* (\$144.6 million available total for FFY2022-	, ,
2026)	57,961,619
Airport Terminal Program*	28,300,000
Transportation Total	297,532,277
Wildfire Defense	
Community Wildlife Defense Grant Program*	9,284,013
Energy	
Clean School Bus Program*	3,950,000
Renew America's Schools Grant Program*	2,797,104
Energy Total	6,747,104
Water & Wastewater	
National Dam Safety Program	375,049
Rehabilitation of High Hazard Potential Dams	384,938
Ecosystem - Fish Passage	1,380,000
Water storage, groundwater storage, and conveyance projects	6,000,000
WaterSMART Grants	6,854,206
Water & Wastewater Total	14,994,193
Broadband & Cybersecurity	
Affordable Connectivity Program Household Support	22,242,020
Affordable Connectivity Program Outreach Grants	500,000
ReConnect Broadband Pilot Grants	46,818,123
Middle Mile Grants*	11,756,500
Tribal Broadband Connectivity Program	94,443,222
Broadband & Cybersecurity Total	175,759,865
Disaster Mitigation	
Building Resilient Infrastructure & Communities (BRIC)	10,469,909
Flood Mitigation Assistance Grants	49,875
Disaster Mitigation Total	10,519,784

Environmental Clean-Up/Remediation	
Orphaned well site plugging, remediation, and restoration - Initial state	
grants*	25,000,000
Underground Injection Control Grants: Class VI Wells*	1,930,000
Mineral Security Projects - National Geological and Geophysical Data	
Preservation Program	468,866
Brownfields projects	16,398,199
Pollution Prevention Grants	349,978
Environmental Clean-Up/Remediation Total	44,147,043
Other	
State Manufacturing Leadership Program*	2,000,000
Ecosystem - Sage Brush-Steppe	3,637,935
Other Total	5,637,935
Total	564,622,214
* Indicates new funding for a new program rather than reauthorization of funding for an existing progra	m

In total, to date, \$564.6 million has been awarded under these programs; of that amount, \$181.5 million or 32.1% was awarded under new programs authorized under IIJA.

In addition to the funding above, there was funding set aside for significant water projects under IIJA. The following funding was included and will be distributed by the U.S. Bureau of Reclamation:

- Regional Water System Funding:
 - o Dry Prairie-Fort Peck Reservation Regional Water System- FFY 2023 allocation, \$15.0 million
 - North Central Montana-Rocky Boy's Reservation Regional Water System FFY 2023 allocation,
 \$77.56 million
 - o Musselshell-Judith Regional Water System FFY 2023 allocation, \$25.0 million
- Milk River Project (St. Mary's) Funding:
 - The IIJA authorized \$100.0 million for the Milk River project; per the U.S. Bureau of Reclamation's FFY 2024 spending plan, \$3.5 million was awarded in FFY 2022. In FFY 2023, \$85.0 million was awarded, and \$3.5 million will be available in FFY 2024.

In total, funding provided for Montana under IIJA for formula grants for FFY 2022 through 2026, competitive grants known to date, as well as funding for significant water projects totals approximately \$5,276.3 million. Of that amount, \$1,391.2 million or 26.3% is awarded under new formula or competitive grant programs.