



INVESTING IN CALIFORNIA'S FUTURE THROUGH THE AMERICAN RECOVERY AND REINVESTMENT ACT

**Tom Fellenz, Interim Chief Executive Officer
Lisa Marie Alley, Chief of Communications
Board of Directors Meeting, Agenda Item #4
October 19, 2017
Sacramento, California**



AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)

- **2009 – Height of US Economic Recession**

- » Millions of Jobs Lost
- » Home Prices Plummeted
- » US Stock Market Declined



- **2009 – American Recovery and Reinvestment Act To**

- » Create Jobs Through Infrastructure
- » Provide Economic Stimulus
- » Spur Technological Development
- » Support Near Term Investments (Repairing Roads, Bridges, Airports) and Longer Term Investments (High-Speed Rail)
- » Make \$8 Billion Eligible for High-Speed and Intercity Rail
- » Required Funds to be Expended by September 30, 2017

ARRA INVESTMENT IN CALIFORNIA

- **2009 – California Applies for ARRA Funding**
 - » Multiple Corridors Proposed

- **2010 – ARRA Funds Awarded and Grant Executed**
 - » \$2.55 Billion for High-Speed Rail in California
 - » US DOT Selected the Central Valley Corridor (Merced to Bakersfield)
 - » Corridor Embodies Policy Objectives of ARRA
 - Central Valley Suffered High Unemployment – 17% in 2010
 - Region's Population Projected to More than Double by 2050 – 6.1 to 13.2 Million People
 - Central Valley Experienced Negative Effects of Some of the Worst Air Quality in the Nation
 - Region Not Easily Connected to the Rest of the State

ARRA INVESTMENT IN CALIFORNIA

- **2012 – Senate Bill 1029 Appropriated**
 - » Prop 1A & ARRA Funds for Construction in the Central Valley
 - » Prop 1A & ARRA Funds to Advance Planning and Design of Phase 1 and Phase 2 of Statewide System
- **2015 – High-Speed Rail Breaks Ground in Central Valley**
- **2016 – ARRA Grant Amended**
 - » Modifies Project Schedule to Have Work Funded by the Grant Completed by 2022
 - » Aligns with 2016 Business Plan
- **2017 – California Expends ARRA Funds by September 30, 2017**



WHAT HAS BEEN ACCOMPLISHED WITH ARRA FUNDS



Investing in California's Future Through the
American Recovery and Reinvestment Act



October 2017

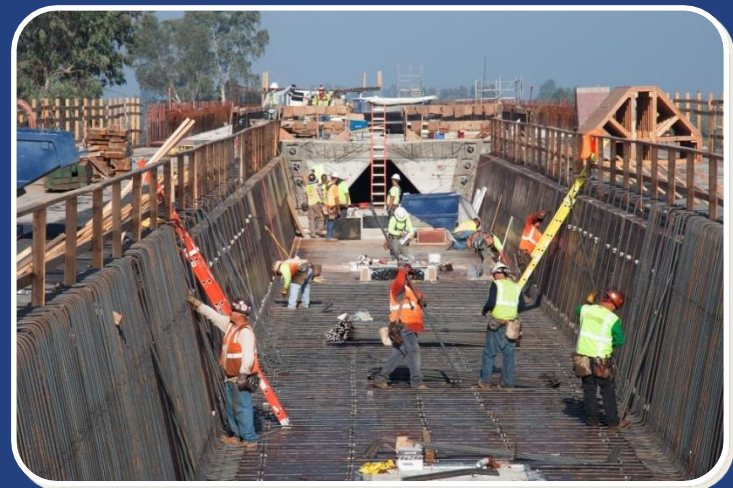
www.hsr.ca.gov

- Hundreds of Private Sector Firms Have Worked on the Program
- Thousands of Good Paying Jobs Have Put People Back to Work
- Billions of Dollars Have Infused the State's Economy

HIGH-SPEED RAIL: It's Happening!



- Approximately 119 Miles Under Construction
- Madera to North of Bakersfield
- Dozens of Active Sites
- Over 1400 Craft Laborers Dispatched
- 100% of Steel/Concrete Generated for Demolition Recycled
- Hundreds of Acres of Habitat Land Preserved



CONSTRUCTION & GRADE SEPARATION VIDEO HERE

<https://www.youtube.com/watch?v=CyBHOUd6ful>

PUBLIC INVESTMENTS PAYING DIVIDENDS

- **Over 600 Private Sector Firms Contracted**
 - » National Impact with Companies from 35 States
- **More than 400 Small Businesses Put to Work**
 - » 116 Disadvantaged Businesses & 45 Disabled Veteran Businesses
- **100% of Steel/Concrete Used is Domestic**
 - » Supplies and Materials from the US – Stimulating the Manufacturing and Retail Economy
- **Right of Way Progress**
 - » Impacted Businesses Moving and Expanding

BENEFITS VIDEO WITH WORKERS, SBs AND ROW HERE

FUTURE INVESTMENTS AND BENEFITS STILL TO COME

- Connecting the Silicon Valley to the Central Valley
- Developing an Entirely New American Industry
- Creating a Commercial Enterprise Through Public/Private Partnership

