

March 17, 2022

The Honorable Kathy Hochul Governor of New York State State Capitol Albany, New York 12224

The Honorable Andrea Stewart-Cousins Temporary President and Majority Leader New York State Senate 907 Legislative Office Building Albany, New York 12247 The Honorable Carl Heastie Speaker New York State Assembly 932 Legislative Office Building Albany, New York 12248

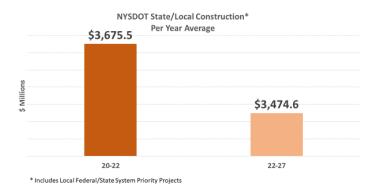
Dear Governor Hochul, Majority Leader Stewart-Cousins and Speaker Heastie:

When announcing the Bipartisan Infrastructure Investment and Jobs Act (IIJA), Senator Schumer said, "Local jobs, jobs, jobs are the top three reasons the Bipartisan Infrastructure Investment and Jobs Act is great news for New York." On behalf of New York's building trades and construction industry, we would not agree more.

We appreciate that the Executive Budget proposal included a record high \$32.8B five-year spending plan for the New York State Department of Transportation (NYSDOT) and the local road system. This is the first fully funded NYSDOT five-year capital program proposed by a Governor in nearly 12 years. It is important to our collective memberships that the State return to having a five-year program.

The proposed \$32.8B Capital Program includes \$7.12B in local highway and bridge assistance, \$4.15B for signature projects and \$13.224B for core highway construction. The increased funding levels to local highways and bridges and signature projects is in line with the spending levels we expected considering the systems' needs, the additional \$4.6B in federal infrastructure New York will receive and the state's \$24B record budget surplus.

Unfortunately, NYSDOT's core highway construction program declines under the Executive Budget proposal. Funding for the State/Local Construction category in the 2020/21- 2021/22 two-year funding program averaged \$3,675M. The proposed five-year FY2023-FY2027 plan's average is \$3,474M. This amounts to an approximate \$200M annual decline; or a \$1B five year decline. At this reduced funding level we believe the number of deficient bridges and lane miles of poor pavement will increase. Currently, New York already has 1,700 deficient bridges and more than 7,000 miles of highway in poor condition.



How can the Executive budget propose increasing NYSDOT's overall program by only 6.5 percent year over year and reduce core construction capital spending when the President and our Congressional delegation delivered a 52 percent federal funding increase and the State is projecting a record \$24B five year surplus?

Again, we believe the Executive Budget provides a strong foundation for NYSDOT's 2022-27 Five-Year Capital Program but as outlined above there is a real opportunity to make improvements to New York's road and bridges which should not be wasted.

Therefore, we were pleased to see that both houses of the Legislature have proposed additional resources for the NYSDOT Capital Program. Significantly, the Senate Majority has advanced a needs-based proposal to increase funding for the NYSDOT Capital Plan that includes \$2 billion in bonding authority to grow the program by \$10-12 billion over 5 years, as well as increases in funding for CHIPS and Emergency Winter Recovery (EWR). <u>We strongly support the Senate Majority's proposal, as we believe it seizes the generational opportunity presented by the federal infrastructure bill to move our roads and bridges to a state of good repair, put New Yorkers to work and spur economic recovery.</u>

This is truly a once-in-a-generation chance to move the condition of New York's roads and bridges to a state a good repair—and put people to work and spur economic recovery in the process. We look forward to collaborating to ensure our State's transportation systems are appropriately funded in Enacted Budget and our skilled workers are providing the travelling public with a safe and efficient means of travel.

On behalf our memberships, thank you very much for addressing these important issues.

Sincerely,

John T. Evers, PhD, President/CEO American Council of Engineering Companies of New York

Michael J. Elmendorf II, President & CEO Associated General Contractors of New York State

Paul Fernandes, Executive Director CCA Metro – Carpenter Contractor Alliance of Metropolitan New York

John T. Cooney Jr, Executive Director Construction Industry Council of Westchester and Hudson Valley Inc.

William Banfield, Assistant EST North Atlantic States Region Council of Carpenters

Joseph Geiger, Executive Secretary-Treasurer New York City & Vicinity District Council of Carpenters

Robert Wessels, Executive Director The General Contractors Association of New York

Pat Purcell, Executive Director Laborers Employers Cooperation Education Trust

L. Todd Diorio, President Hudson Valley Building and Construction Trades Council

Jeffrey J. Loughlin, Business Manager International Union of Operating Engineers Laborers' Local 137

L. Todd Diorio, Business Manager Laborers' Local 17

Anthony Ascencao, Business Manager Laborers' Local 60 Sam Capitano, Business Manager Laborers' Local 210

Dario Boccarossa, Business Manager, Secretary, Treasurer Laborers' Local 235

Edward Giardini, Business Manager Laborers' Local 621

Stephen J. Reich, Business Manager Laborers' Local 754

Gregory Lalevee, Business Manager Laborers' Local 825

Marc Herbst, Executive Director Long Island Contractors' Association

Marina O'Donnell, Political and Legislative Director New York State Conference of Operating Engineers

John Duffy, Business Manager/Treasurer Operating Engineers Local 138

Fred Hiffa Rebuild NY Now

Louis A. Picani, President Teamsters Local' 456

Edward J. Doyle, President Westchester Putnam Building and Construction Trades