$8.708 Billion SAFETEA-LU Rescission
Illustration of Calculation Methodology

$8.708 Billion Rescission

Shaded boxes contain hypothetical figures to illustrate underlying concepts

State by State Distribution of Rescission $

$8.7B x State FY04-09 Apportionment / Total FY04-09 Apportionments

$2.5B/$250B = 1%

$8.7B x 0.01 = $87M

Divide State Rescission $ Between EISA & S-LU Categories

% EISA= $ Apportioned to FY04-09 Chapter 1 Programs / Total State FY04-09 Apportionment

$ Rescission distributed to EISA Programs= % EISA x State Rescission $

$ State Rescission distributed to S-LU Programs = State Rescission $ - EISA Program Rescission

$2.15B/$2.50B = 86%

86% x $87M = ~$75M

$87M-$75M = $12M

Distribute EISA Rescission $ Among Programs

EISA Rescission $ x FY09 Program Apportionment / Total FY09 Apportionment for EISA programs

$75M x ($50M/$500M) = $7.5M

Distribute S-LU Rescission $ Among Programs

S-LU Rescission $ x Program Unobligated Balance / Total unobligated balance for S-LU programs

$12M x ($5M/$20M) = $3M

Optional State Adjustment

State may transfer rescission amounts among programs as long as no program's rescission amount increases by more than 10%

Covered Program Calculation

Alternate Calc = S-LU Rescission $ x FY04-09 Program Apportioned / FY04-09 Apportioned to State

If alt calc > 1st calc, difference must be transferred back to program

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