116TH CONGRESS 1ST SESSION H.R. 1515

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GPO

To direct the Secretary of Transportation to require that any discretionary grant funds provided by the Department of Transportation for highspeed rail development in California be reimbursed to the Federal Government and to authorize additional funds for nationally significant freight and highway projects.

IN THE HOUSE OF REPRESENTATIVES

March 5, 2019

Mr. LAMALFA introduced the following bill; which was referred to the Committee on Transportation and Infrastructure

A BILL

- To direct the Secretary of Transportation to require that any discretionary grant funds provided by the Department of Transportation for high-speed rail development in California be reimbursed to the Federal Government and to authorize additional funds for nationally significant freight and highway projects.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "High-Speed Refund5 Act".

1 SEC. 2. FINDINGS.

2 Congress finds the following:

3 (1) When presented to voters in 2008, Califor4 nia's high-speed rail system was projected to cost
5 \$33.6 billion for a line from San Francisco to Ana6 heim, increasing \$40 billion to add lines to Sac7 ramento and San Diego.

8 (2) The expanded project's cost swelled to more 9 than \$100 billion, with the San Francisco to Ana-10 heim line costing more than \$77 billion, and now the 11 State of California's high-speed rail plan no longer 12 includes any stops in Sacramento, San Francisco, 13 Los Angeles, Anaheim, or San Diego.

(3) When presented to voters in 2008, California claimed the Federal Government would pay
between a quarter and a third of the cost of the rail
system.

(4) The Federal Government had no such grant
program at the time, and the \$4 billion invested in
the project represents less than 5 percent of the updated cost projections.

(5) At the current level of project employment
it would take nearly 400 years to accomplish the
1,000,000 job-years promised by the California
High-Speed Rail Authority.

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(6) No significant private companies have invested in the California high-speed rail project.

3 (7) The grant creation and award process for
4 the California high-speed rail project did not incor5 porate the best practices of Government funding.

6 (8) The grant agreement between the Federal
7 Government and California did not require a feasible
8 funding package to be prepared before awarding
9 funds, which similar mass transit programs require.

10 (9) The grant agreement between the Federal
11 Government and California did not require a min12 imum operable segment before awarding funds,
13 which similar mass transit programs require.

(10) The grant agreement between the Federal
Government and California did not require new
high-speed trains to run on the new high-speed rail
system.

18 (11) The Department of Transportation inap19 propriately allowed the State of California to spend
20 Federal money without a required State funding
21 match.

(12) The California High-Speed Rail Authority
repeatedly failed to meet deadlines and underestimated costs.

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(13) On March 5, 2019, the Federal Rail Ad ministration, having recognized the failure of Cali fornia to build even a small fraction of the originally
 approved high-speed rail system, deobligated nearly
 \$1 billion in Federal funding.

6 (14) No passenger rail system in the world has7 ever been fully self-sufficient.

8 (15) There are dozens of worthy infrastructure 9 projects that would improve the quality of life for 10 every day Americans and could easily have been de-11 signed, approved, built, and have benefitted local 12 economies in the time it took for California's high-13 speed rail proposal to fail.

14 SEC. 3. SENSE OF CONGRESS.

15 It is the Sense of Congress that any future high-16 speed rail grant programs that are awarded funds by the 17 Federal Government should have similar or higher re-18 quirements than existing mass transit programs.

19sec. 4. treatment of funds provided for high-20speed rail development in california.

(a) REIMBURSEMENT OF FUNDS.—The Secretary of
Transportation shall take such action as is necessary to
require that any discretionary grant funds provided to the
State of California by the Department of Transportation

for high-speed rail corridor development be reimbursed to
 the general fund of the Treasury.

3 (b) AUTHORIZATION OF APPROPRIATIONS FOR NA-TIONALLY SIGNIFICANT 4 Freight AND HIGHWAY PROJECTS.—Section 1101(a)(5)(E) of the FAST Act (23 5 U.S.C. 101 note) is amended by striking "\$1,000,000,000 6 for fiscal year 2020" and inserting "\$4,500,000,000 for 7 fiscal year 2020". 8

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