November 10, 2015

The Honorable Paul Ryan Speaker U.S. House of Representatives Washington, D.C. 20515

The Honorable Nancy Pelosi Democratic Leader U.S. House of Representatives Washington, D.C. 20515 The Honorable Mitch McConnell Majority Leader U.S. Senate Washington, D.C. 20510

The Honorable Harry Reid Democratic Leader U.S. Senate Washington, D.C. 20510

Dear Speaker Ryan and Leaders McConnell, Pelosi and Reid:

As the House and Senate prepare to begin conference negotiations to reconcile the two chamber's surface transportation program reauthorization proposals, a foundational decision must be made regarding the conference report's duration and annual investment levels.

The goal of the conference committee should be to produce final legislation that confronts the nation's surface transportation challenges with policy reforms AND increased federal investment levels. To that end, a reauthorization bill of less than six years duration with significant highway and public transportation investment increases is far superior to a six-year bill with status quo funding levels.

While the reliability of future federal highway and public transportation funds is a critical benefit of a multiyear reauthorization bill, such predictability alone is not sufficient to drive needed surface transportation improvements. For example, the 1998 bill authorized the highway and transit programs for six years, but also provided an eight percent average annual increase in federal highway investment. Similarly, the 2005 bill authorized the programs for five years and increased highway investment by an average four percent per year.

The resources generated by the House-passed legislation would enable conferees to deliver the highway and public transportation investment levels necessary to support continued economic growth and improved quality of life for all Americans. As currently written, the proposed House investment levels would unfortunately fail to keep pace with the projected annual inflation increases. While the Senate investment levels exceed—and are preferable to—those in the House bill, they would barely surpass projected increases in construction materials costs. Holding highway and public transportation investment at or below purchasing power levels will not create job growth, reduce traffic congestion, or address the nation's backlog of needed surface transportation infrastructure improvements.

We urge you to ensure any surface transportation conference report seeks to maximize the benefits it would provide as opposed to the number of years it would last.

Sincerely,

American Trucking Associations U.S. Chamber of Commerce AFL-CIO AAA

American Road & Transportation Builders Association Associated General Contractors of America

U.S. Travel Association American Public Transit Association American Society of Civil Engineers American Highway Users Alliance International Union of Operating Engineers Laborers International Union of North America **Building America's Future** American Association of Port Authorities Transport Workers Union, AFL-CIO American Council of Engineering Companies Association of Equipment Manufacturers American Traffic Safety Services Association Energy Equipment and Infrastructure Alliance National Utility Contractors Association American Concrete Pavement Association American Iron and Steel Institute National Railroad Construction & Maintenance Association (NRCMA) Association of Union Constructors (TAUC) Asphalt Emulsion Manufacturers Association Asphalt Recycling & Reclaiming Association International Slurry Resurfacing Association United Brotherhood of Carpenters National Electrical Contractors Association **National Asphalt Pavement Association** Portland Cement Association American Bus Association National Ready Mixed Concrete Association (NRMCA) **Associated Equipment Distributors** American Moving & Storage Association Transportation Trades Department, AFL-CIO American Concrete Pipe Association National Stone, Sand & Gravel Association National Precast Concrete Association American Rental Association

Cc: House and Senate Conferees