

State & Federal Budget & Policy Updates

Transportation Policy Board

January 8, 2025



Puget Sound Regional Council



We are leaders in the region to realize equity for all. Diversity, racial equity and inclusion are integrated into how we carry out all our work.

psrc.org/equity

Federal Updates

- Continuing Resolution through January 30, 2026
- Appropriations Minibus
 - Commerce–Justice–Science
 - Energy–Water
 - Interior–Environment
- Affordable Care Act Subsidies



Safe Streets and Roads for All



- Awarded \$982m
- Congratulations to:
 - Des Moines
 - Everett
 - Mill Creek
 - Mukilteo
 - North Bend
 - Redmond
- \$1b remaining for 2026 funding round



Governor Freguson's Proposed Transportation Budget

- \$1b for 3 new ferries
- \$2.1b for maintenance & preservation

[Press Release](#)

[Budget Summary](#)
(p.35)



Governor Freguson's Proposed Operating Budget



- Supports Millionaire's Tax
- Taps \$1 b of Rainy Day Fund
- \$569m Climate Commitment Act for Working Families Tax Credit
- Ends tax exemption for data center replacement equipment and prescription warehouses
- Cuts to agencies, higher ed, education, childcare



Impacts of Federal Funding Changes

- 48 lawsuits
- \$15b in federal funding at risk
- \$165m federal funding shifts
- 1 million Washingtonians affected



Recommendations to State Legislature

- Transportation
- Housing
- Climate
- Economic Development

[Link: PSRC Recommendations to State Legislature](#)





Thank You!

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