

# ARKANSAS STATE HIGHWAY AND TRANSPORTATION DEPARTMENT



Springdale Rotary Club

October 29, 2012

# Challenges

- **12<sup>th</sup>** largest system in the country
  - **43<sup>rd</sup>** in highway revenue per mile.
- 
- **\$23 billion** in needs
  - **\$4 billion** in available revenue



# How We Compare

## Highway Mileage

- Arkansas 16,382 miles
- Illinois 16,161 miles
- California 15,225 miles
- New York 15,033 miles
- Tennessee 13,793 miles
- Florida 12,084 miles



# How We Compare

## Revenue Per Mile

• Arkansas	16,382 miles	\$58,536
• Illinois	16,161 miles	\$252,000
• California	15,225 miles	\$682,000
• New York	15,033 miles	\$237,000
• Tennessee	13,793 miles	\$108,000
• Florida	12,084 miles	\$694,532

# How We Compare

Administrative Cost Per Mile

• Arkansas	16,382 miles	\$1,821
• Illinois	16,161 miles	\$8,830
• California	15,225 miles	\$109,417
• New York	15,033 miles	\$84,062
• Tennessee	13,793 miles	\$11,905
• Florida	12,084 miles	\$16,985

# Employment Levels

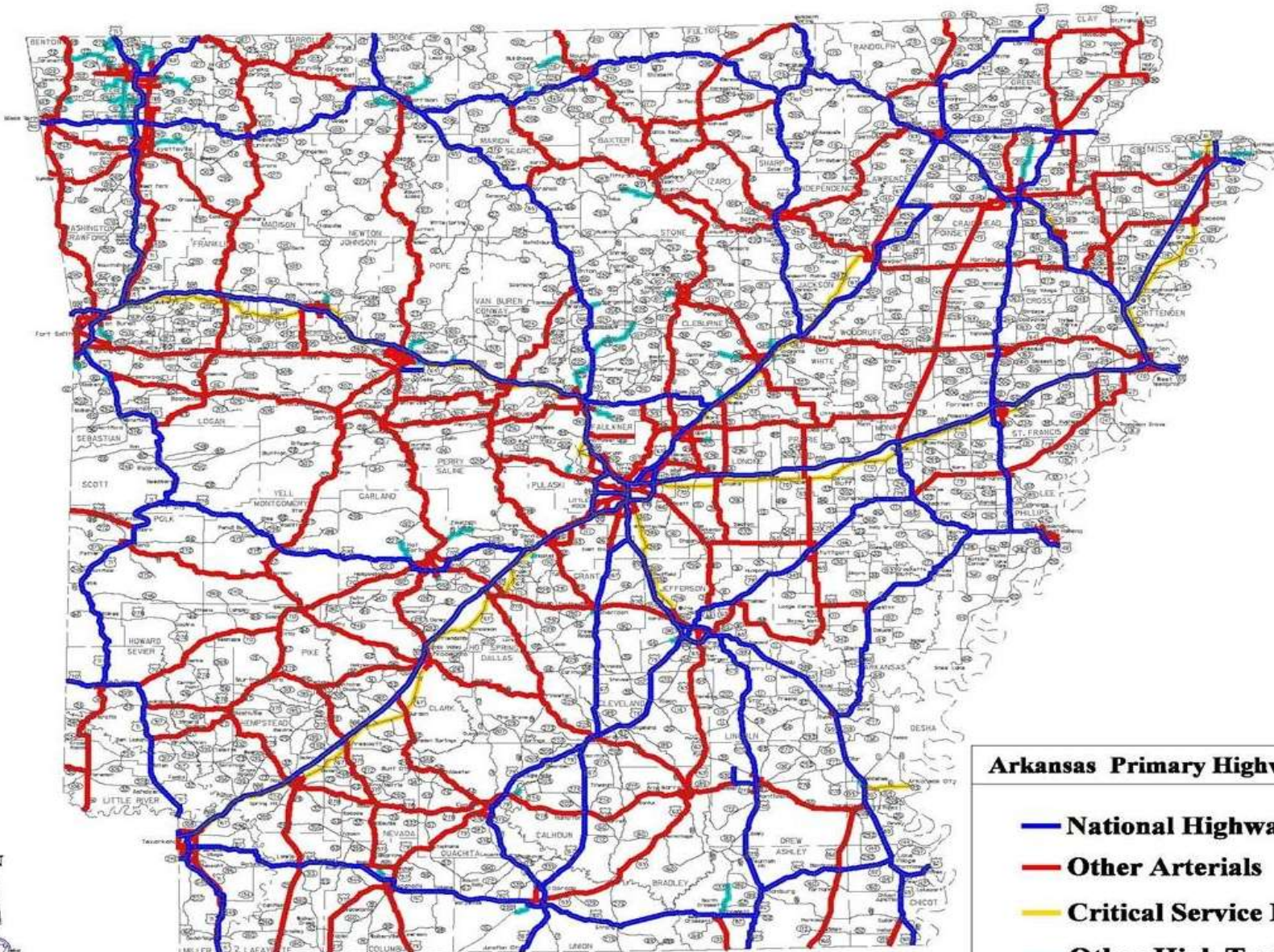
➤ 1992: 4,016

➤ 2012: 3,577

➤ 1965: 3,620



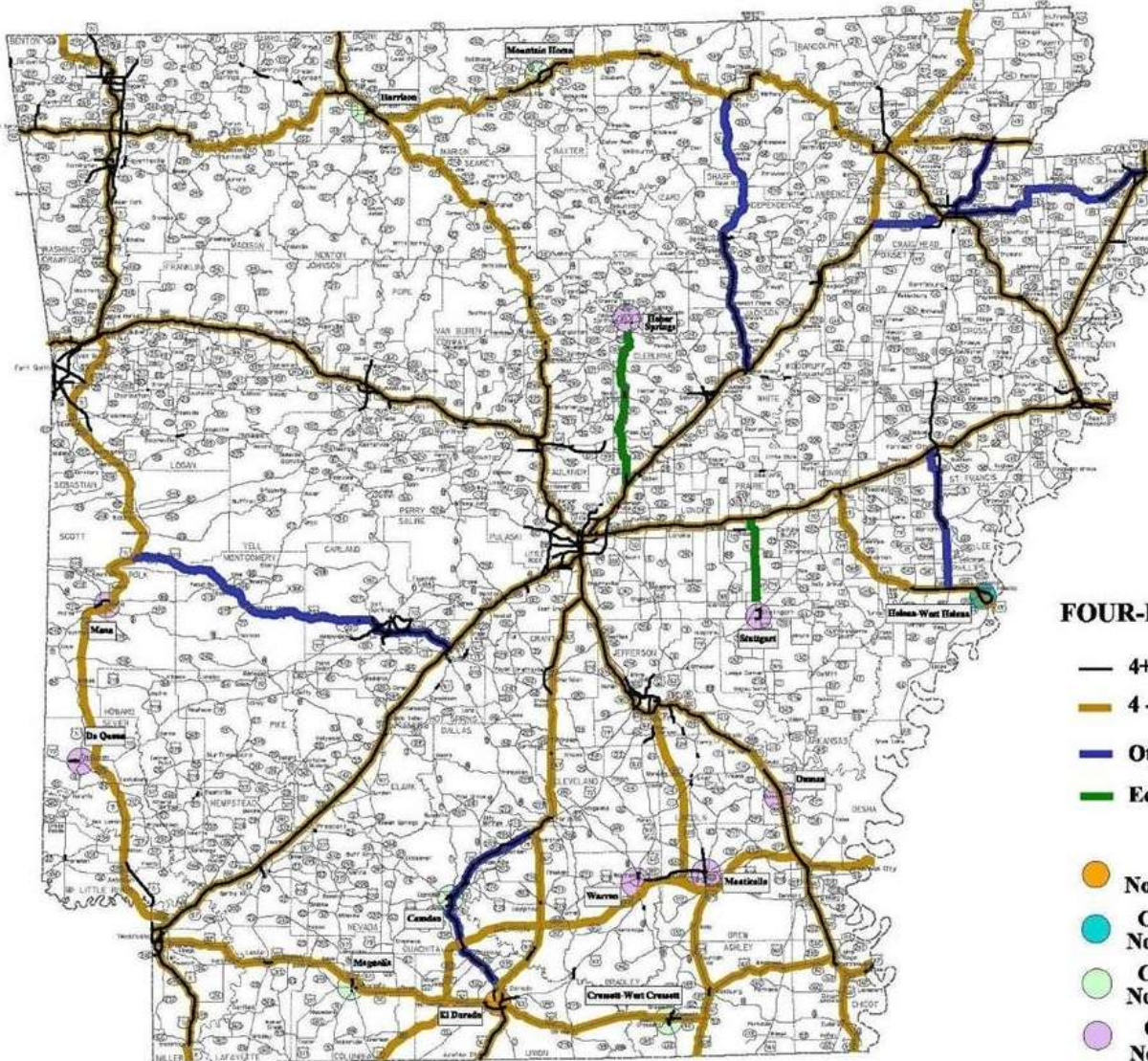
# Arkansas Primary Highway Network



## Arkansas Primary Highway Network

- National Highway System**
- Other Arterials**
- Critical Service Routes**
- Other High Traffic Routes**

# 4-Lane Highway System



4-Lane Grid	\$7.8 billion
Regional Connectors	\$0.6 billion
Econ. Dev. Connectors	\$0.3 billion
<b>TOTAL</b>	<b>\$8.7 billion</b>

## FOUR-LANE GRID SYSTEM

- 4+ Lane (Through 2010)
- 4 - Lane Grid System
- Other Regional Connections
- Economic Development Connections
- Cities > 20,000 Not Connected by 4-Lane
- Cities 15,000 to 20,000 Not Connected by 4-Lane
- Cities 10,000 to 15,000 Not Connected by 4-Lane
- Cities 5,000 to 10,000 Not Connected by 4-Lane



# Where the Money Isn't

- **Income Taxes Don't...**
- **Corporate Taxes Don't...**
- **Sales Taxes Don't...**
- **General Revenues Don't...**

**...Fund State Highways!**

**Per-Gallon Tax is the Primary Funding Source  
for Highways**



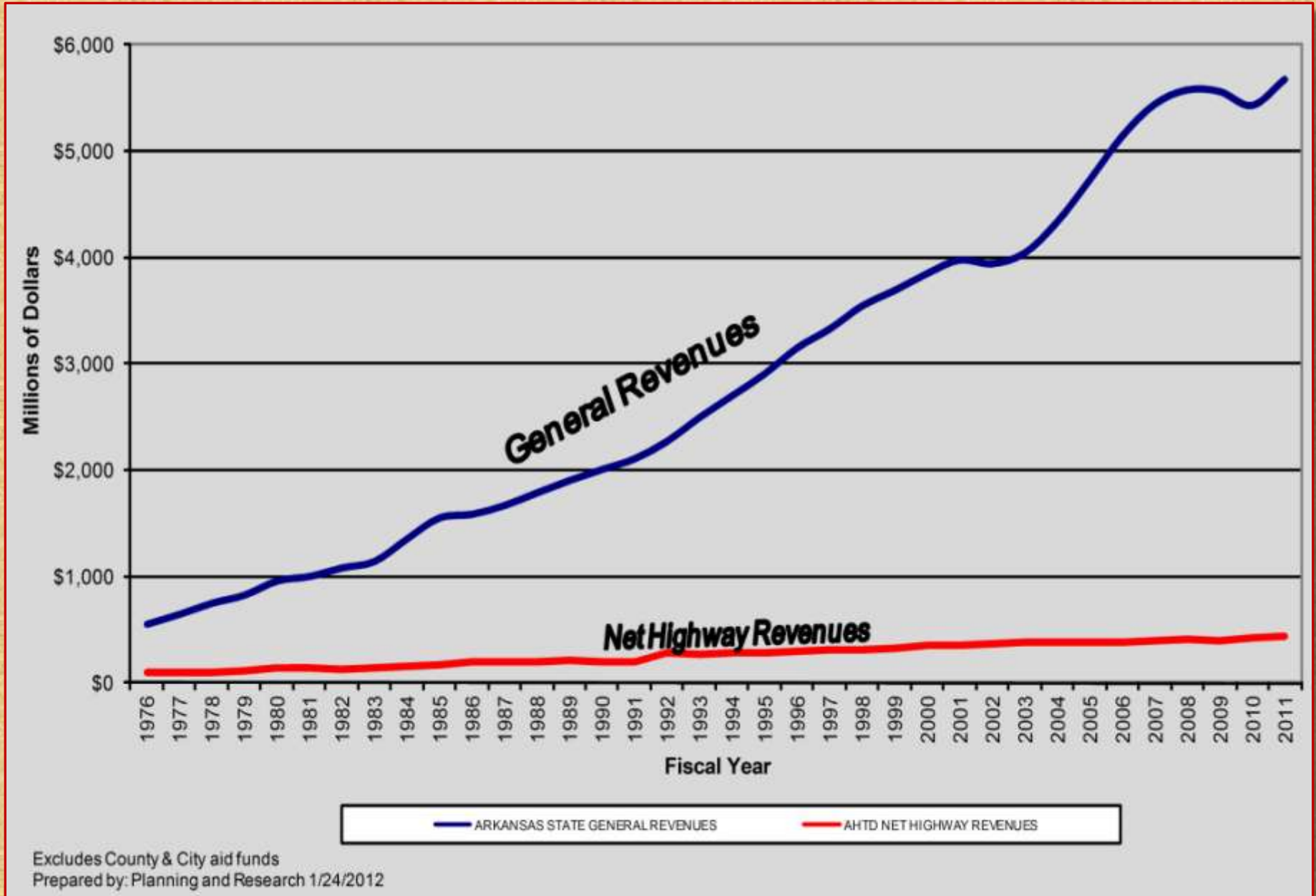
**Fuel Consumption is Declining**



**Highway Revenues From Fuel are Declining**



# State General Revenues vs. Gross State Highway Revenues



*“The greatest success stories were created by people who recognized a problem and turned it into an opportunity.”*

**-Joseph Sugarman**  
American Entrepreneur



# Interstate Rehabilitation Program

**November 2011:** Voters Approve Proposal by 81%

**September 2012:** Bids Opened on Bond Sale

**November 2012:** Let First Contracts



# Interstate Rehabilitation Program

1999

50 Projects | 360 Total Miles | \$1.0 Billion

Interstate Condition Improved From 21% 'Good' to 72%

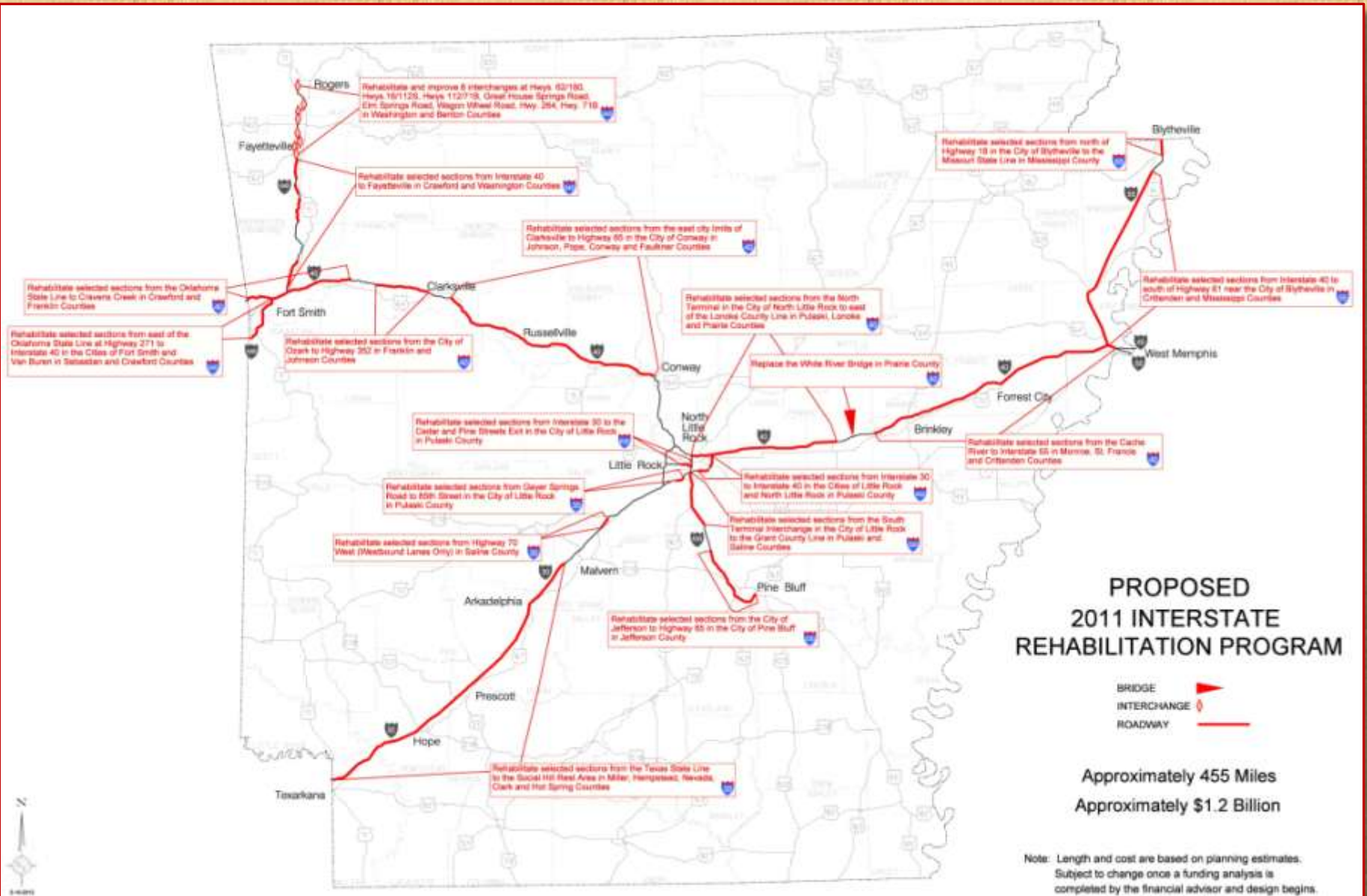
2011

75 +/- Projects | 455 Total Miles | \$1.2 Billion

First Contracts to be Awarded in November 2012



# Interstate Rehabilitation Program



# November 6th

## Issue Number 1

*"Everybody Benefits..."*





# Issue Number 1

- November 6, 2012 election ballot
- **Temporary Increase**
- Does not apply to groceries, medicine, fuel
- \$230m annually (\$160m/ **\$35m/ \$35m**)
- State Aid Street Fund for City Streets



# Issue Number 1

- \$1.3 Billion in general obligation bonds
- Bond debt retired over 10 years
- Tax expires when the bonds are retired
- Four-lane highways
- **\$1.8 Billion program supports 40,000 jobs**



# Funded by Issue Number 1

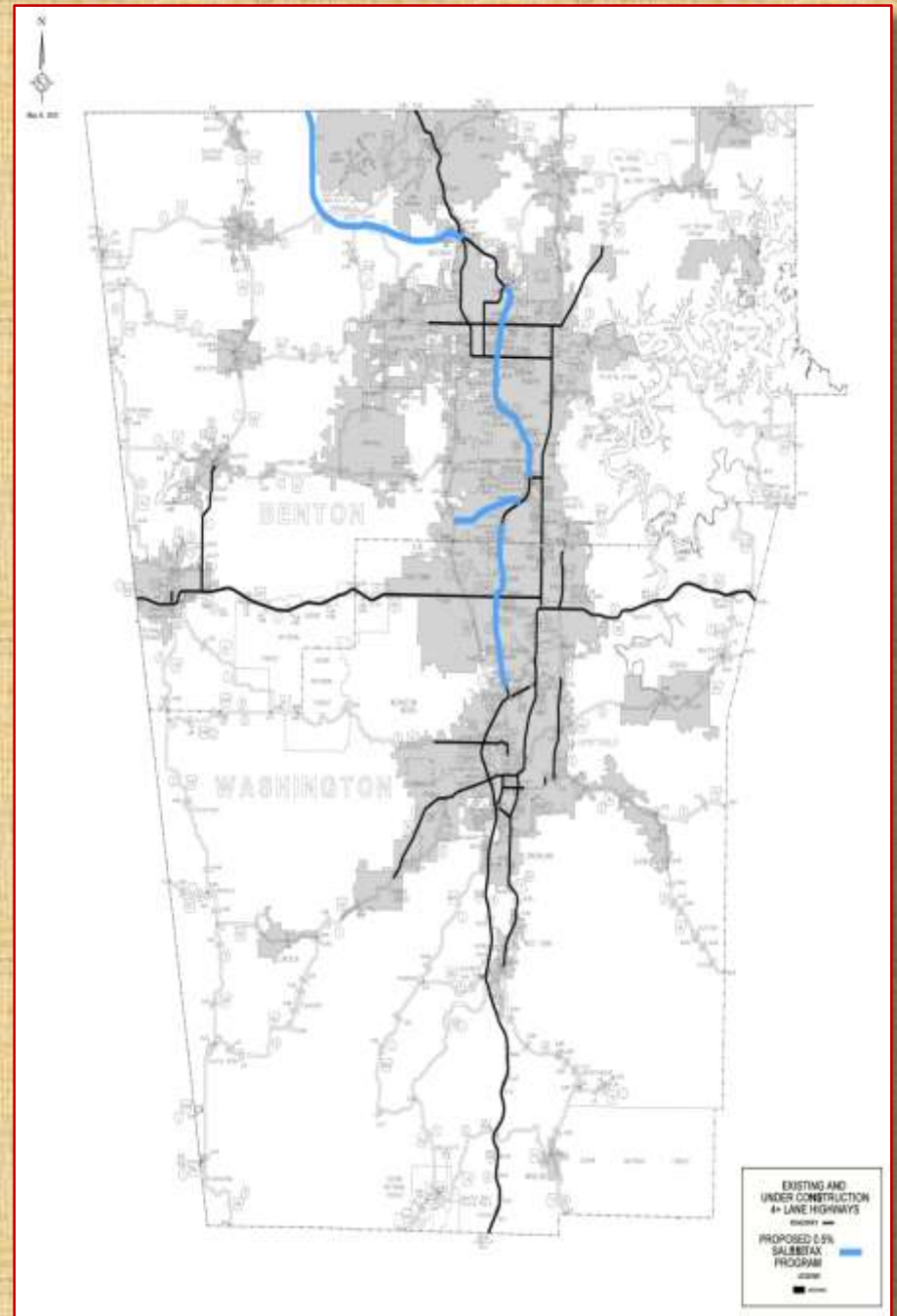
Northwest Arkansas



# Funded by Issue Number 1

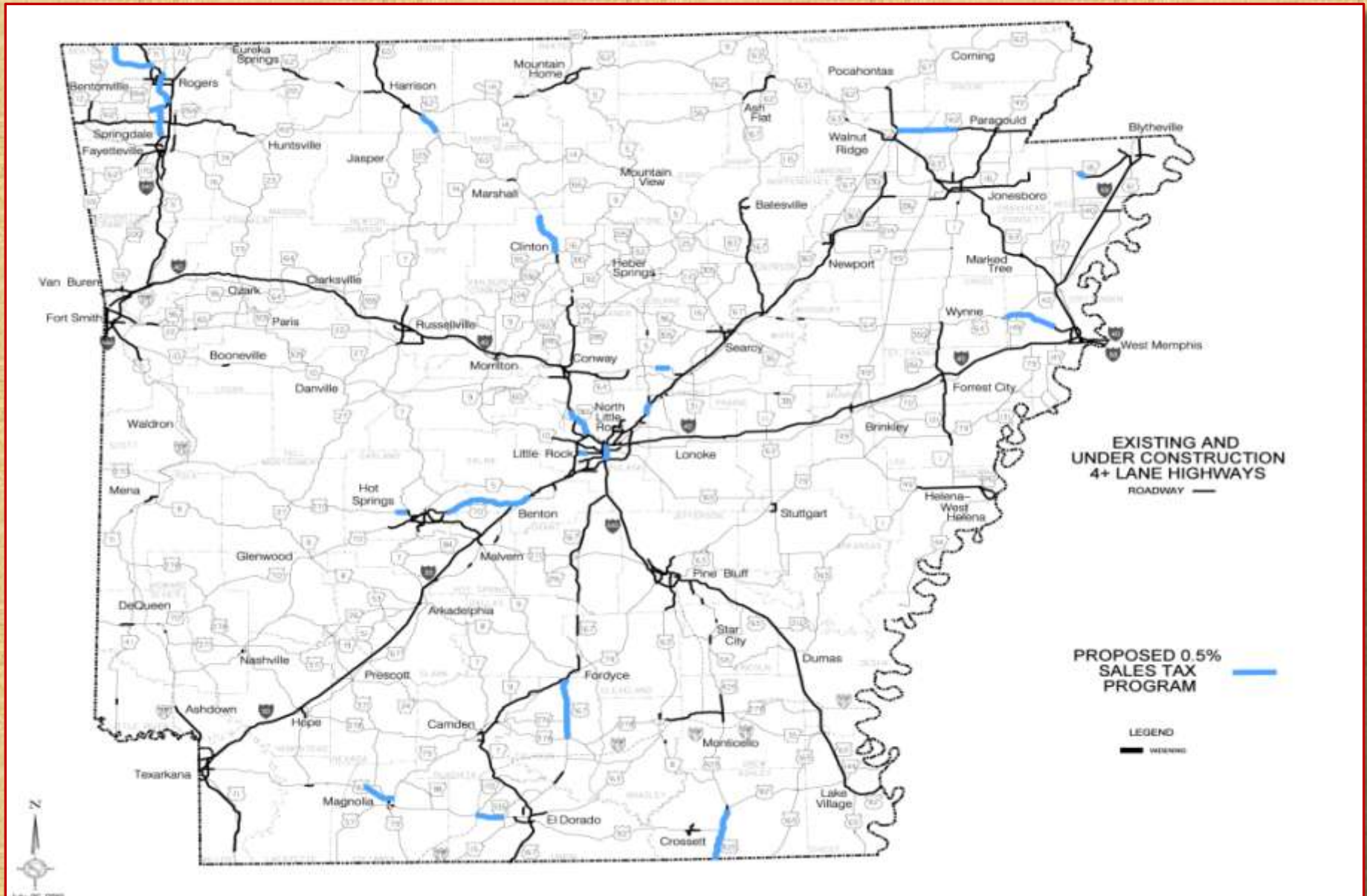
Northwest Arkansas

*24% of Total Program  
Proposed for  
Benton & Washington  
Counties*



# Funded by Issue Number 1

Statewide



# Benefits of Issue Number 1



Completion of widening between Fayetteville and Bentonville



Completion of initial two lanes of the ultimate four lanes of the Bella Vista Bypass



Begin 4-lane construction from I-540 westward to the XNA Connector



# 'Everybody Benefits...'

Cities & Counties Will Split Nearly \$700 Million



## **MOVE ARKANSAS FORWARD**

Proposed Constitutional  
Amendment #1

Fact Sheet  
Four-Lane Projects  
City and County Turnback Revenue

### Washington County

	<u>Annual</u>	<u>10-Year Total</u>
County Turnback	\$ 1,229,701	\$ 12,297,010
City Turnback		
Elkins	\$ 47,166	\$ 471,664
Elm Springs	\$ 27,342	\$ 273,415
Farmington	\$ 106,409	\$ 1,064,094
Fayetteville	\$ 1,310,613	\$ 13,106,129
Goshen	\$ 19,077	\$ 190,767
Greenland	\$ 22,425	\$ 224,254
Johnson	\$ 59,742	\$ 597,417
Lincoln	\$ 40,059	\$ 400,594
Prairie Grove	\$ 78,017	\$ 780,169
Springdale	\$ 1,243,230	\$ 12,432,298
Tontitown	\$ 43,818	\$ 438,177
West Fork	\$ 41,271	\$ 412,706
Winslow	\$ 6,965	\$ 69,645
<b>City and County Turnback Total</b>	<b>\$ 4,275,834</b>	<b>\$ 42,758,341</b>

**‘Everybody Benefits...’**

**Revenue Will  
Free Up Money  
for Other Projects  
Across the State**





# We Have the **OPPORTUNITY to...**

- **Build Four-Lane Highways**
- **Improve County Roads & City Streets**
- **Support 40,000 Jobs**
- **Free Up Money for Other Projects**

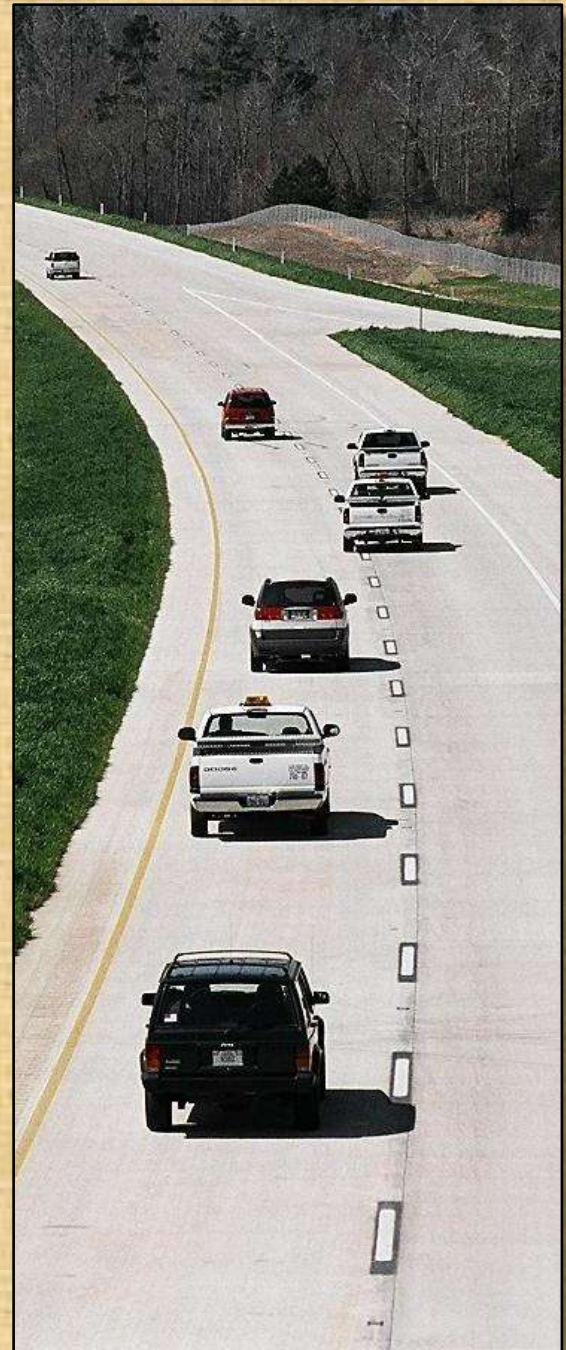
**...Without Raising Taxes  
on  
Groceries, Medicine or Gas!**

**Vote**

**FOR**

**Issue Number 1**

**on  
November 6th**





# **MOVE ARKANSAS FORWARD**

[MoveArkansasForward.com](http://MoveArkansasForward.com)



## **MOVE ARKANSAS FORWARD**

Vote FOR Issue #1  
Tuesday, November 6  
Better Highways Lead to a Better Arkansas

Issue #1 will support 40,000 statewide jobs.

Issue #1 will continue to build a four-lane highway system connecting all parts of the state.

Issue #1 will use a temporary 1/2¢ sales tax to finance a \$1.3 billion bond issue.

Issue #1 will provide over \$700 million to cities and counties for local projects.

Issue #1 will make roads and bridges safer.

Issue #1 WILL NOT INCREASE TAXES ON GROCERIES, MEDICINE OR GASOLINE



Fact Sheet

Campaign Book

Sample Resolution