

ARKANSAS STATE HIGHWAY AND TRANSPORTATION DEPARTMENT



Russellville Kiwanis Club

October 31, 2012

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Challenges

- **12th** largest system in the country
 - **43rd** 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



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**



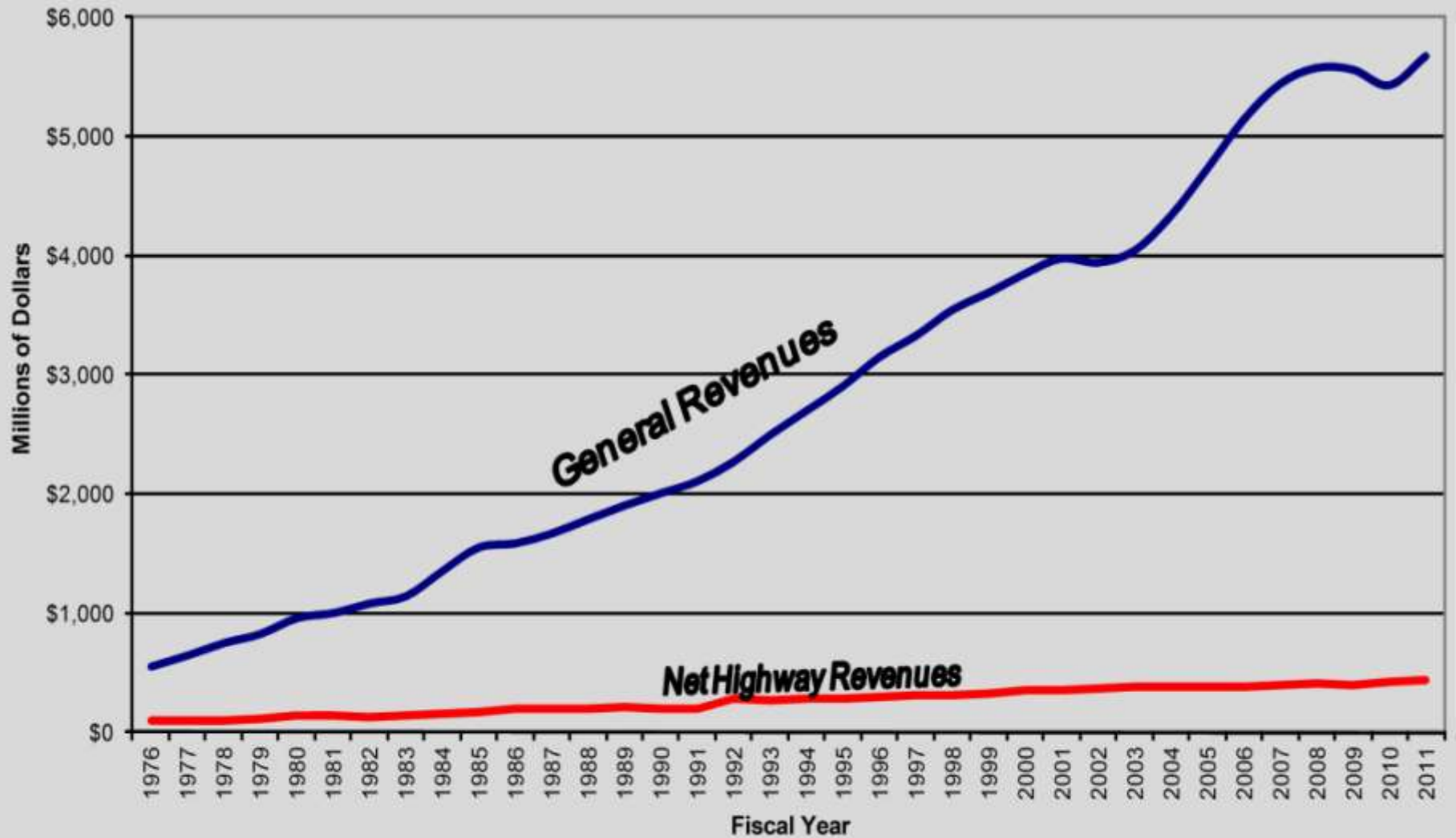
Fuel Consumption is Declining



Highway Revenues From Fuel are Declining



State General Revenues vs. Gross State Highway Revenues



— ARKANSAS STATE GENERAL REVENUES — AHTD NET HIGHWAY REVENUES

Excludes County & City aid funds
Prepared by: Planning and Research 1/24/2012

“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

1999

50 Projects | 360 Total Miles | \$1.0 Billion

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

2011

Passed With 81% of Vote

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

First Contracts to be Awarded in November 2012



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



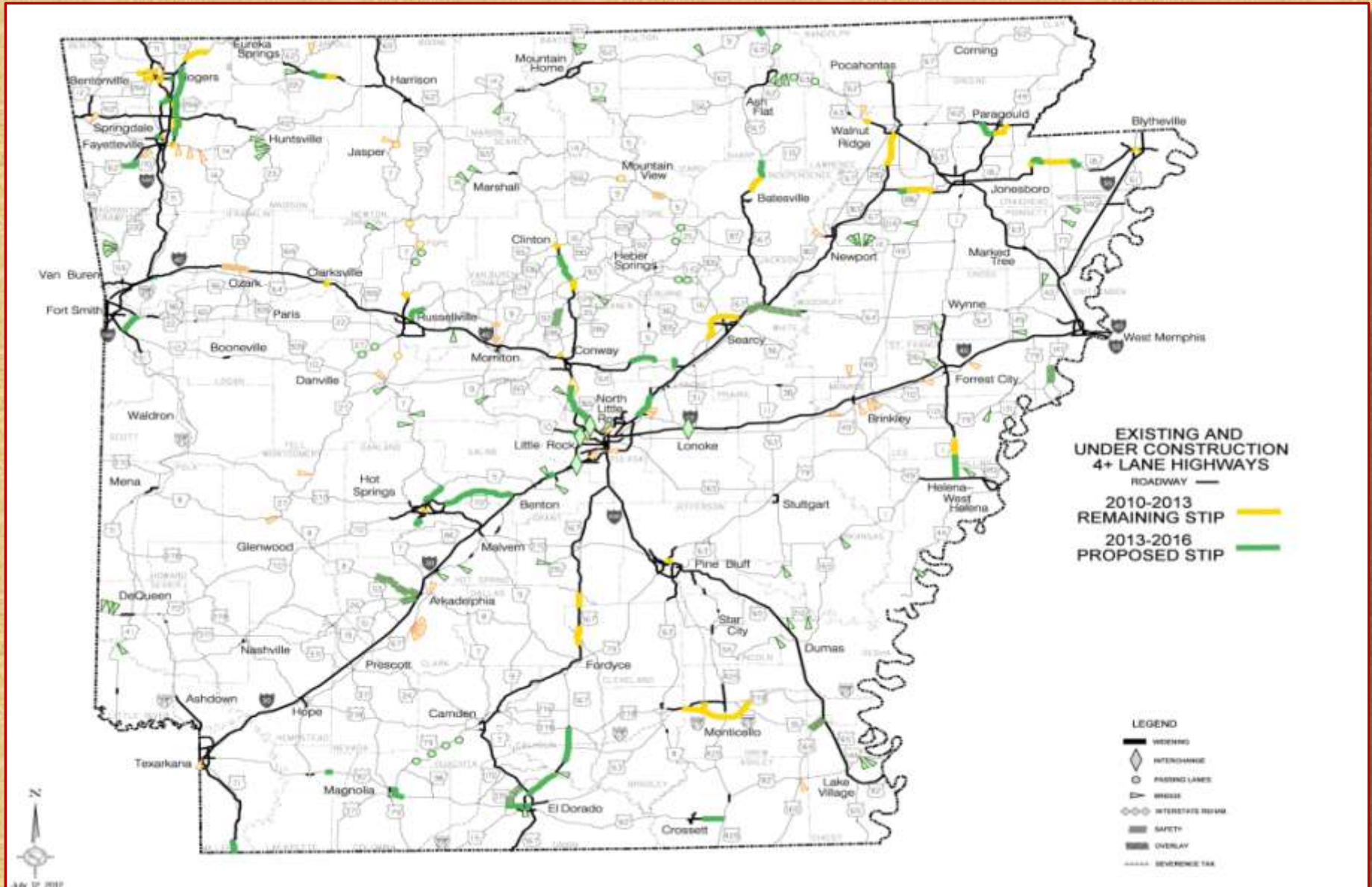
Issue Number 1

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



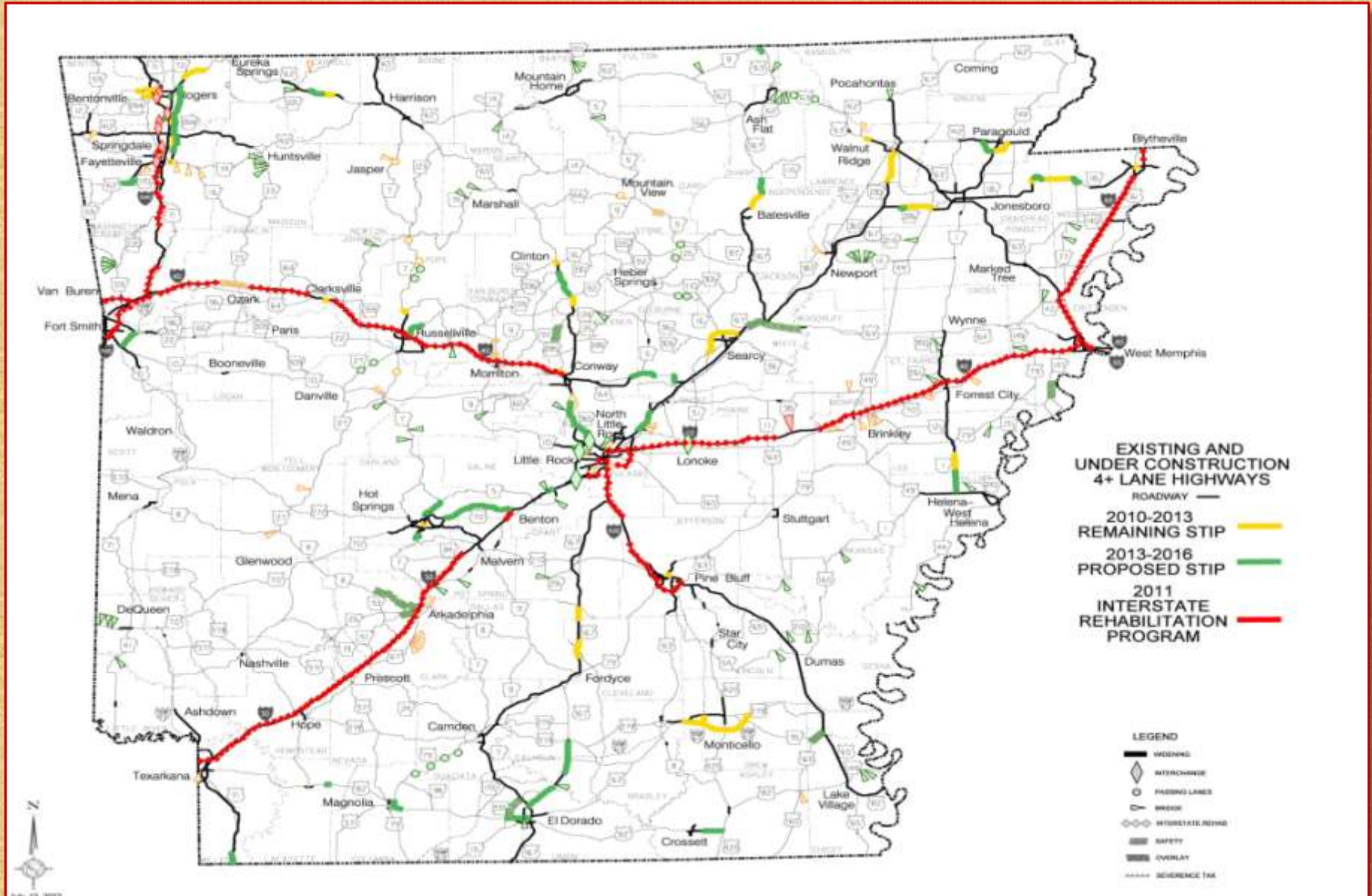
Statewide Transportation Improvement Plan

2013-2016



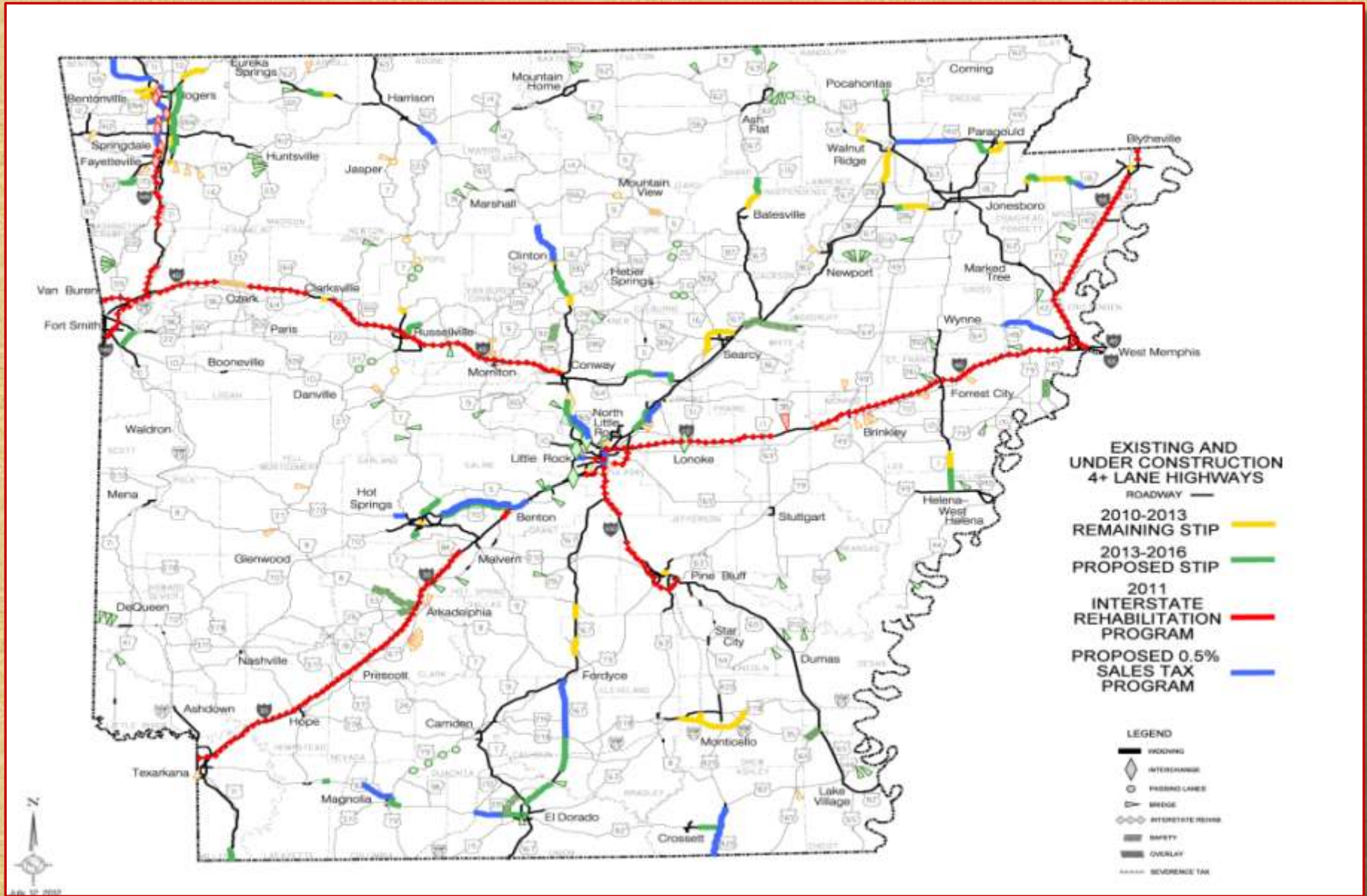
2011 Interstate Rehabilitation Program

Statewide



Funded by Issue Number 1

Statewide



Benefits of Issue Number 1



Completion of widening to six lanes between Conway and North Little Rock



Improvements to I-30 connecting Little Rock and North Little Rock, including widening Arkansas River bridge



Completion of widening to four lanes between Conway and Beebe



Benefits of Issue Number 1



Continuation of widening to four lanes from Clinton northward



Completion of widening to four lanes between I-30 and Hot Springs



Continuation of widening to four lanes from Hot Springs westward



'Everybody Benefits...'

Cities & Counties Will Split Nearly **\$700 Million**

Pope County

	<u>Annual</u>	<u>10-Year Total</u>
County Turnback	\$ 608,319	\$ 6,083,189
City Turnback		
Atkins	\$ 53,721	\$ 537,212
Dover	\$ 24,545	\$ 245,450
Hector	\$ 8,015	\$ 80,154
London	\$ 18,507	\$ 185,068
Pottsville	\$ 50,551	\$ 505,507
Russellville	\$ 497,313	\$ 4,973,133
City and County Turnback Total	\$ 1,260,971	\$ 12,609,714



MOVE ARKANSAS FORWARD

Proposed Constitutional
Amendment #1

Fact Sheet
Four-Lane Projects
City and County Turnback Revenue

‘Everybody Benefits...’

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



“Nothing is more expensive than a missed opportunity.”

-H. Jackson Brown, Jr.
Author





MOVE ARKANSAS FORWARD

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