

Arkansas State Highway and Transportation Department



Arkansas Municipal League
Winter Conference

January 18, 2013

Issue Number 1: **APPROVED!**



**MOVE
ARKANSAS
FORWARD**



NORTHWEST
ARKANSAS

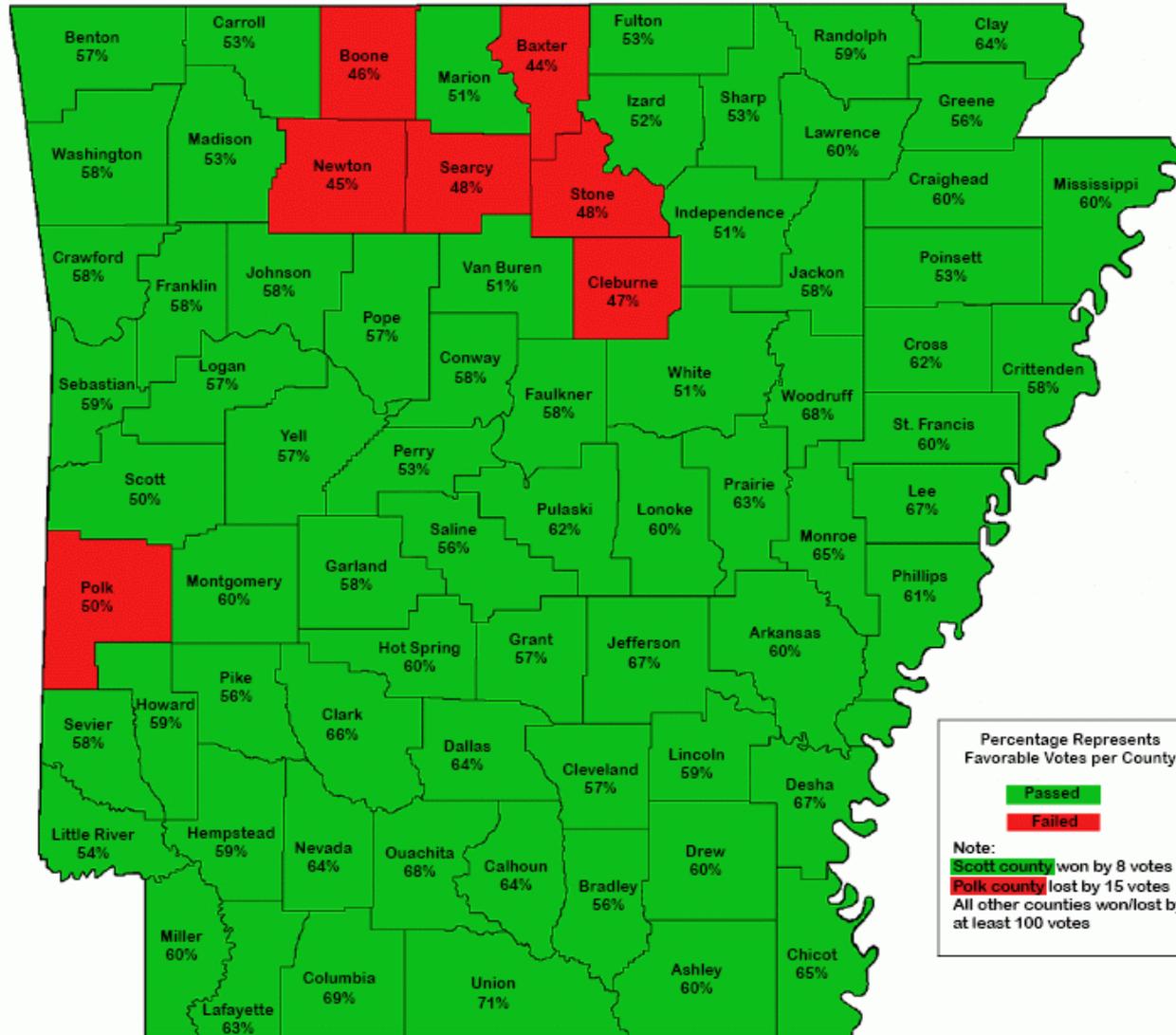
GREAT FOR BUSINESS. GREAT FOR LIFE.

BENTONVILLE • FAYETTEVILLE • ROGERS • SILOAM SPRINGS • SPRINGDALE



November 6th General Election

Issue Number 1



November 6th General Election

How Transportation Fared Nationwide

- Percentage of (31) ballot measures approved: **68**
- Measures for increasing, extending or renewing a sales tax: **18**
- Bond issues approved: **7**
- Total value approved: **\$2.4 billion**
- Average approval rate: **63%**

Friday, November 9, 2012 - 11:26

FUNDING: Voters approve 68% of transpo ballot initiatives

Americans are willing to pay if they know the money will be used well

It was demonstrated once again the importance of transportation on Nov. 6 by approving 68% of the measures to fund highways, bridges and transit, an American Road & Transportation Builders Association



CAP





Connecting Arkansas Program

**Connects Arkansas
Increases Capacity
10-Year Revenue Cap**

CAP: What's Next?

Hire a Program Manager
(Currently Underway)

Hire a Financial Advisor
(Currently Underway)

Hire Bond Counsel
(Currently Underway)



CAP: What's Next?

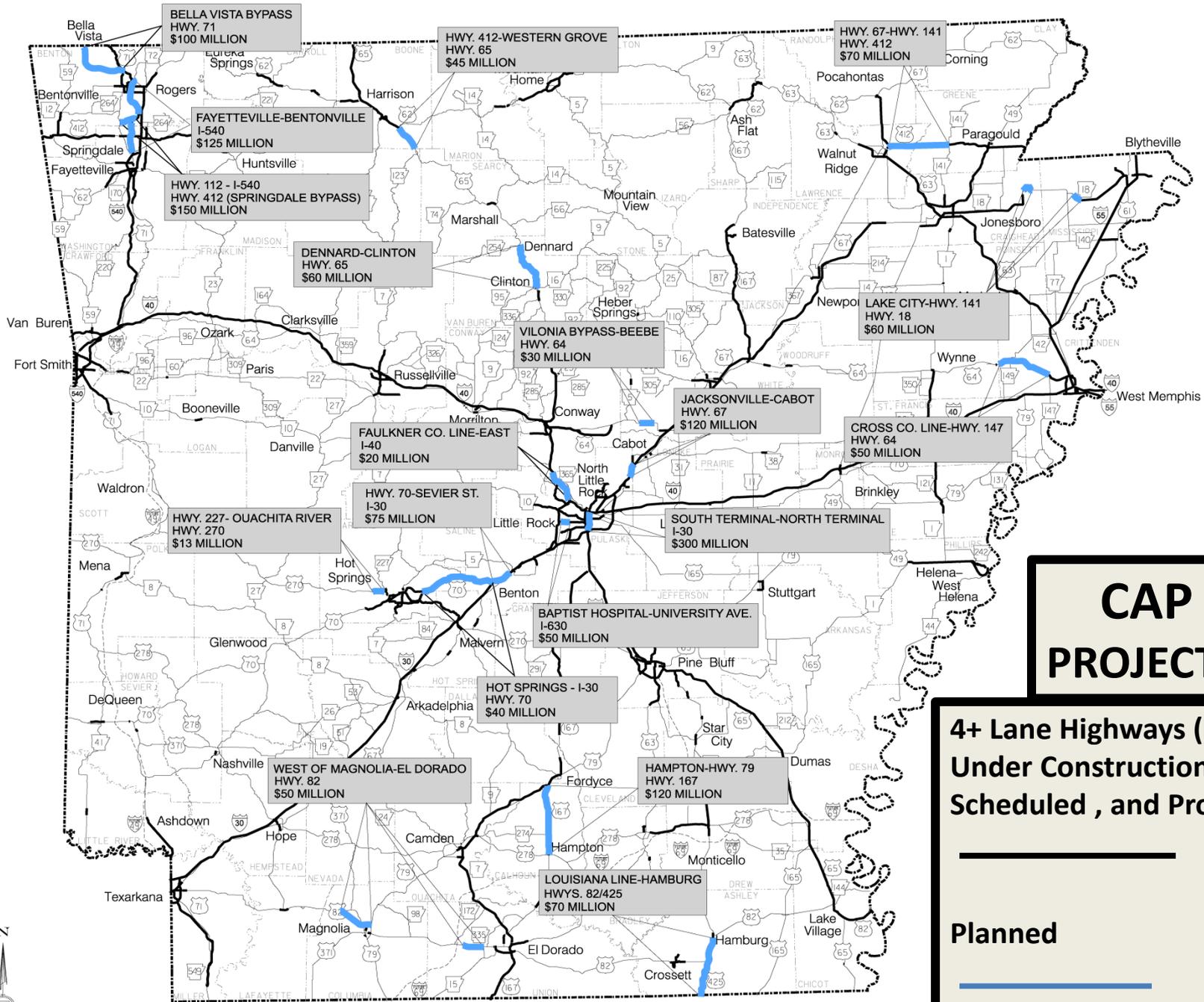
Assign Projects to Existing
On-Call Design Consultants
(Early 2013)

Schedule Projects
(Early 2013)

Issue Bonds
(Late 2013?)

Award First Contracts
(Late 2013?)





CAP PROJECTS

4+ Lane Highways (Existing, Under Construction, Scheduled , and Proposed)

Planned



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 Awarded in November



Interstate Rehabilitation Program

Projects Let to Contract

I-540

7.1 Miles | Hwy. 22 - I-40 | **\$78.8 Million**

I-530

7.4 Miles | Bingham Rd. - Grant Co. Line | \$13.5 Million

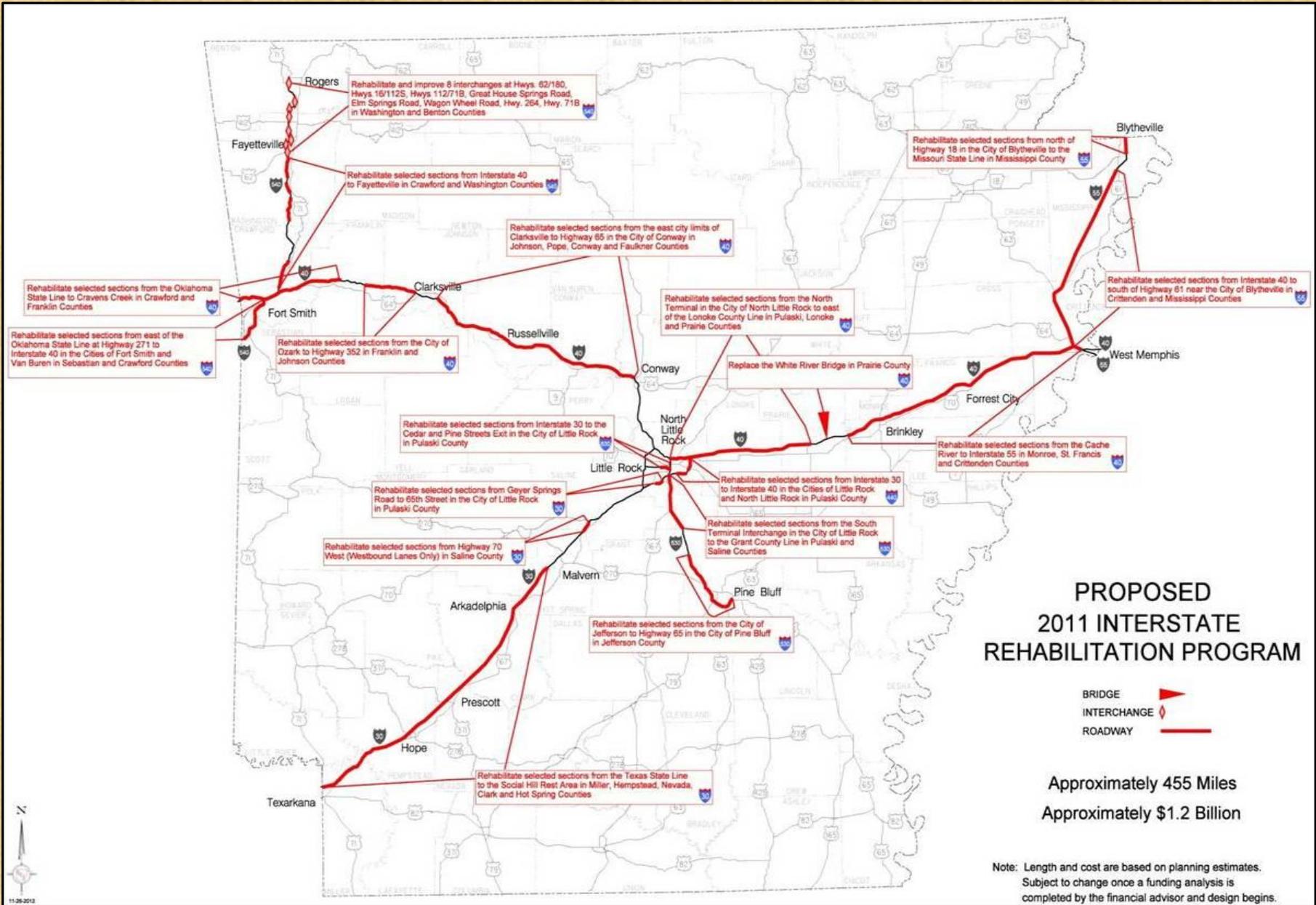
I-40

7.2 Miles | Mill Creek Rd. - Hwy. 331 | \$42.3 Million

**** IRP Projects Included in Largest Letting in AHTD History! ****



Interstate Rehabilitation Program



Revenue Proposals



- Re-issue GARVEE Bonds for Interstate Rehabilitation Program
- State Aid Program for Cities
- Temporary One-Half Cent General Sales Tax to Fund a Multi-Year Construction Program (**CAP**)
- Dedicate Road User Revenues to Highways, Roads and Streets

Revenue Proposals



- Reissue CARVEE Bonds for Interstate Rehabilitation Program **APPROVED!**
- State AIB Program for Cities **APPROVED!**
- Temporary One-Half Cent General Sales Tax to Fund a Multi-Year Construction Program **(CAP)** **APPROVED!**
- Dedicate Road User Revenues to Highways, Roads and Streets

Revenue Proposals



“State Aid Program for Cities”

- Dedicate 1¢ Per Gallon of Existing Motor Fuel Tax
- Identical to County Aid Program
- Funds Distributed by 9-Member Panel
- Passed in 2011; Triggered by Issue #1 Vote



State Aid for City Streets Program

Presented by
David R. Mayo, Jr.
State Aid Engineer





STATE AID DIVISION

MISSION STATEMENT

Provide quality administrative and engineering assistance to cities and counties in accordance with Arkansas Code, effectively utilizing Federal, State Aid, and local funds to promote appropriate standards in the construction of a safe, hard surfaced State Aid County Road System.





State Aid Street Program

History:

- Created in 1973
- Funded with Fed Revenue Sharing Funds
- Federal money was eliminated in 1981
- 2012 program funded with one penny of existing state fuel tax





State Aid Street Program Committee

- Mike Gaskill, Chairman
 - Jerry Boen, Vice Chairman
 - Chris Claybaker
 - Tab Townsell
 - Shane Kilgore
 - Harold Perrin
 - JoAnne Bush
 - Mark Stodola
 - Doug Sprouse
- Paragould
Lamar
Camden
Conway
Jasper
Jonesboro
Lake Village
Little Rock
Springdale



State Aid Street Program

Administration

- Program is the responsibility of AHTD
- Strict state code regarding administration, design and construction
- Cost charged against the State Aid Fund





State Aid Street Program

What are State Aid Streets?

Municipal streets composing the major and minor arterial and collector routes feeding into local trade areas or into the state highway system that are not designated as state highways.



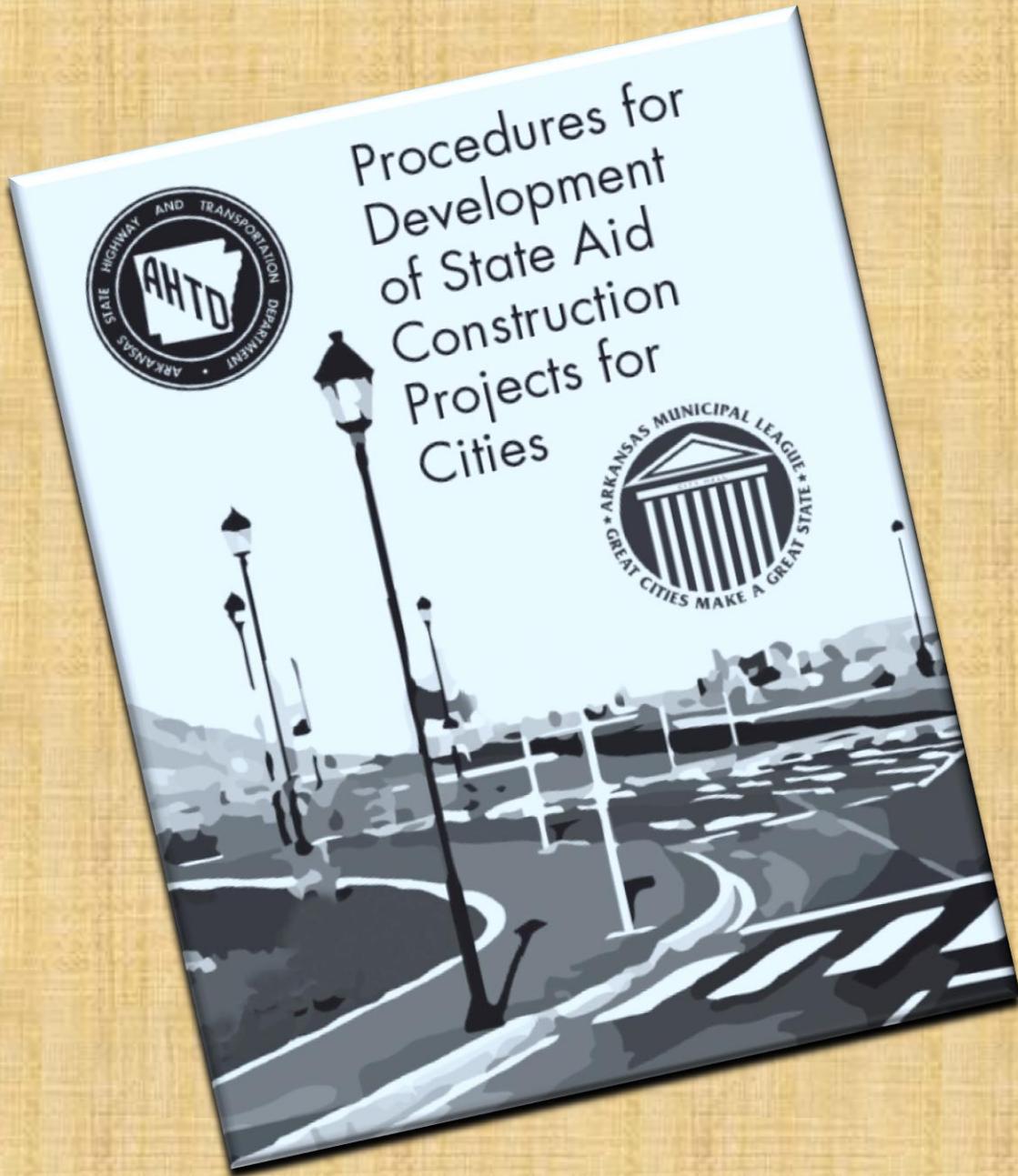


State Aid Street Program

What's the design criteria?

- Based on design speed and traffic volumes
- Funds follow criteria and codes adopted by cities or approved by the state engineer





Revenue Proposals



- **APPROVED!** Reissue GARVEE Bonds for Interstate Rehabilitation Program
- **APPROVED!** State AIB Program for Cities
- **APPROVED!** Temporary One-Half Cent General Sales Tax to Fund a Multi-Year Construction Program (**CAP**)
- Dedicate Road User Revenues to Highways, Roads and Streets

**Revenue from Transferring 6% of the Gross State Sales and Use Tax (Representing Road-User Related Sales and Use Tax)
and the 4.5% Sales and Use Tax on the Sale of New and Used Vehicles
In millions -- Phased in Over Ten Years -- Beginning in 2014**



Revenue from Transferring 6% of the Gross State Sales and Use Tax (Representing Road-User Related Sales and Use Tax) and the 4.5% Sales and Use Tax on the Sale of New and Used Vehicles (in millions)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenue to AHTD	\$23	\$47	\$ 72	\$98	\$126	\$155	\$185	\$217	\$250	\$285
Revenue to Counties	\$ 5	\$10	\$ 15	\$21	\$ 27	\$ 33	\$ 40	\$ 47	\$ 54	\$ 61
Revenue to Cities	\$ 5	\$10	\$ 15	\$21	\$ 27	\$ 33	\$ 40	\$ 47	\$ 54	\$ 61
Total	\$33	\$67	\$102	\$140	\$180	\$221	\$265	\$311	\$358	\$407



ArkansasHighways.com

