

Randy Ort

Assistant Chief: Administration



Springdale Leadership
Tuesday, February 7, 2017



AHTD Quick Facts



3rd Largest State Agency
(approx. 3,700 Employees)

Maintains
16,418 miles of Highway
7,335 Bridges

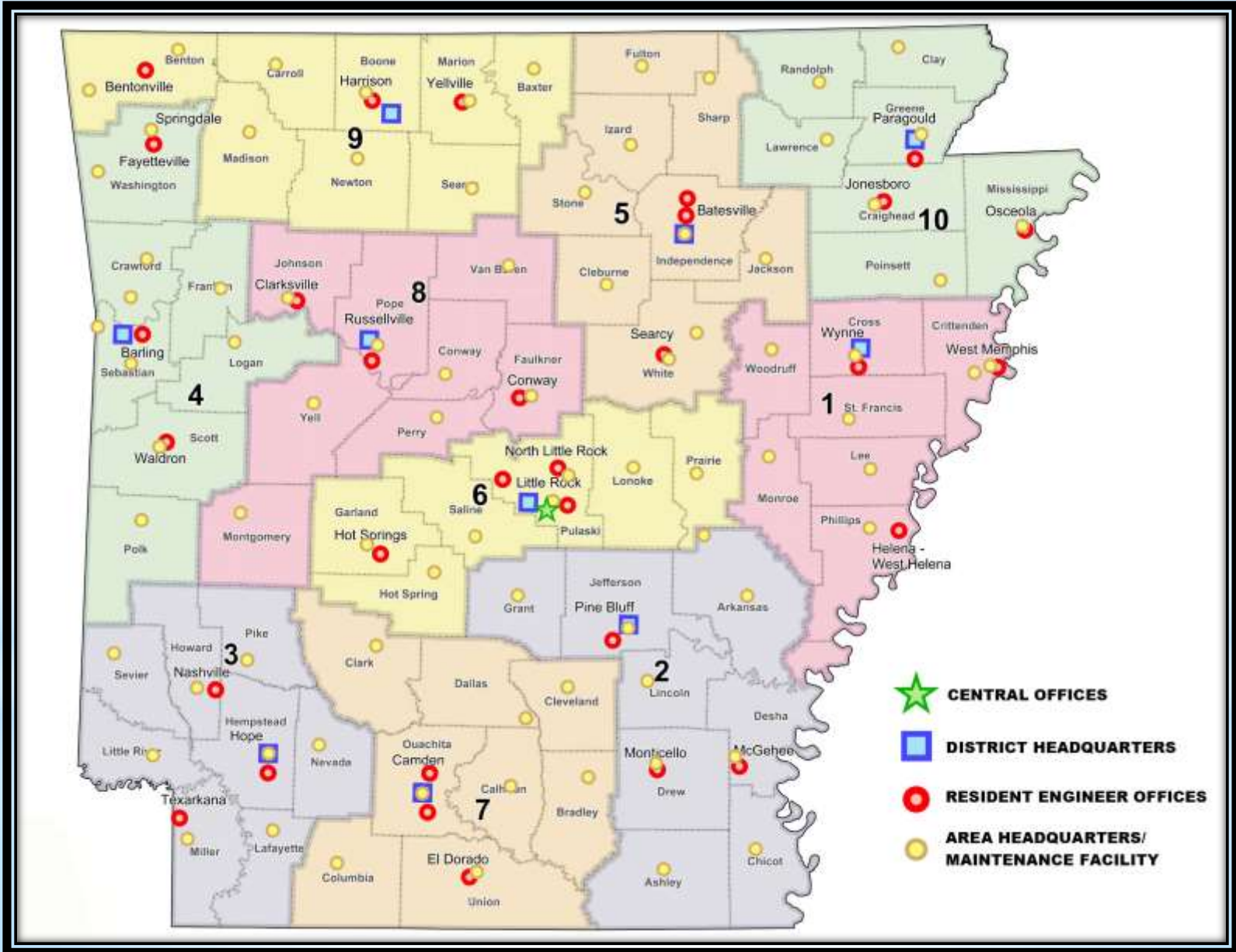
Mission:
Provide a safe, efficient, aesthetically pleasing
and environmentally sound intermodal
transportation system for the user.

Central Offices in Little Rock

10 Districts Statewide



HIGHWAY DISTRICTS



- CENTRAL OFFICES**
- DISTRICT HEADQUARTERS**
- RESIDENT ENGINEER OFFICES**
- AREA HEADQUARTERS/ MAINTENANCE FACILITY**



2016 – 2020 STIP Funding

Total Annual Funds:

Federal Funds

\$538 million

State Highway Funds

\$477 million

Total Federal and State Highway

\$1,015 million



2016 – 2020 STIP Funding

| | |
|--|-------------------------------|
| Total Federal and State Funds | \$1,015 million |
| <u>Less Funds for MOA</u> | <u>- \$430 million</u> |
| Total Est. Annual Construction | \$585 million |
| <u>Less Non-Flexible Projects</u> | <u>- \$255 million</u> |
| Total Est. Flexible Projects | \$330 million |

System Preservation 80%

Capital Improvements 20%



Challenges

➤ **12th** largest system in the country

➤ **42nd** in highway revenue per mile.

➤ **\$20.4 billion** in needs

➤ **\$4.0 billion** in available revenue

* Promises Made



Promises Kept



1999 Interstate Rehabilitation Program



50 Projects
356 Miles
\$973 Million

Prior to
Program
63% Poor or
Mediocre

After Program
72% Good



2011 Interstate Rehabilitation Program

Completed:
30 Projects
198 miles
\$593 million

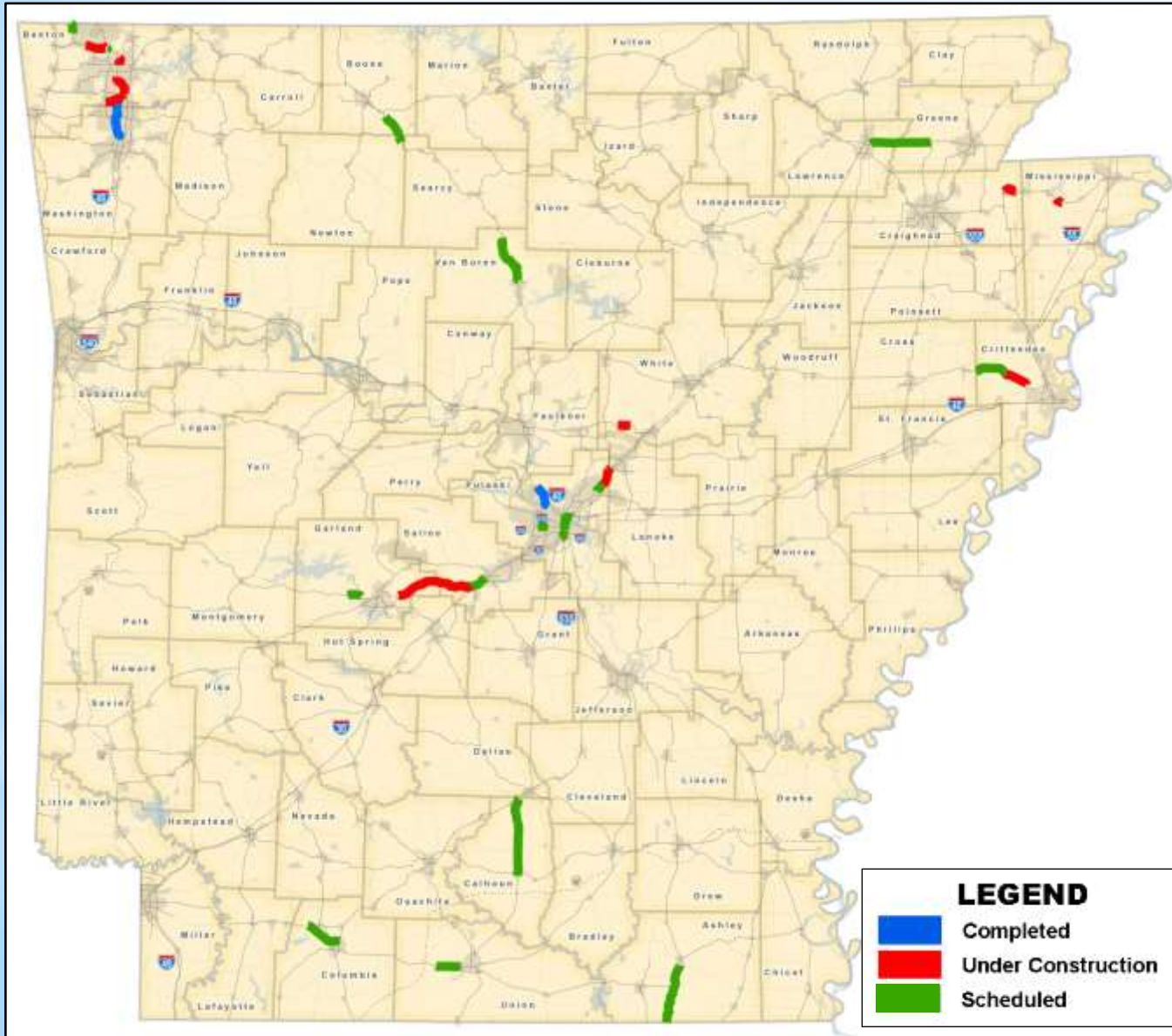
Under Construction:
14 Projects
71 miles
\$487 million

Scheduled:
39 Projects
226 miles
\$415 million





Connecting Arkansas Program Update



Completed:
3 Projects
12 miles
\$88 million

Under Construction:
10 Projects
55 miles
\$458 million

Scheduled:
23 Projects
118 miles
\$1.27 billion



NWA Projects



of Interest



Interstate 49 Corridor Benton & Washington Counties



- 1991 – High Priority Corridor
- Completed 1999
- \$603 Million
- Bobby Hopper Tunnel
- April 2014 – Signed as I-49



Major Improvements Since 2010

COMPLETED

14 Projects
21.2 Miles
\$154 Million

UNDER CONSTRUCTION

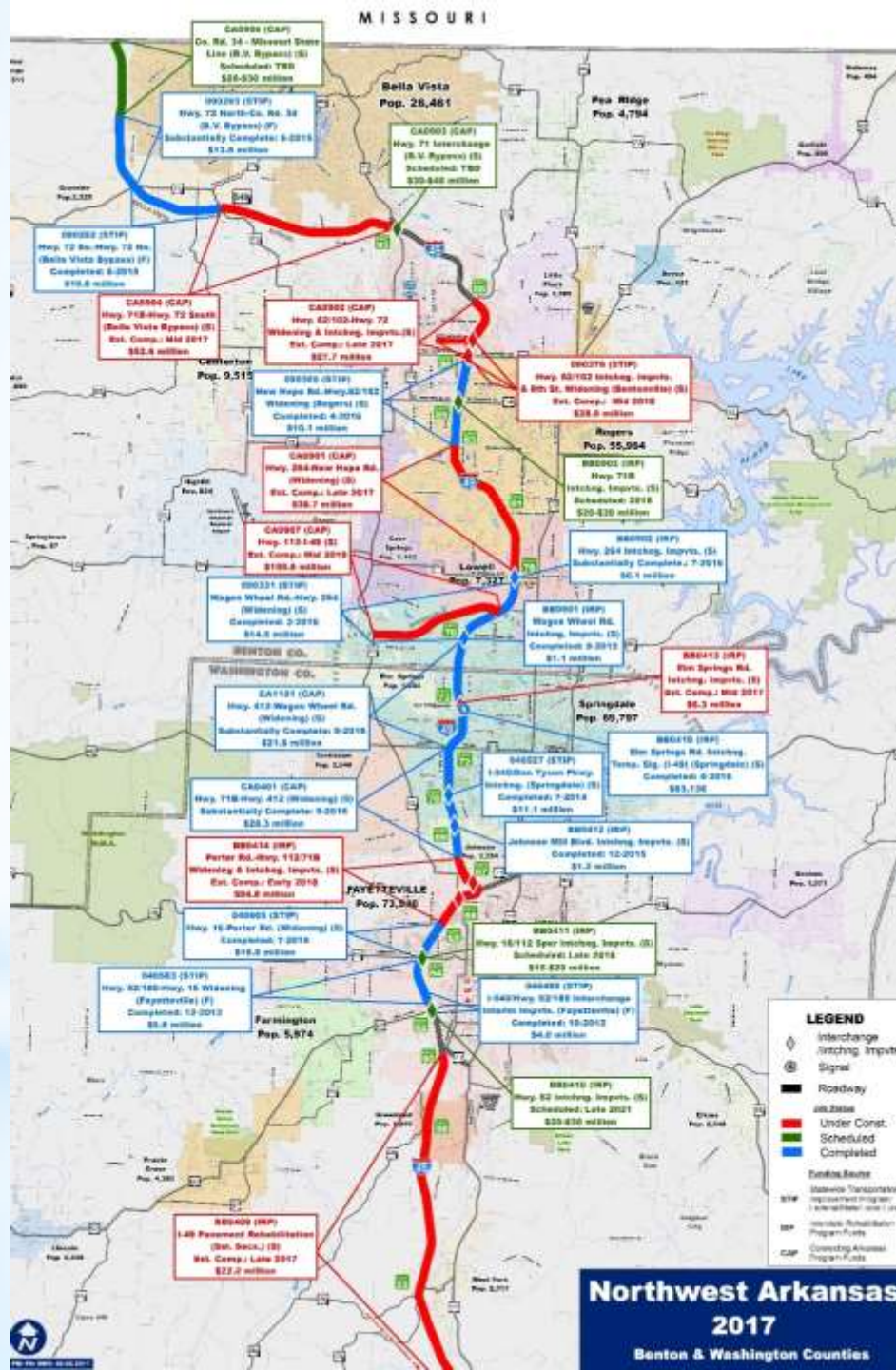
8 Projects
46.6 Miles
\$271 Million

SCHEDULED

5 Projects
5.4 Miles
\$136 Million



Interstate
 49
 Corridor





Interstate 49 Corridor Rehabilitation



Mountainburg - Hwy. 62 in Fayetteville

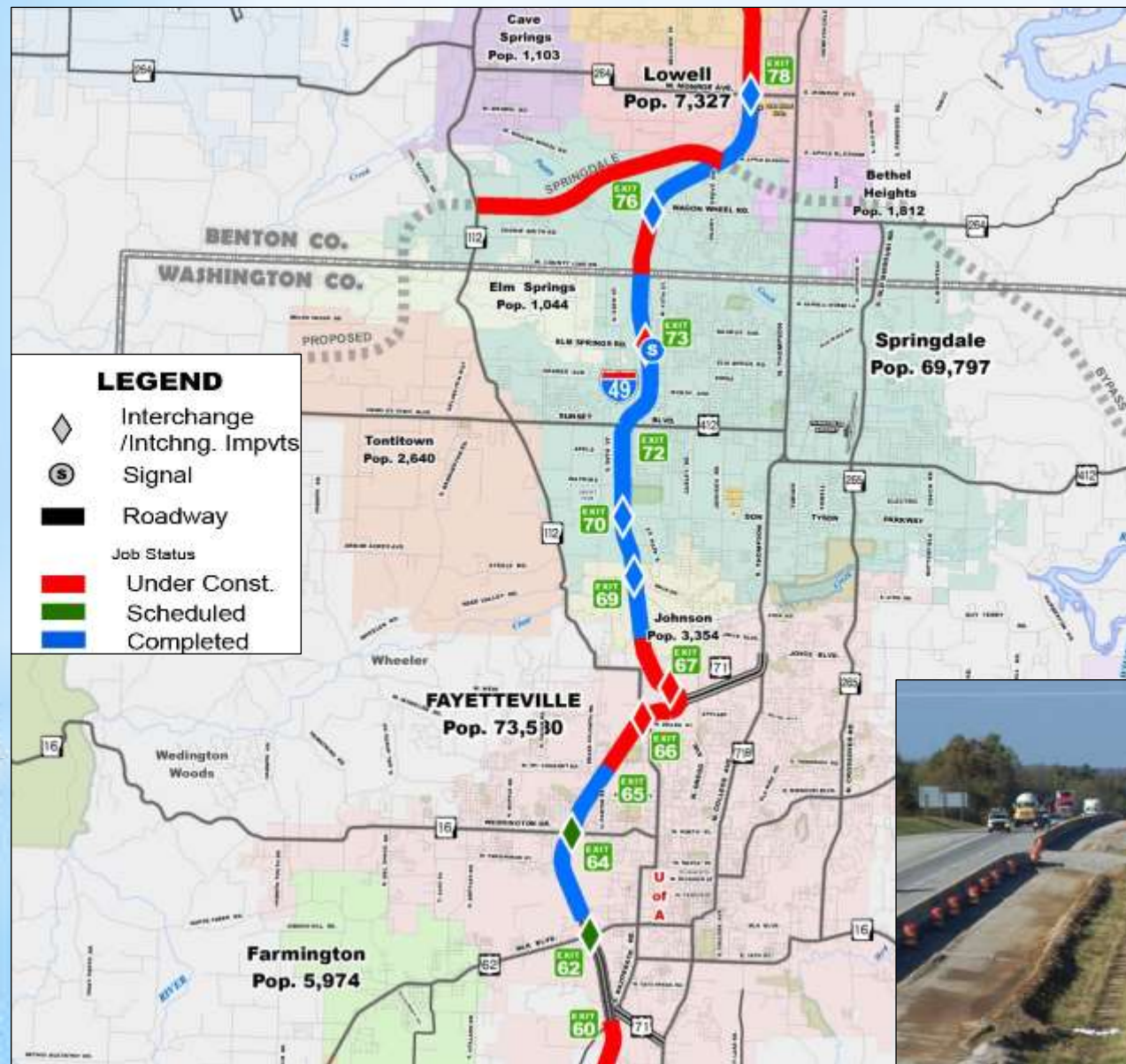
✓ Under Construction

- 28.4 Miles
- \$22 Million





Interstate 49 Corridor Widening & Interchange Improvements



Hwy. 62 – Wagon Wheel Road

- ✓ Completed
 - 1 Mile
 - \$90Million
- ✓ Under Construction
 - 3 Miles
 - \$101 Million
- ✓ Scheduled
 - \$45 Million





Job BB0414





Job BB0414





Job BB0414



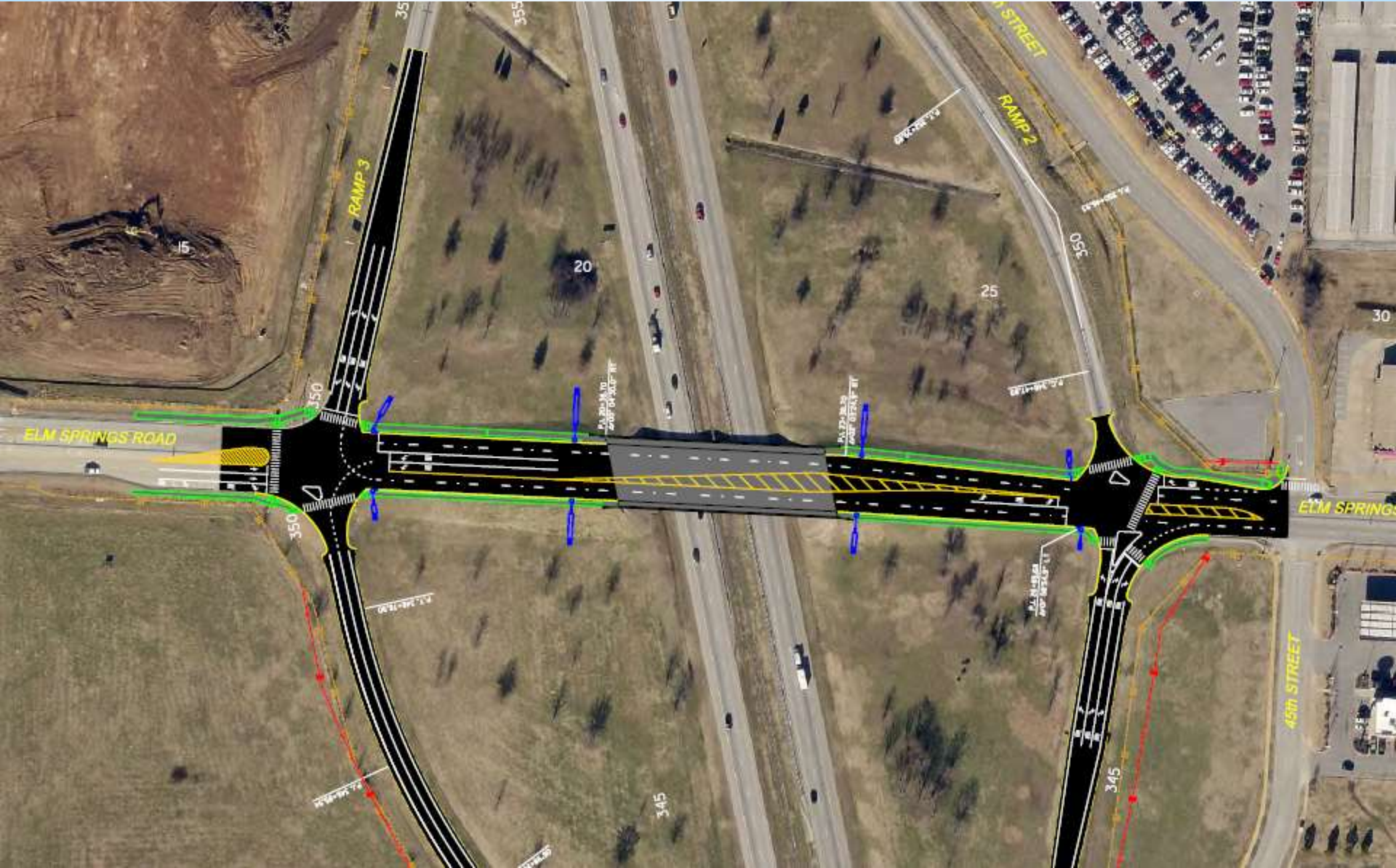


Job BB0413





Job BB0413



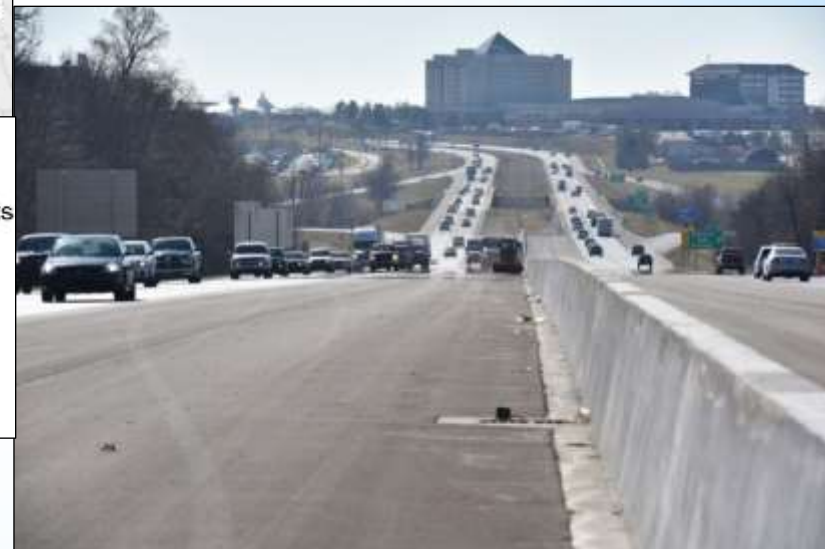
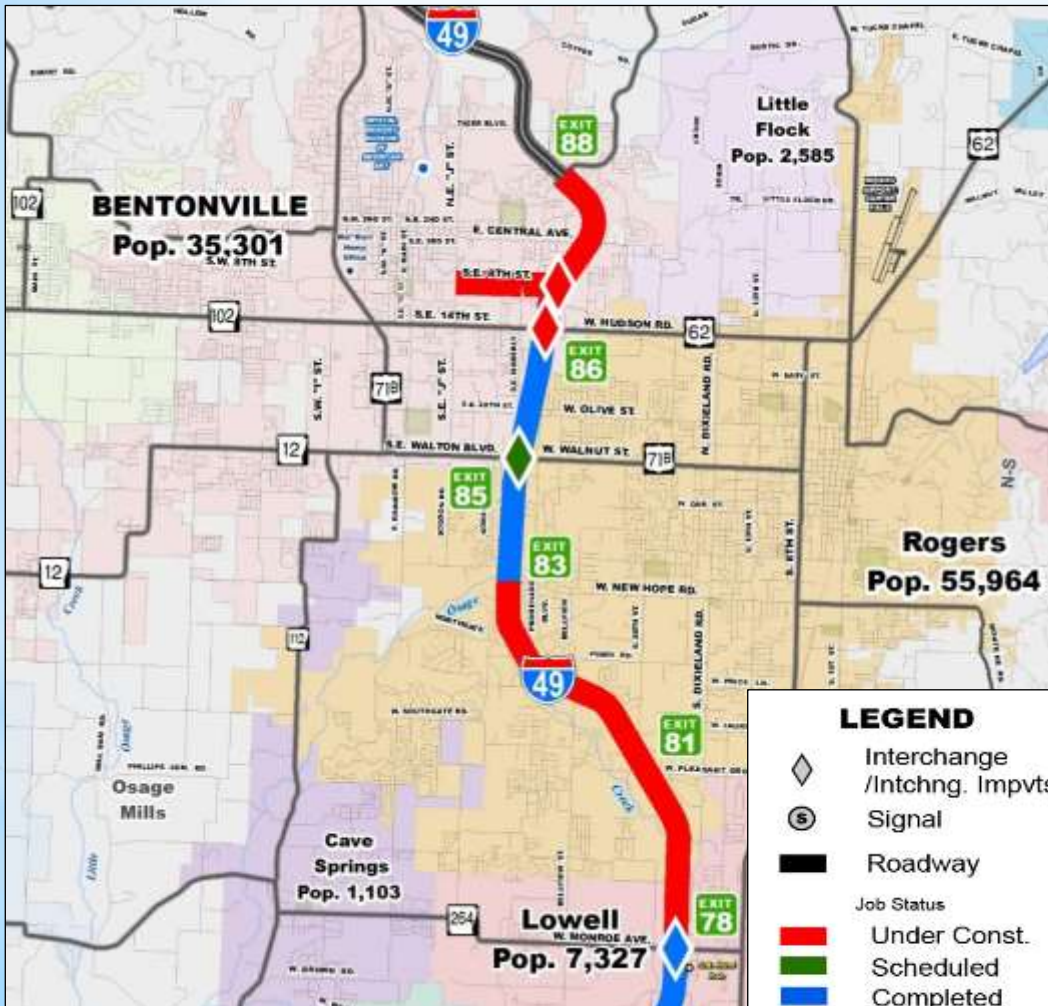


Interstate 49 Corridor Widening & Interchange Improvements



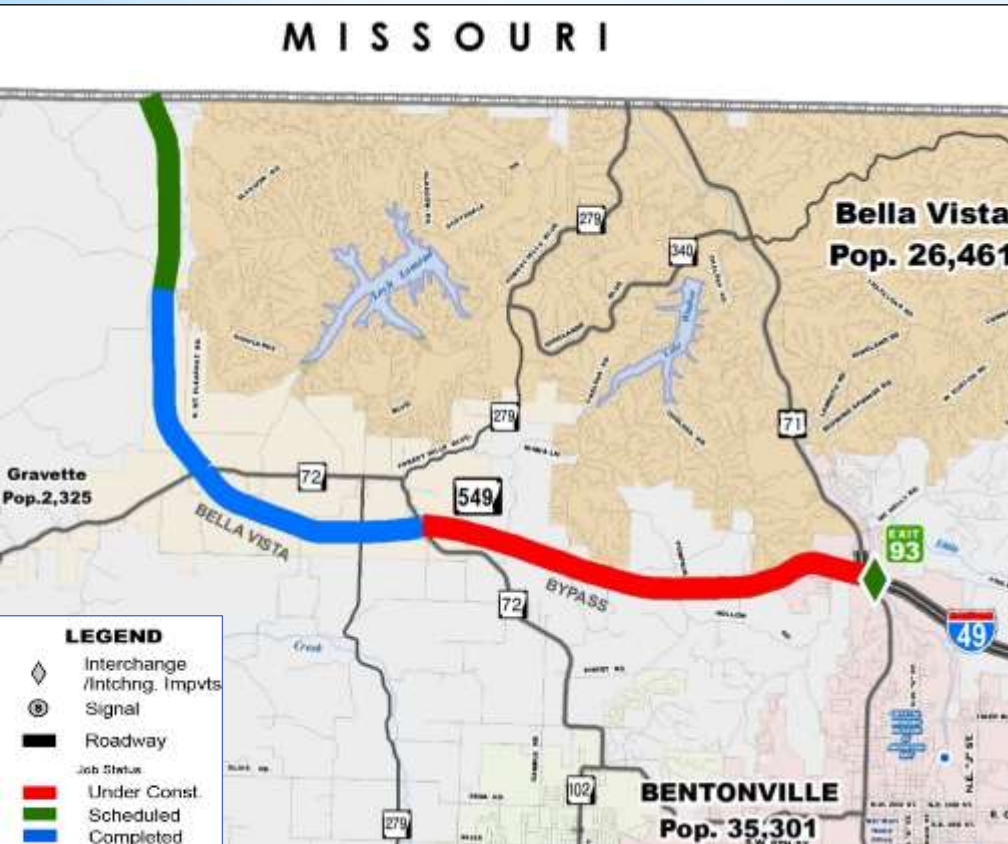
Wagon Wheel Rd. – Hwy. 71B

- ✓ **Completed**
 - 5.6 Miles
 - \$32 Million
- ✓ **Under Construction**
 - 8.7 Miles
 - \$95 Million
- ✓ **Scheduled**
 - \$20-\$30 Million





Interstate 49 Corridor New Location



Bella Vista Bypass

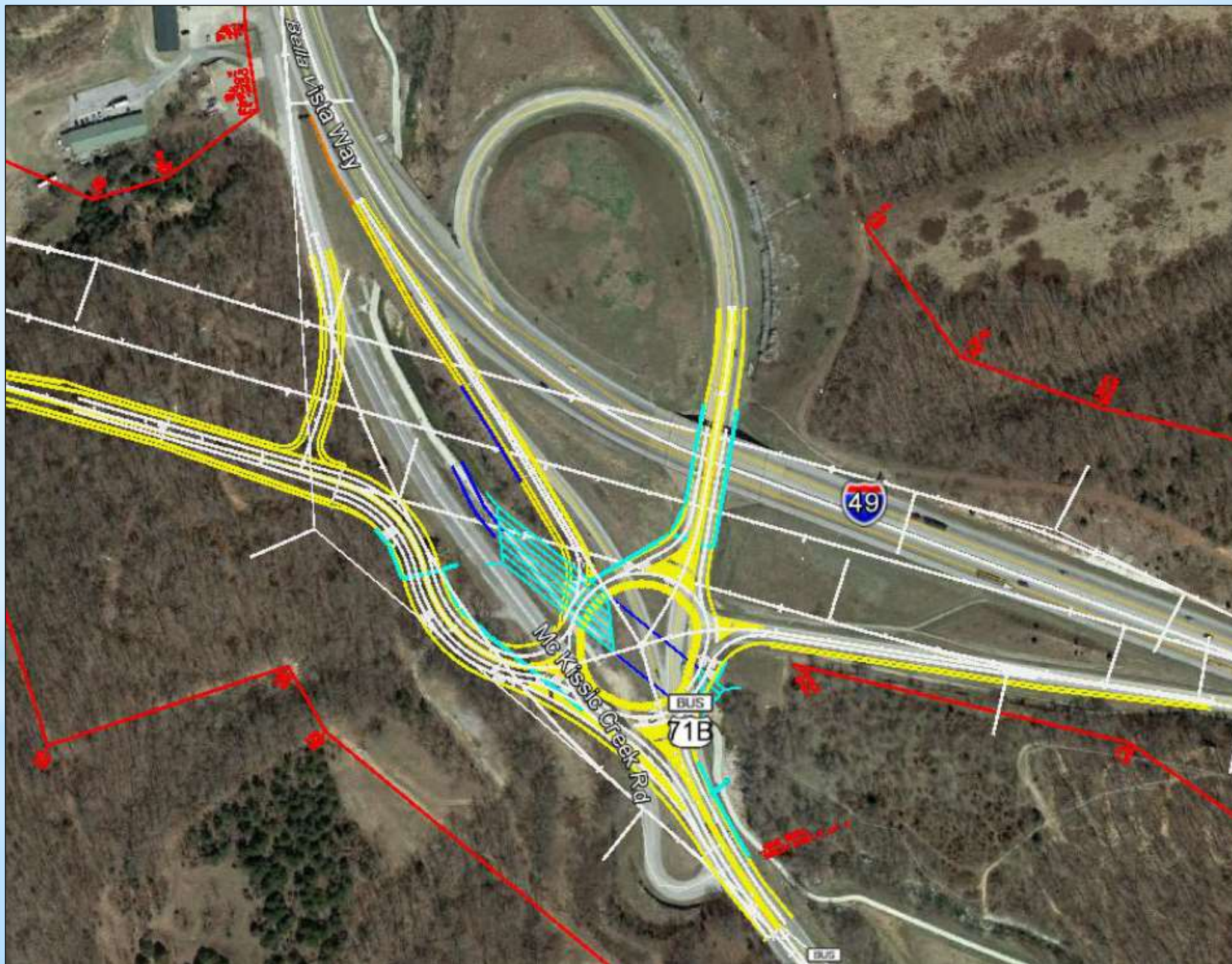
- ✓ **Completed**
 - 5.4 Miles
 - \$34 Million
- ✓ **Scheduled**
 - 5.4 Miles
 - \$69 Million
- ✓ **Under Construction**
 - 6.4 Miles
 - \$53 Million

- ✓ **Draft STIP**
 - \$50 Million
 - Ultimate Interstate
 - Contingent Upon Missouri



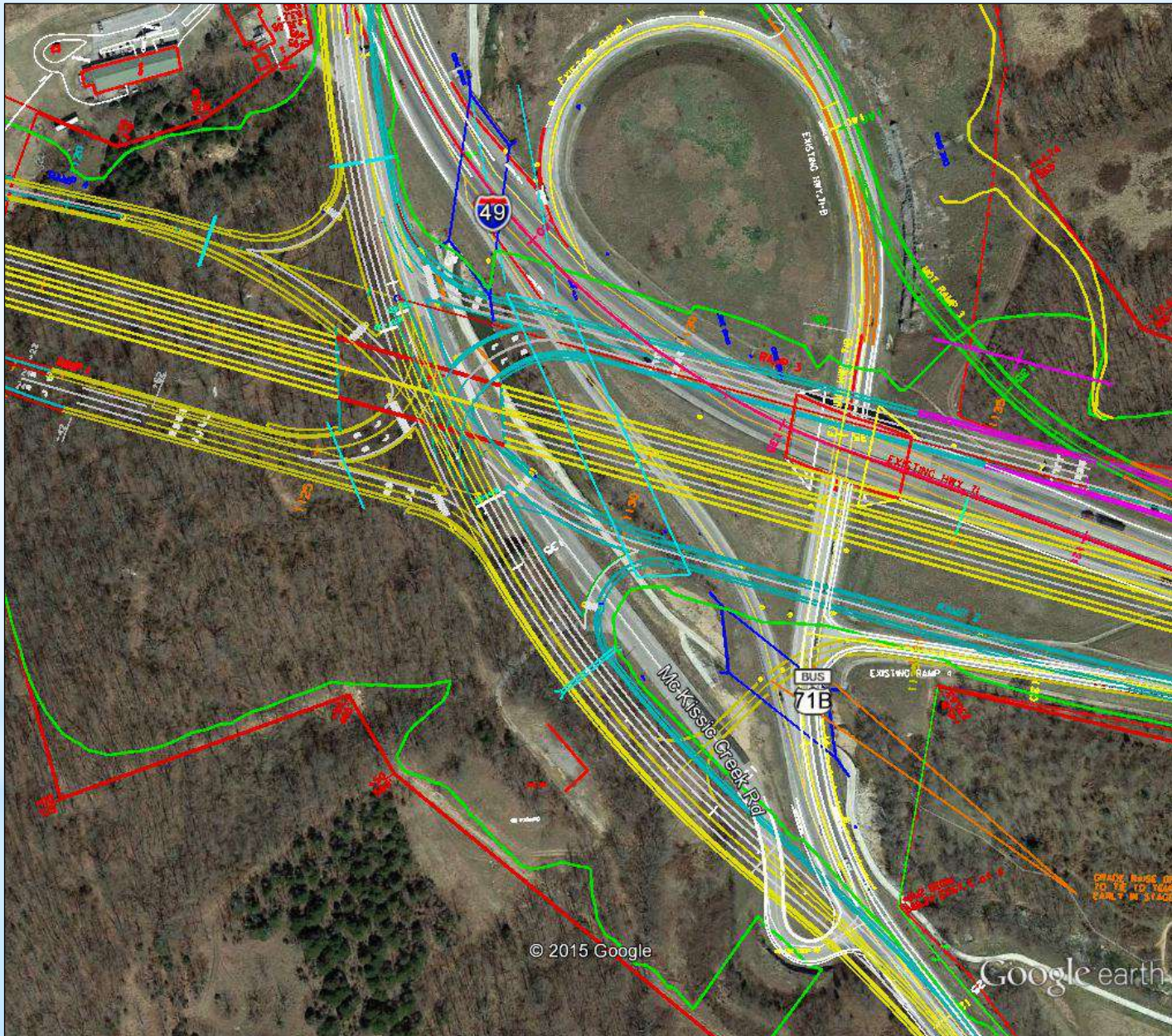


Bella Vista Bypass Roundabout





Bella Vista Bypass SPUI





Highway 112 Corridor

- Fayetteville - Bentonville
- Study Adopted
- Major North/South Corridor
- Total Cost \$90 Million to \$140 Million
- Draft Statewide Transportation Improvement Program for Federal Fiscal Years 2016-2010 (STIP)
 - ✓ Hwy. 112 Corridor Improvements
 - Preliminary Engineering / Right-of-Way
 - \$13.0 Million
 - 2017





Highway 265 Corridor



Fayetteville - Rogers

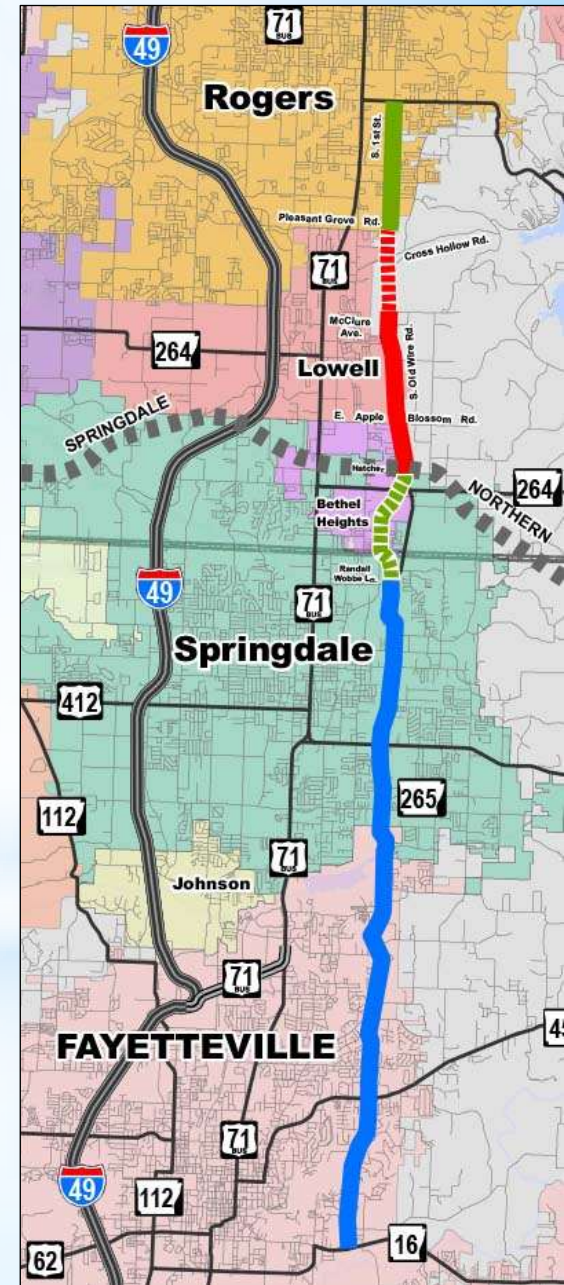
- ✓ **Completed**
 - 3.1 Miles
 - \$14 Million

- ✓ **Under Construction**
 - 4.0 Miles
 - \$15 Million

- ✓ **Draft STIP**
 - 4.6 Miles
 - \$23 Million



| LEGEND | |
|--------|--------------------|
| | Completed |
| | Under Construction |
| | Programmed |
| | New Location |
| | Existing Location |

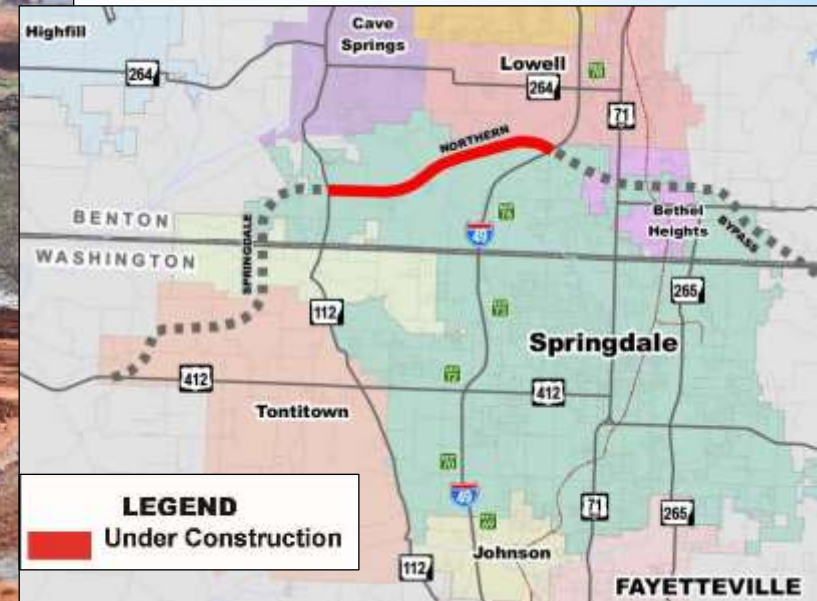




Springdale Bypass (Hwy. 412)



- Hwy 112 – I-49
- Began Early 2015 / Complete Mid-2019
- \$100.6 million
- Most Expensive Job in AHTD History



Questions?



Federal



Funding



Federal Funding

Fixing America's Surface Transportation (FAST) Act

- Authorizes 5 Years of Funding
 - Federal Fiscal Years (FFYs) 2016-2020
- \$225.2 Billion for Highway Investment
- \$250 Million Increase for Arkansas over 5 Years
 - \$250 Million Increase from FFY 2015





Federal Funding

- **Second Continuing Resolution for FFY 2017**
- **Expires April 28th**
- **Funding at 2016 Levels**
- **Allows for Trump Administration to Weigh In on Budget Issues**



President Trump's Infrastructure Plan

- **\$1 Trillion Over 10 Years**
- **Relies on Private Funding**
- **Details of Plan in Summer 2017**
- **Other Priorities**
 - **Repealing Obamacare**
 - **Overhauling the tax code**
 - **Easing regulations**



State



Funding



Governor's Working Group on Highway Funding

GOVERNOR'S WORKING GROUP ON HIGHWAY FUNDING

Short-Term Recommendation



December 15, 2015

Presented to:

The Honorable Asa Hutchinson, Governor

Compiled and drafted by:

Chairman Duncan Baird, State Budget Administrator

Tori B. Gordon, Policy Advisor, Office of Governor Asa Hutchinson





Governor's Working Group on Highway Funding

GOALS

| Needs | Net to AHTD (x \$1 M) | Cumulative Amount (x \$1 M) | Benefits |
|--|--|---|---|
| Immediate/Short-Term (within 2 years) | \$110 | \$110 | <ul style="list-style-type: none"> • Critical Needs • Match Federal Highway Funds • Overlays |
| Mid-Term (within 3-5 years) | \$140 | \$250 | <ul style="list-style-type: none"> • Enhanced Maintenance Program <ul style="list-style-type: none"> ✓ Pavement Restoration of 50% of the State Highway System every 15-20 years |
| Long-Term (within 6-10 years) | \$150 | \$400 | <ul style="list-style-type: none"> • Enhanced Economic Development Program |
| <ul style="list-style-type: none"> • Ultimate (10+ Years) | <ul style="list-style-type: none"> • \$1.68 Billion | <ul style="list-style-type: none"> • Economic Development Projects Completed • I-49, I-69 • Four-lane Grid System • State of Good Repair for Bridges and Pavement • AHTD Equipment Fleet – Average Age 8 Years • All AHTD Facilities Modernized | |



Act 1 - Arkansas Highway Improvement Plan of 2016

| | FY17 | FY18 | FY19 | FY20 | FY21 |
|------------------------------------|-----------|------|------|------|------|
| | (x \$1 M) | | | | |
| 2016 Special Session | | | | | |
| Provide Governor's Rainy Day Funds | 40.0 | | | | |

Potential in Future Years

| | | | | | |
|---|-------------|-------------|-------------|-------------|-------------|
| Allocate 25% of Future Surplus to Highways (Estimate Based on 10 Year Average) | | 48.0 | 48.0 | 48.0 | 48.0 |
| Totals 2016 Special Session and Potential in Future Years | 46.9 | 76.1 | 76.1 | 76.1 | 76.1 |

| Potential in Future Years | | | | | |
|---|-------------|-------------|-------------|-------------|-------------|
| Allocate 25% of Future Surplus to Highways (Estimate Based on 10 Year Average) | | 48.0 | 48.0 | 48.0 | 48.0 |
| Totals 2016 Special Session and Potential in Future Years | 46.9 | 76.1 | 76.1 | 76.1 | 76.1 |



Act 1 - Arkansas Highway Improvement Plan of 2016

91st Session Account of the GIF 2017-2019 Biennium

Estimated Available Funds:

| | |
|--|----------------------|
| Unobligated Balance from the 90th Session Account | \$14,194,758 |
| FY16 General Revenue Surplus | \$177,413,001 |
| FY17 General Revenue Surplus | \$0 |
| Recouped General Revenue Balances from FY16 | \$5,845,301 |
| Recouped General Revenue Balances from FY17 (Estimate) | \$5,000,000 |
| Old Projects Recoupment (Estimate) | \$2,000,000 |
| Outlawed Warrants | \$0 |
| 90th Rainy Day Set-Aside Balance (Sec 3 of Act) | \$25,000,000 |
| Carry Forward of 90th Executive General Improvement (Sec 4 of Act) | \$0 |
| Total Estimated Funds for 2017-2019 Biennium | \$229,453,060 |

FY17 General Revenue Surplus

\$0

2017 Legislative



Session

Potential Net Revenue to AHTD (in Millions)

| Concept | FY19 | FY20 | FY21 | FY22 | FY23 | FY24 |
|--|---------------|---------------|------------------|--------|--------|--------|
| 6.5% Excise Tax on Motor Fuels at Wholesale Level | \$ 147 | \$ 150 | \$ 165 | \$ 176 | \$ 187 | \$ 198 |
| *3-year Phase-in of Excise Tax above | \$ 45 (2%) | \$ 92 (4%) | \$ 165 (6.5%) | | | |
| Make ½-cent Sales Tax Permanent (begin in FY24) | - | - | - | - | - | \$ 206 |
| Totals without Phase-in | \$ 147 | \$ 150 | \$ 165 | \$ 176 | \$ 187 | \$ 404 |
| *Totals with Phase-in | \$ 45 | \$ 92 | \$ 165 | | | |



- ArkansasHighways.com
- ConnectingArkansasProgram.com
- Vimeo.com/AHTD
- IDriveArkansas.com
- [@AHTD](http://Twitter.com)



@AHTD

