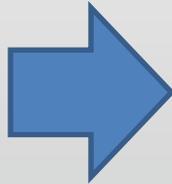


Danny Straessle
Public Information Officer



Springdale Leadership Class XXIII.

Monday, February 12, 2018



1929
Arkansas
Highway and
Department of
Lands

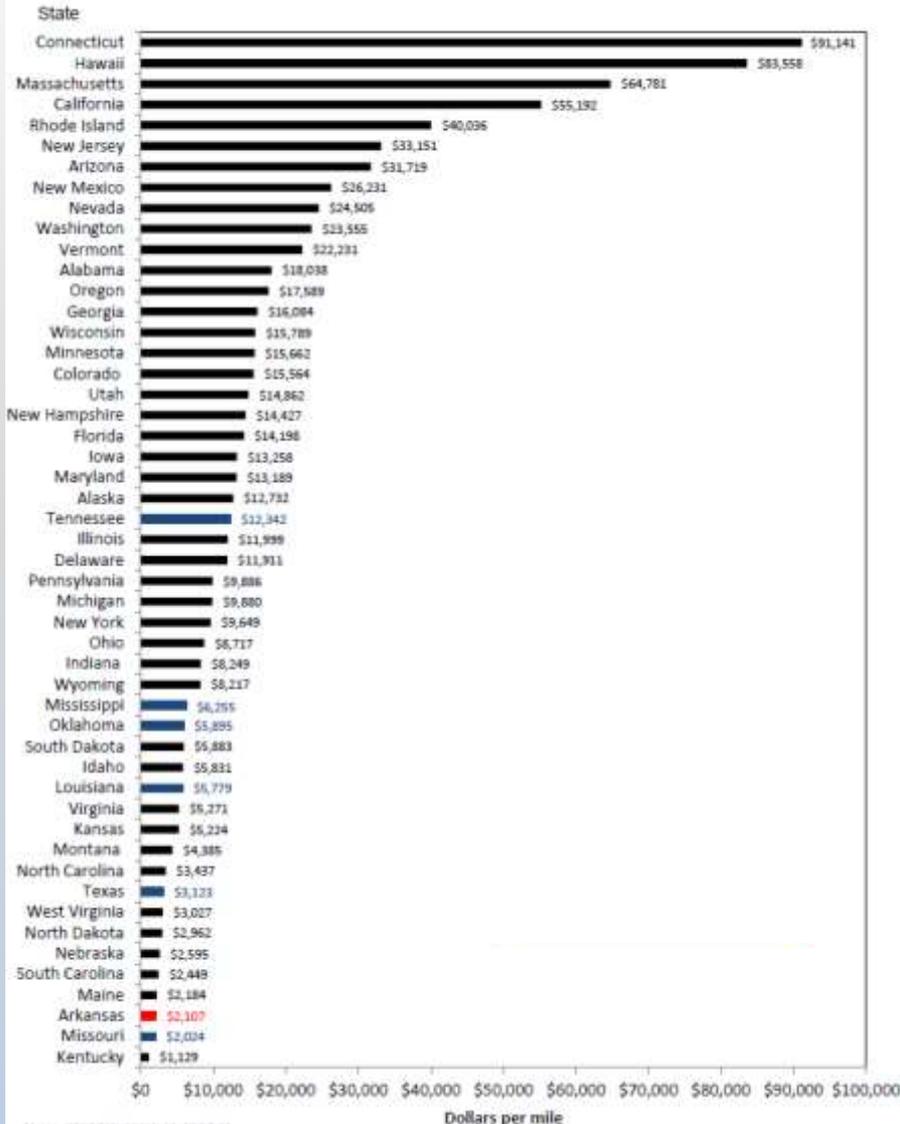
1977
Arkansas State
Highway and
Transportation
Department

2017
Arkansas
Department of
Transportation

Provide safe and efficient transportation solutions to support Arkansas' economy and enhance the quality of life for generations to come.

Adopted June 7, 2017

Administrative Cost Per Mile
Arkansas Ranks 48th in the Nation



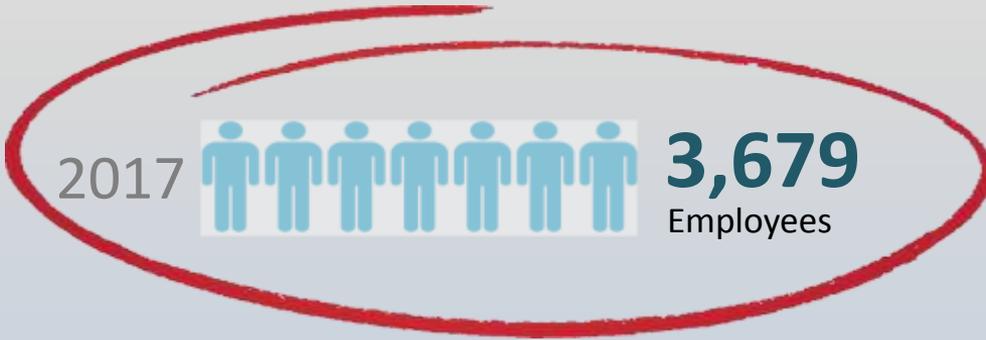
Source: "2013 Federal Highway Statistics"
 Note: Excludes Toll Facilities

Arkansas = \$2,107

Surrounding States Average = \$4,334

National Average = \$9,224

Arkansas has the
 3rd Lowest
 Administrative Cost Per
 Mile
 in the Nation



Promises Made



Promises Kept



**Rebuilding Arkansas
Interstates**



INTERSTATE
REHABILITATION
PROGRAM

IRP



CONNECTING
ARKANSAS
PROGRAM

CAP



1999 Interstate Rehabilitation Program



50 Projects

356 Miles

\$973 Million

Prior to Program

**63% Poor or
Mediocre**

After Program

72% Good

Completed

37 Projects
225 Miles
\$763 Million

Under Construction

11 Projects
78 Miles
\$429 Million

Scheduled

34 Projects
191 Miles
\$334 Million



Completed

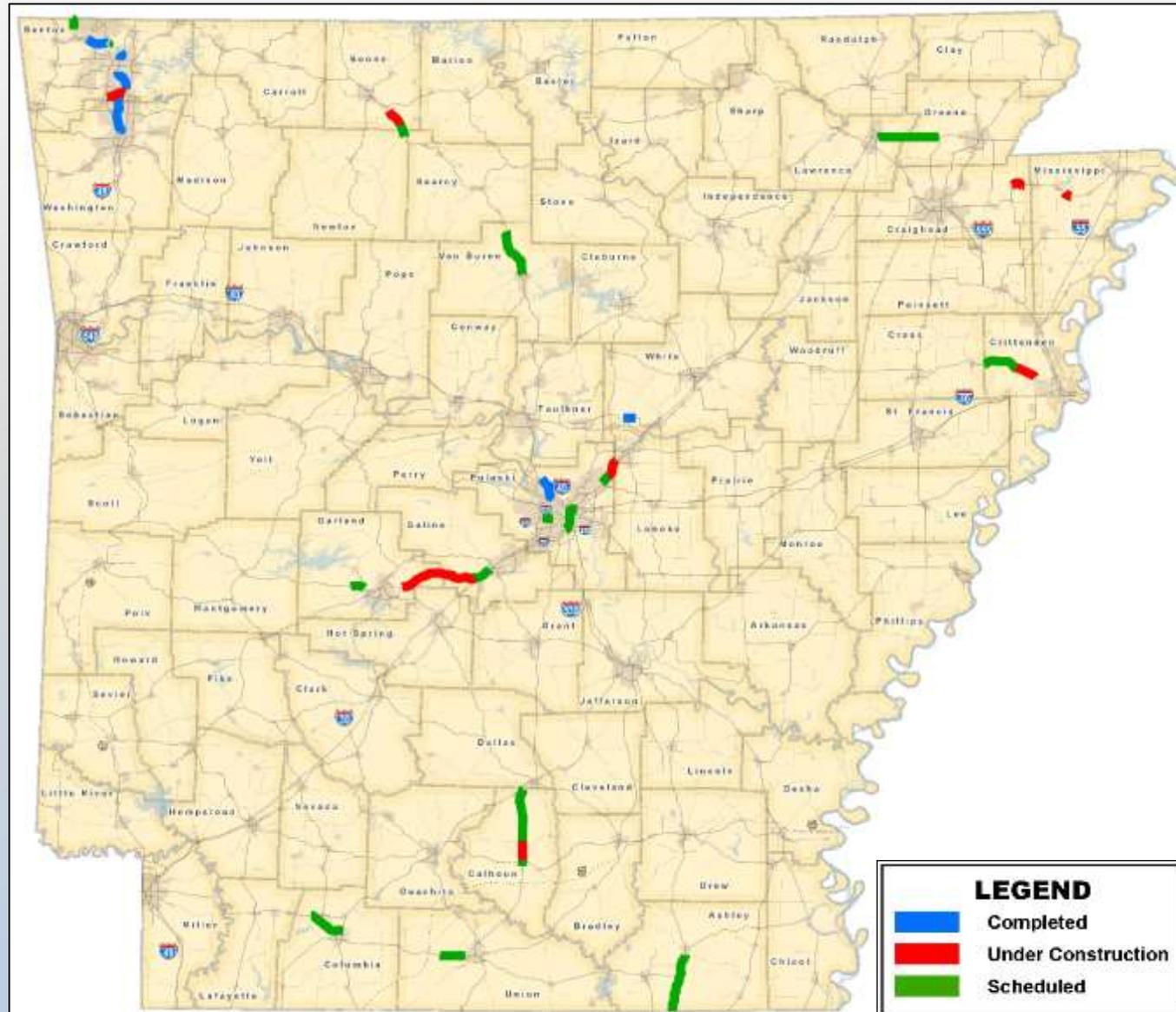
7 Projects
30 Miles
\$215 Million

Under Construction

8 Projects
46 Miles
\$376 Million

Scheduled

21 Projects
108 Miles
\$1.35 Billion



Local Project



Updates

Completed

3 Projects
12 Miles
\$86 Million

Under Construction

1 Project
7.1 Miles
\$28 Million



Completed

16 Projects
25 Miles
\$289 Million

Under Construction

1 Projects
0 Miles
\$29 Million

Scheduled

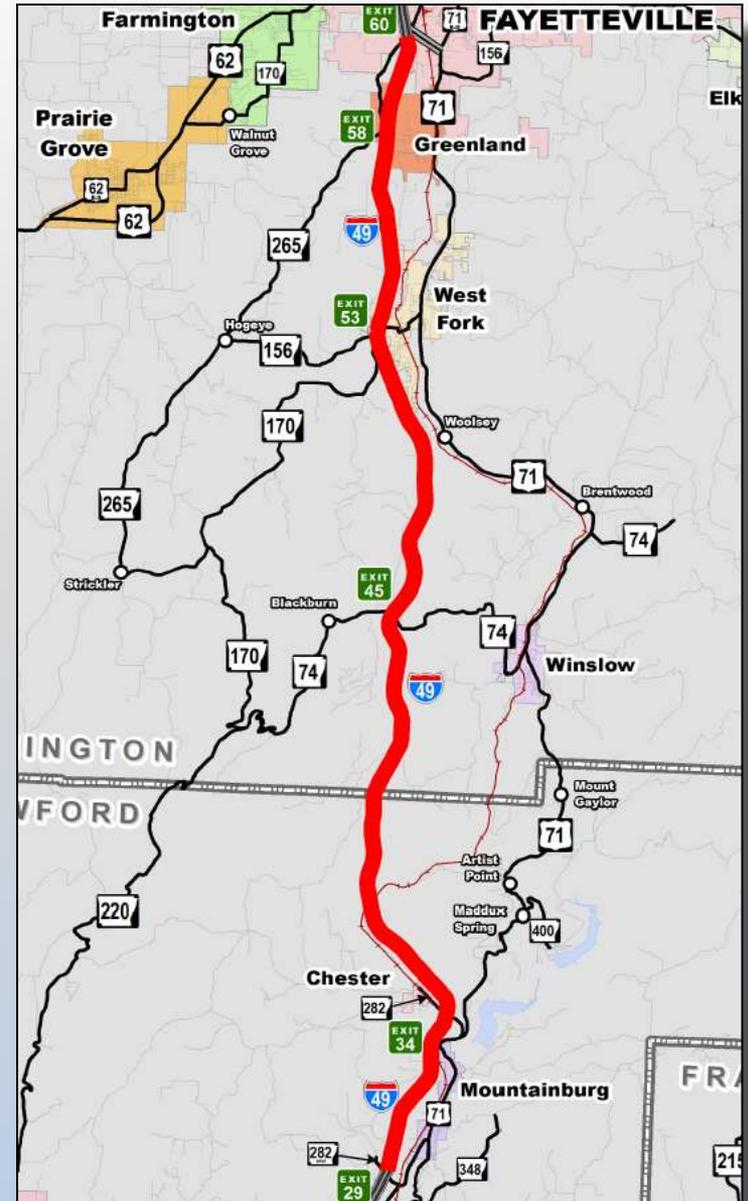
3 Projects
\$80 Million



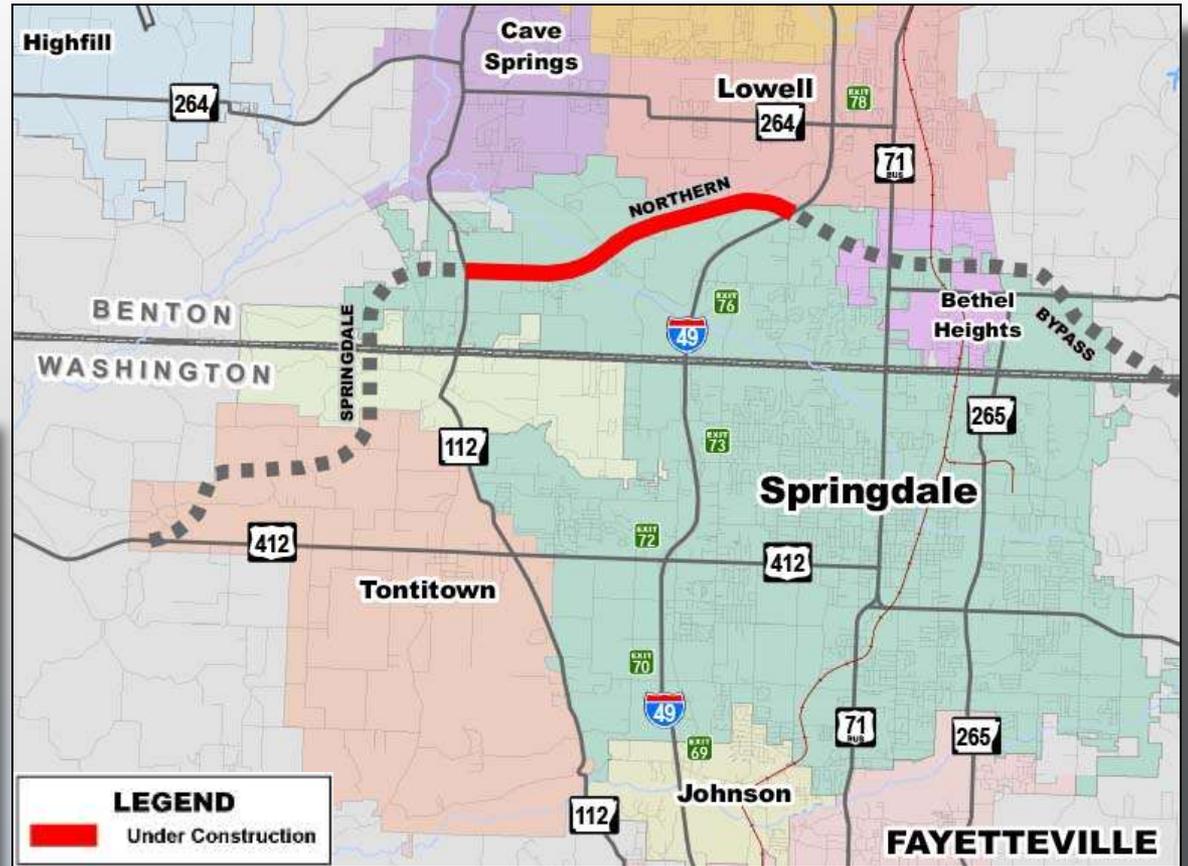
Mountainburg to Fayetteville

28 Miles

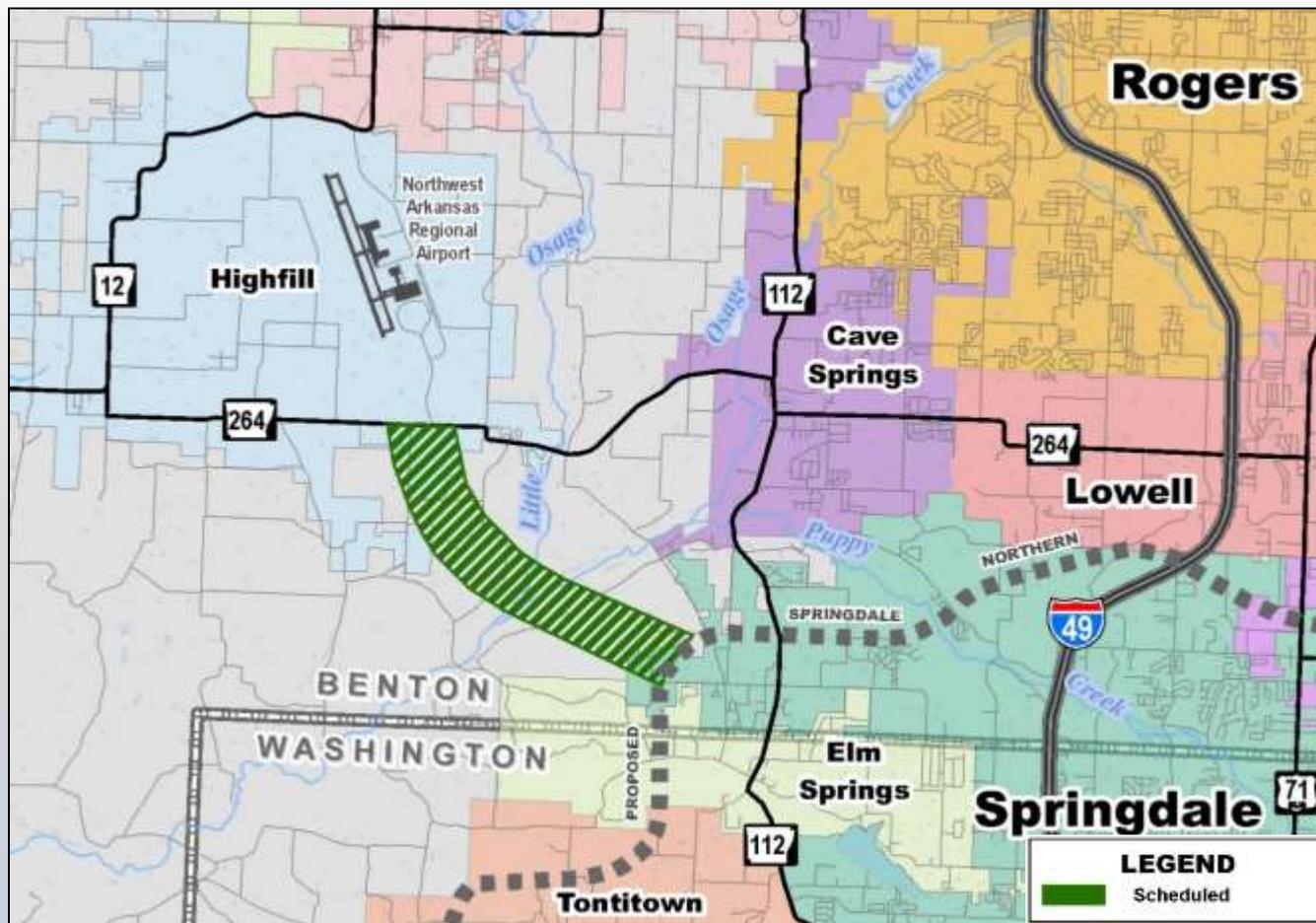
\$22 Million



Highway 112
To
I-49



Proposed Airport Connector



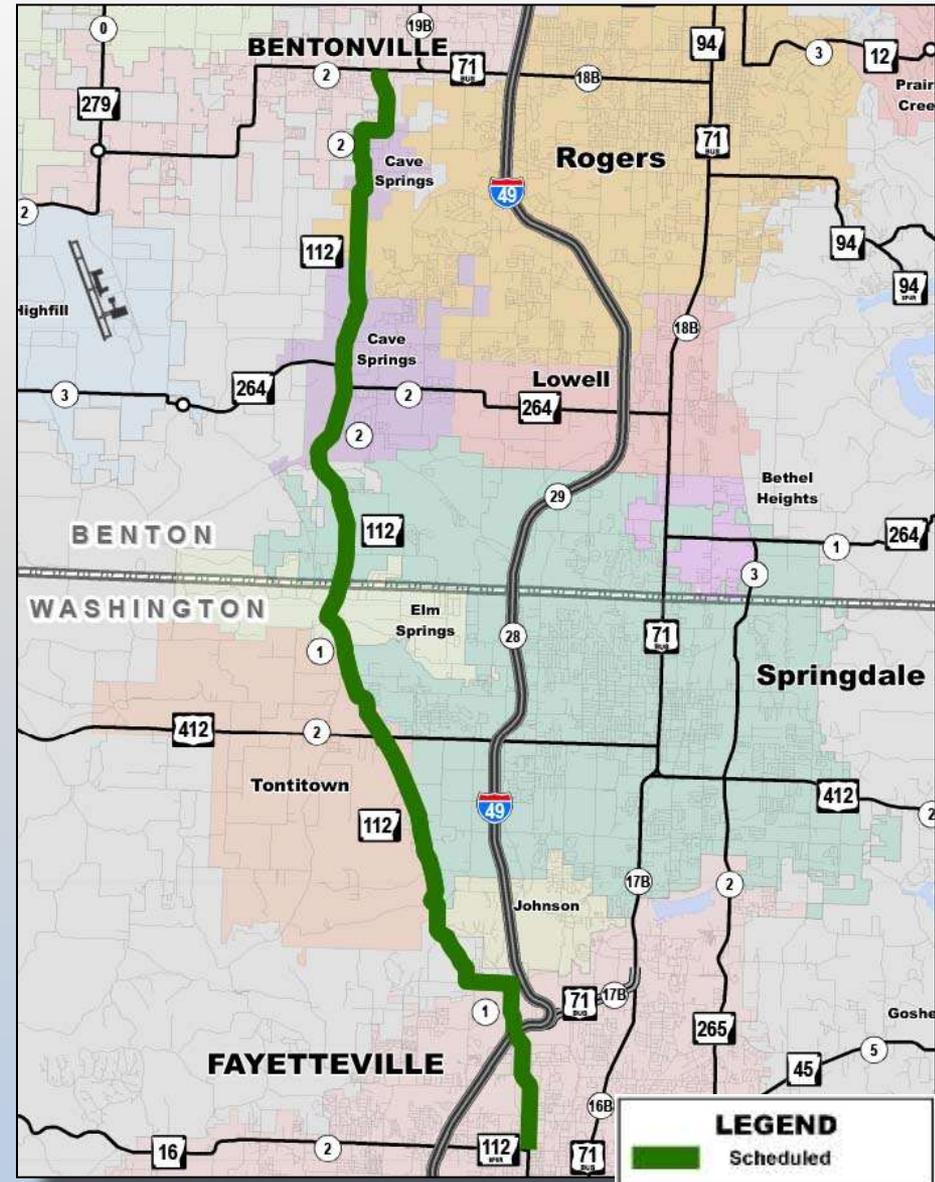
Highway 264
To
Future Springdale Bypass

Corridor Study Fayetteville to Bentonville

Adopted in July 2015

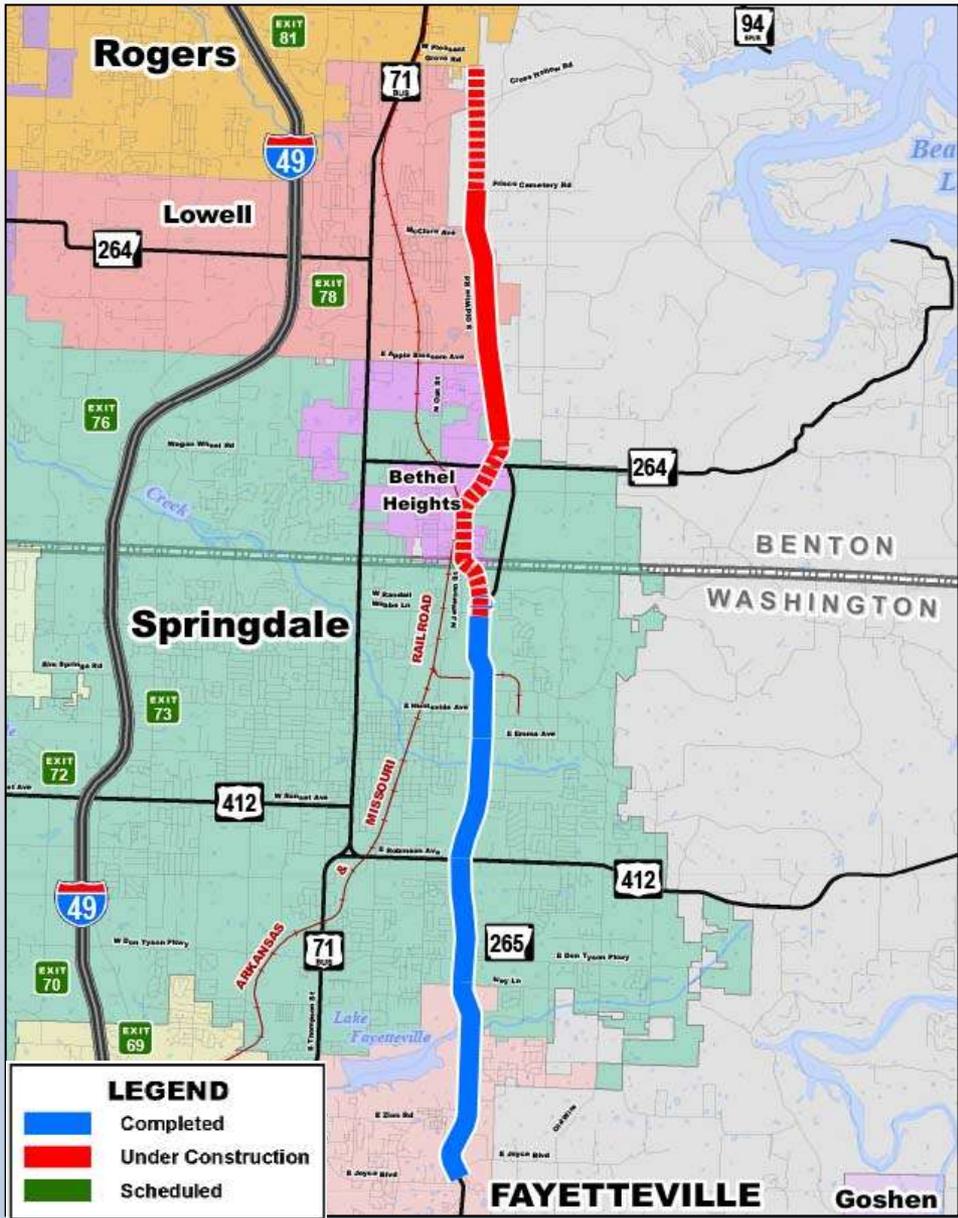
Recommendations

Cost Estimates



Completed
4 Projects
6 Miles
\$17 Million

Under Construction
2 Projects
6 Miles
\$21 Million



Scheduled
2 Projects
\$33 Million



Status of Federal Funding



Federal Highway Funding Issues

- Continuing Resolutions and Government Shutdowns
- Current Funding Ends March 23rd
- Current Impacts
- Potential Future Impacts



Federal Highway Funding Issues

12 Projects

\$26.5 Million



Projects Withdrawn From the February Letting

Status of State Funding



Road User Related Tax Revenue (SFY 2016)

Total Road User Revenue

\$1,076.5 Million

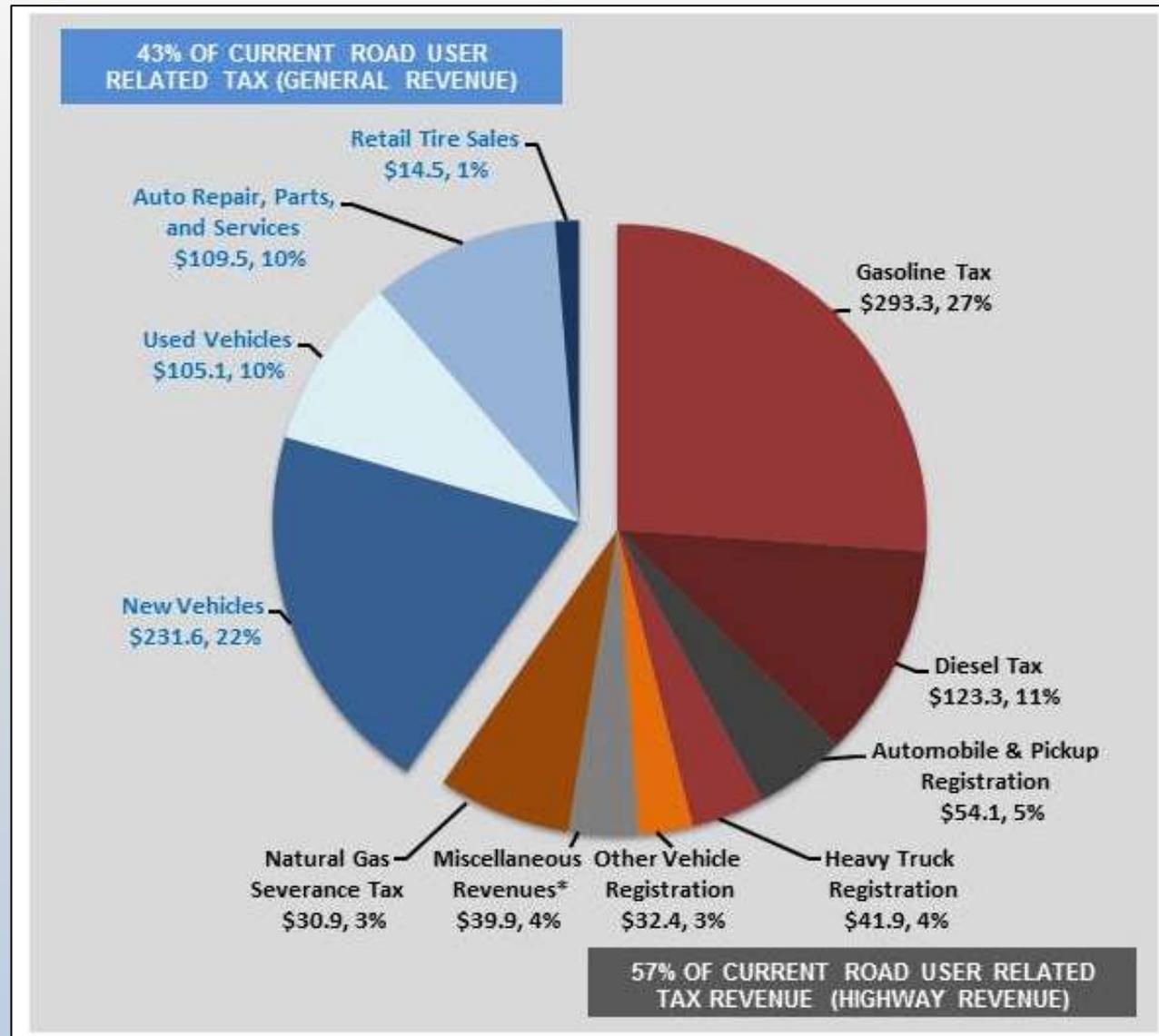
Distribution:

General Revenue

\$460.7 Million (43%)

Highway Revenue

\$615.9 Million (57%)



HB 1418 Revenue Transfer

Transferred sales tax on
new and used vehicles to
the Highway Department fund phased in
over 10 years.



**FAILED TO
GET OUT OF
THE HOUSE
COMMITTEE**

**90
SPONSORS!!**

HB 1346 REVENUE TRANSFER

Transferred sales tax on new and used vehicles to the Highway

Department fund phased in over 10 years AND transferred the natural gas severance tax revenue from the Highway Department fund into a newly created higher education workforce development fund.



**PASSED THE
HOUSE
COMMITTEE**

**PULLED
BEFORE A
VOTE ON THE
HOUSE FLOOR**

HB 1726 BOND ISSUE

Authorizes the State Highway Commission to issue bonds for

highway maintenance and improvements,

upon approval by voters in a statewide election.

HB 1727 GAS TAX

Establishes **additional fuel sales tax** at the wholesale level to be levied, only if the State Highway Commission is authorized by a statewide vote to issue highway maintenance and improvement bonds.



**HOUSE
FOR - 38
AGAINST - 35
NOT VOTING - 27**



Arkansas State Legislative Audit

Exhibit III

Arkansas Department of Transportation (ARDOT) Summary of Annual State Funds Needed to Meet Proposed Highway Construction Plan Over a 10-Year Period

Description	Additional Annual Revenues	Additional Annual Expenditures	Net Additional Annual Requirement
System Preservation			
Pavement			
Bridges			
Total System Preservation			
Capacity Relief			1,000,000
Safety Improvements			12,000,000
Maintenance			
Equipment upgrades	19,000,000	19,000,000	
Facilities upgrades	8,000,000		8,000,000
Intelligent Transportation System (ITS)	3,000,000		3,000,000
Total Maintenance	30,000,000	19,000,000	11,000,000
Totals	\$ 925,000,000	\$ 447,000,000	\$ 478,000,000

\$ 447,000,000
Annual Revenue

ALA staff reviewed projected revenues and expenditures for fiscal years 2017 through 2020 ...for consistency and reasonableness when compared with prior years.

Note: Amounts shown are rounded.

Arkansas State Legislative Audit

Exhibit III

Arkansas Department of Transportation (ARDOT) Summary of Annual State Funds Needed to Meet Proposed Highway Construction Plan Over a 10-Year Period

\$ 478,000,000
Annual Shortfall

Description			Additional Annual Revenues
System Preservation			
Pavement			
Bridges			
Total System Preservation			
Capacity Relief			2,000,000
Safety Improvements			12,000,000
Maintenance			
Equipment upgrades	19,000,000	19,000,000	
Facilities upgrades	8,000,000		8,000,000
Intelligent Transportation System (ITS)	3,000,000		3,000,000
Total Maintenance	30,000,000	19,000,000	11,000,000
Totals	\$ 925,000,000	\$ 447,000,000	\$ 478,000,000

Note: Amounts shown are rounded.

ALA staff reviewed supporting documentation obtained from ARDOT to verify that costs for the projects were reasonable, based on historical information.

Possible New Program



Citizens Opinion Survey

CITIZENS OPINION SURVEY ON HIGHWAYS IN ARKANSAS

MAIL OR EMAIL RESPONSES TO:
ArDOT
Public Information
P.O. Box 2261
Little Rock, AR 72203
info@ardot.ar.gov

Are you satisfied with the condition of the existing state highway system?

Yes No

What highways in your area need improvements, and what type of improvements do they need?

Priority 1: _____
Priority 2: _____
Priority 3: _____
Priority 4: _____

If you want better highway conditions, the Arkansas State Highway and Transportation Department will need additional funds. Would you support a new highway program that would generate additional revenue?

Yes No

Which of the following sources do you recommend be utilized in obtaining additional funds (check all that apply):

- Increase in gas tax
- Increase in diesel tax
- Increase in sales tax (dedicated to highways)
- Increase in registration fees
- Add sales tax on wholesale price of motor fuels
- Transfer existing sales and use tax on motor vehicles and related parts and service (currently collected but not paid to highways)
- Other: _____

Would you be willing to sign a petition to put a highway revenue proposal on the 2018 general election ballot?

Yes No

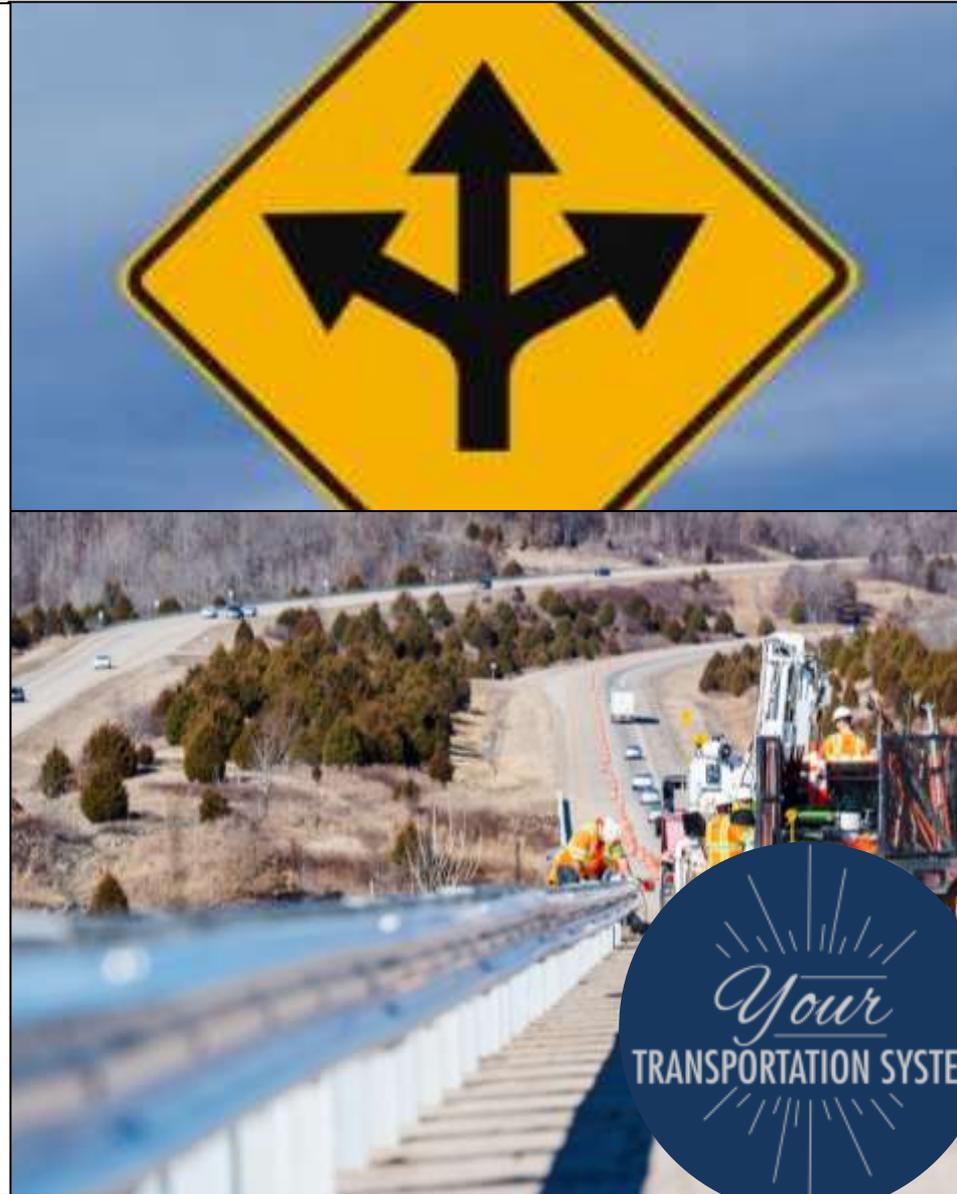
How did you hear about this survey?

- Presentation
- Social Media
- Other: _____
- TV/Radio/Print
- Family or Friend
- Website/Search Engine

Optional:

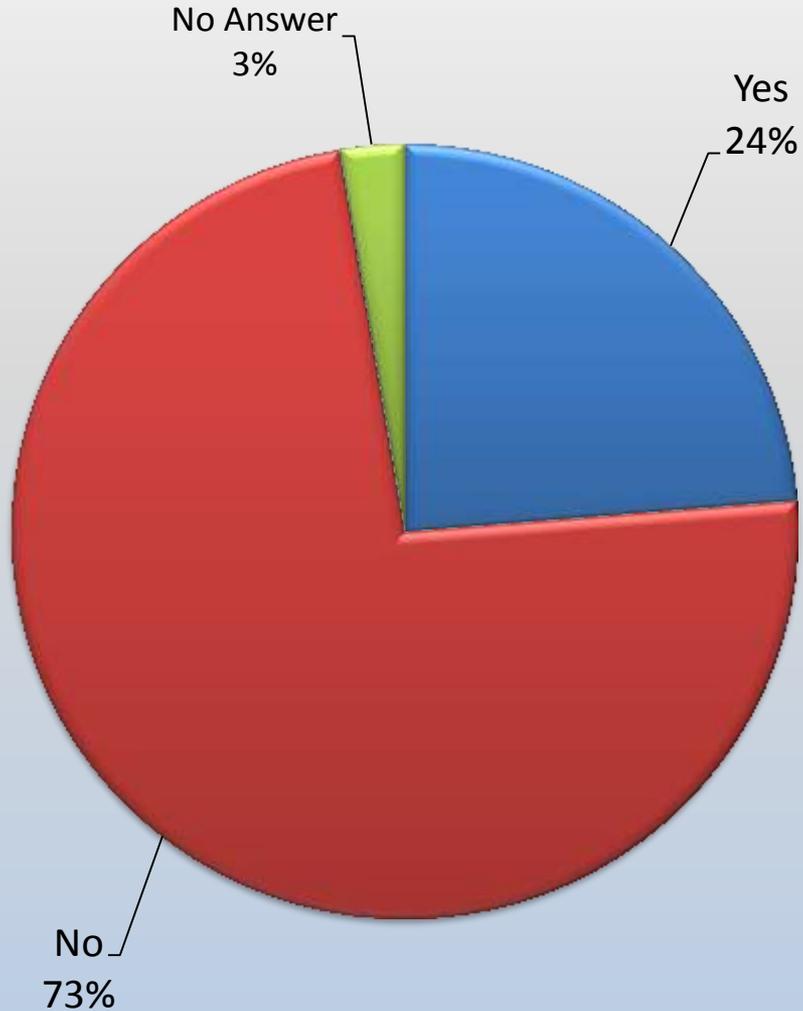
Name: _____
Address: _____
City, State, Zip: _____

Online Form Available Here:

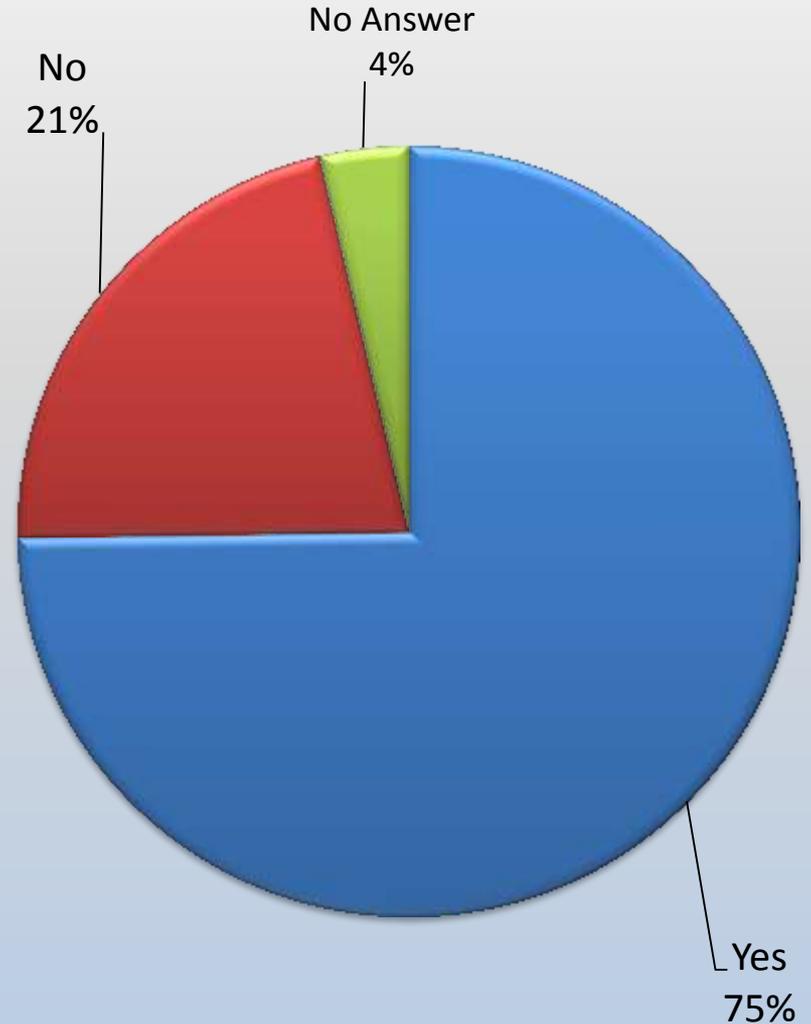


Survey Results

Are you satisfied with the condition of the existing highway system?

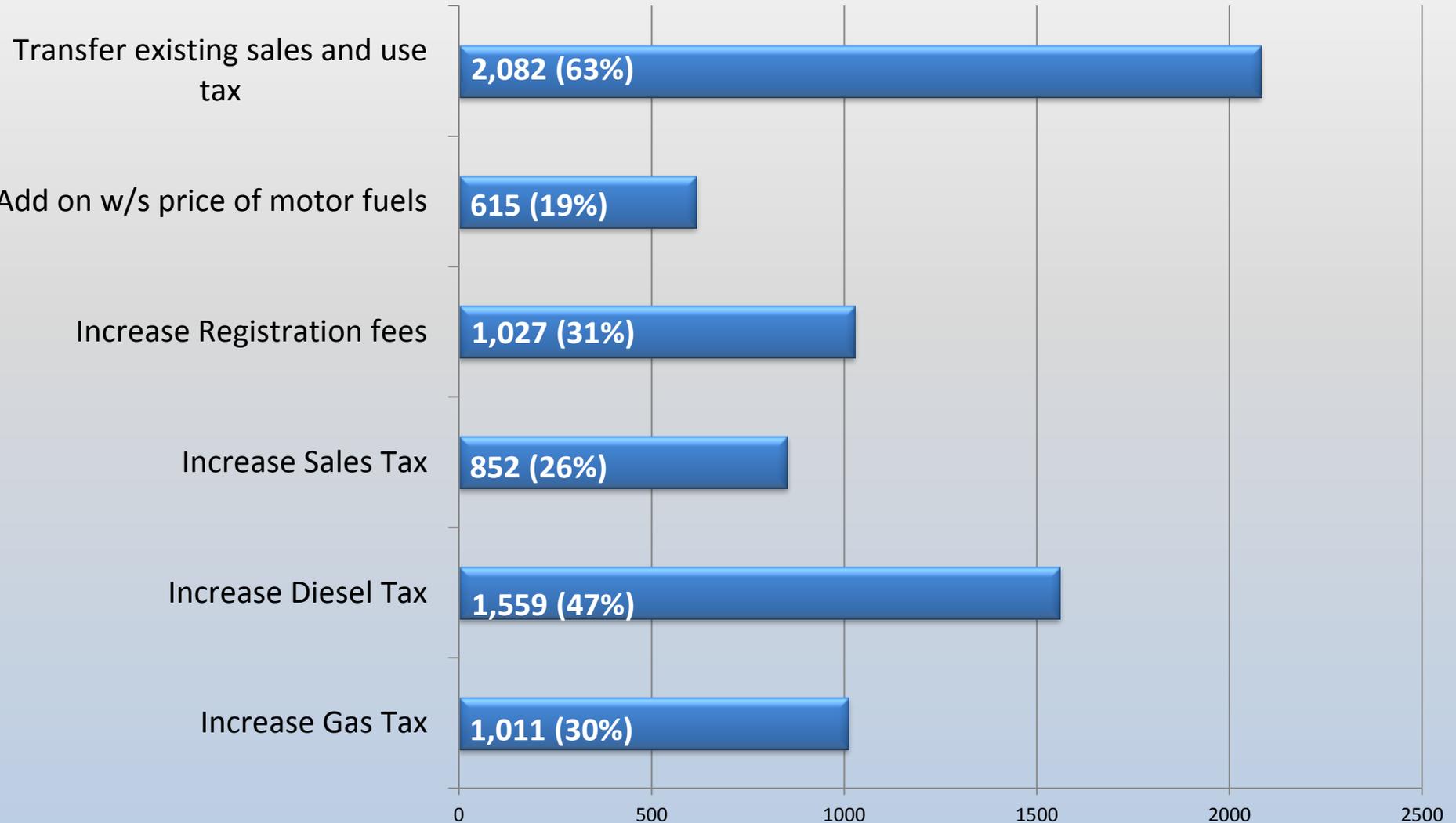


Would you support a new highway program that would generate additional revenue?

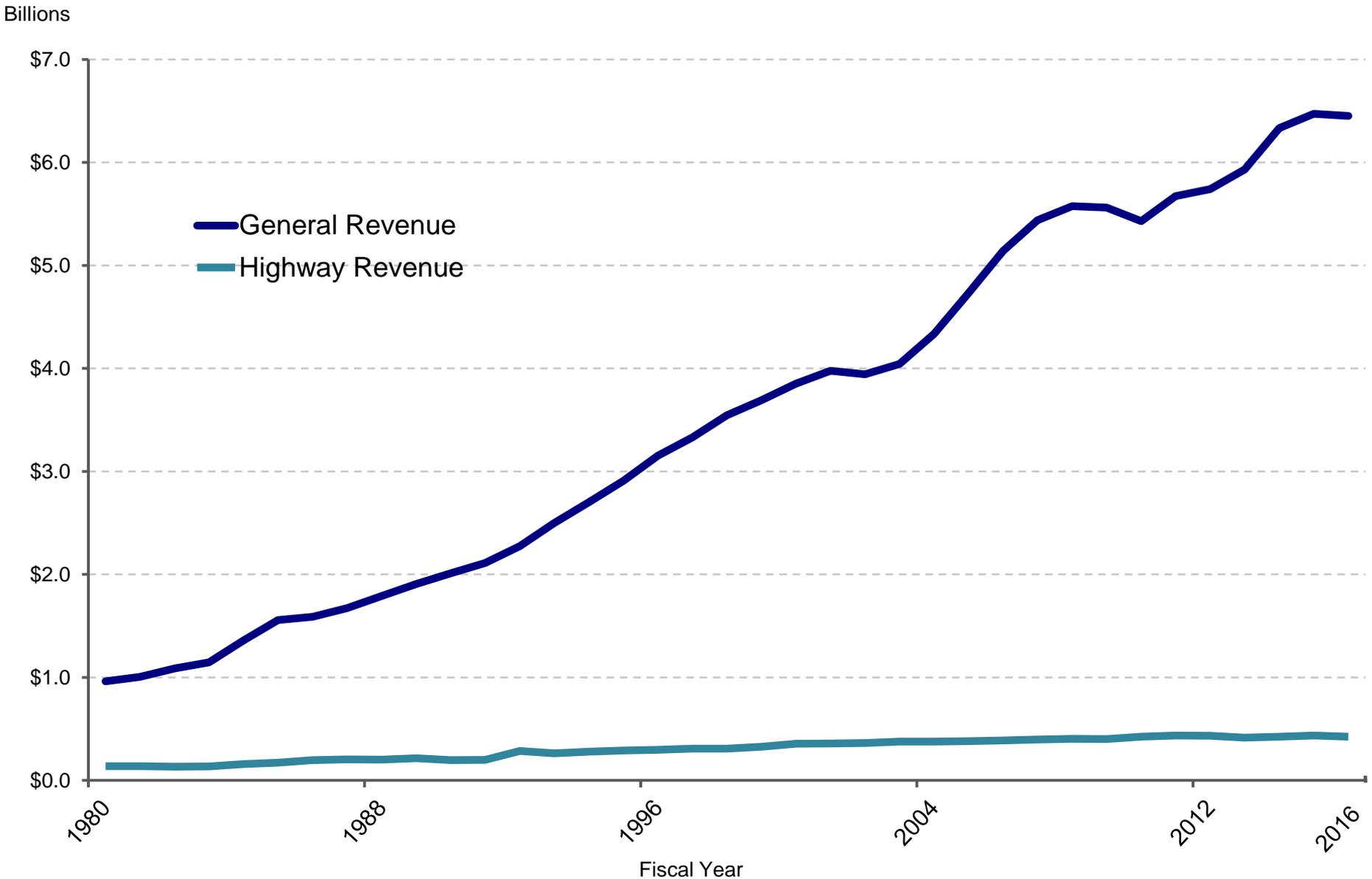


Survey Results

Which of the following sources do you recommend be utilized in obtaining additional funds?

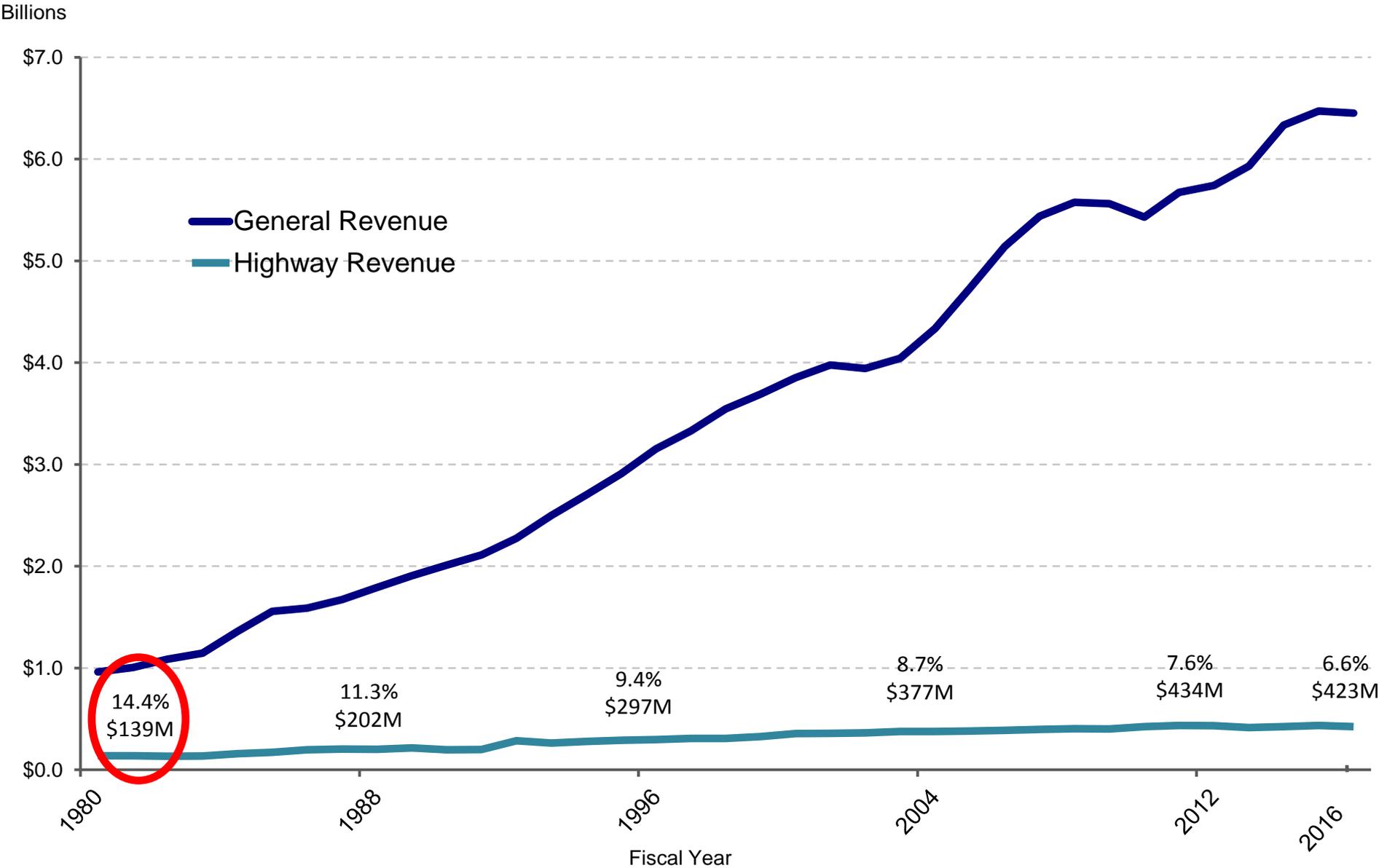


Highway vs. General Revenue



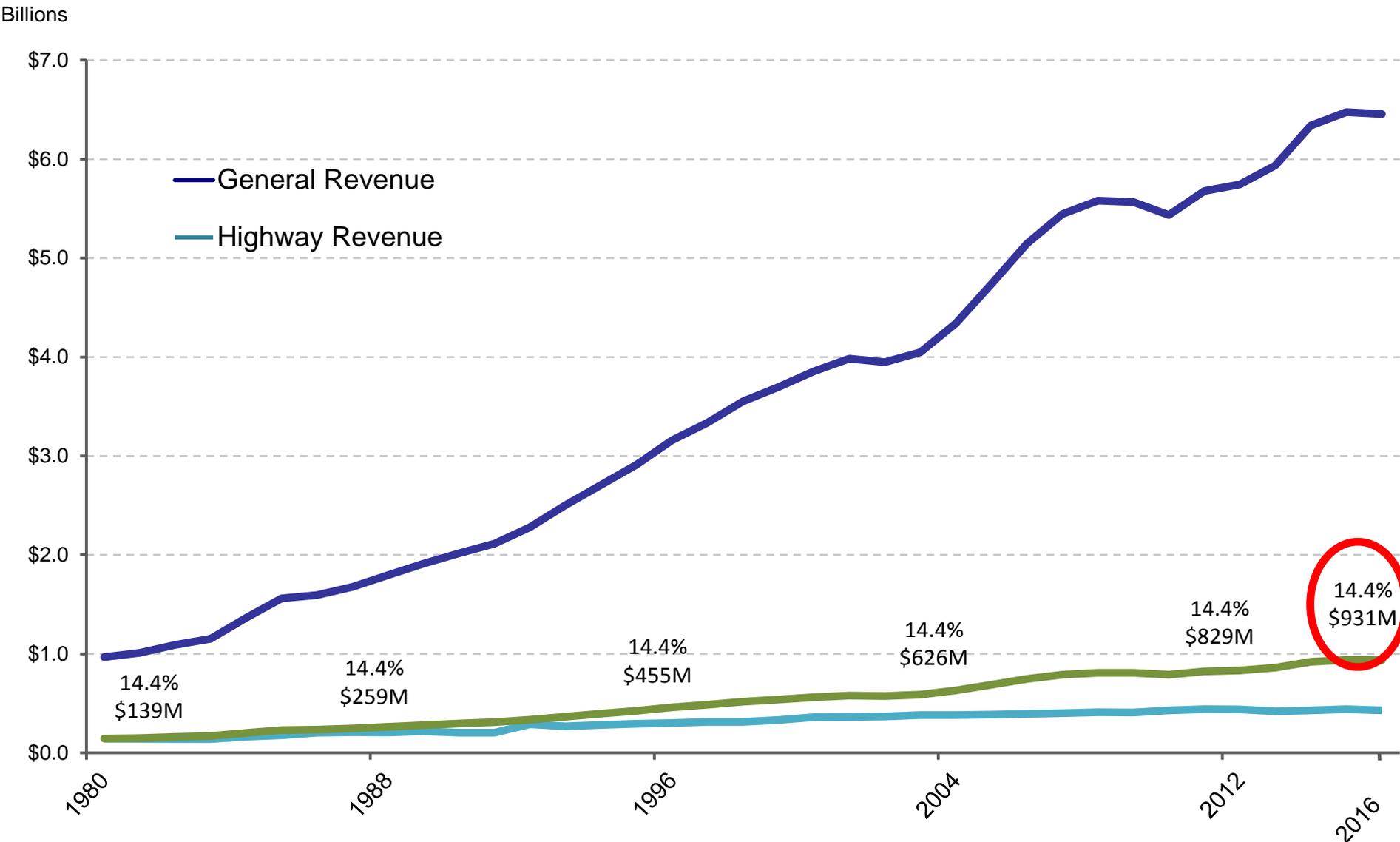
Excludes County & City Aid funds | Excludes CAP funds

Percent of Highway vs. General Revenue



Excludes County & City Aid funds | Excludes CAP funds

Highway Revenue at 14.4% of General Revenue



Excludes County & City Aid funds | Excludes CAP funds

Fiscal Year

Arkansas State Highway Needs

Exhibit III

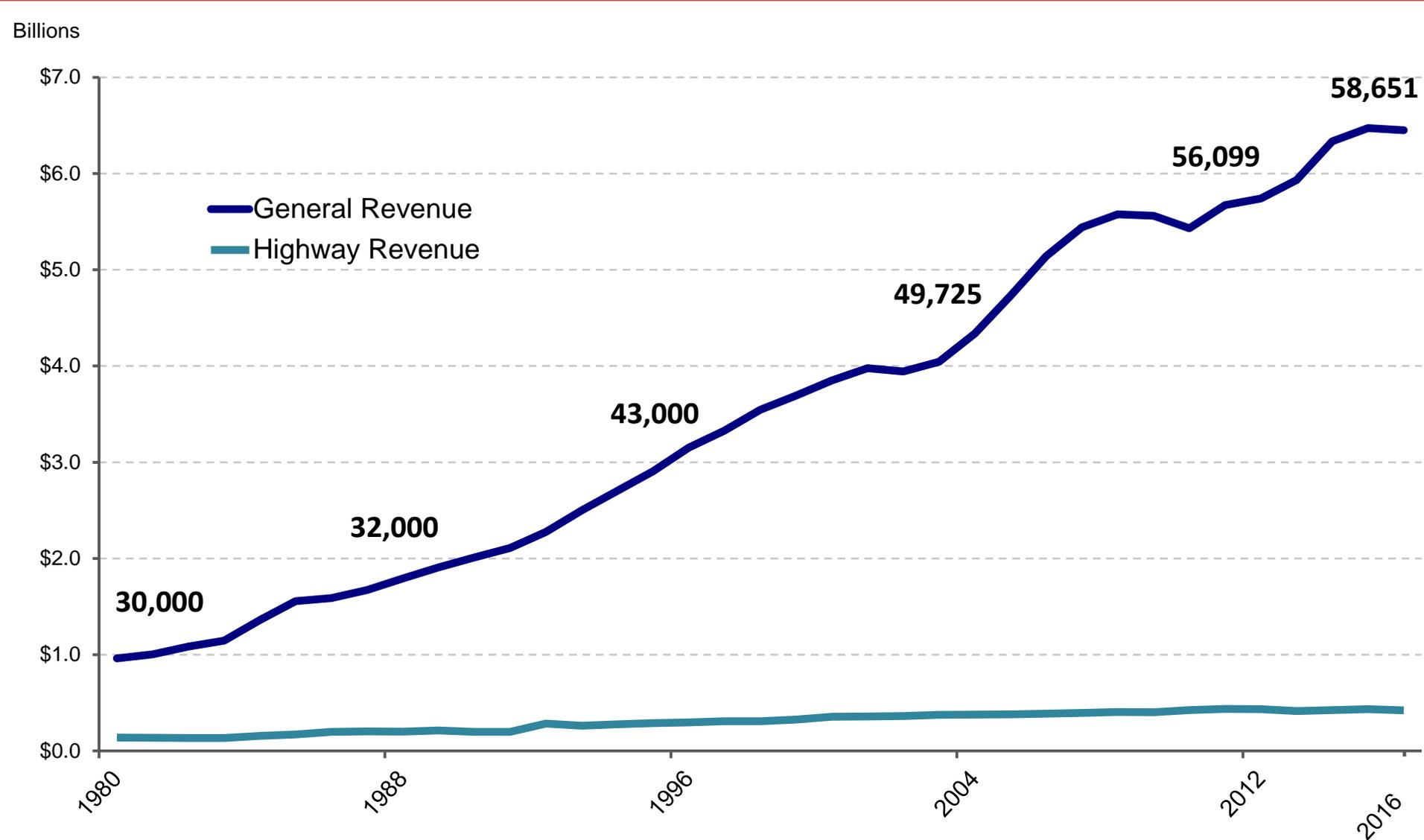
Arkansas Department of Transportation (ARDOT) Summary of Annual State Funds Needed to Meet Proposed Highway Construction Plan Over a 10-Year Period

\$ 925,000,000

	Annual Funds Needed for	Annual Funds Available for Highway Construction	Additional Annual State Revenues Needed for Highway Construction Plan
	137,000,000	137,000,000	\$ 250,000,000
	90,000,000	90,000,000	27,000,000
	227,000,000	227,000,000	277,000,000
	157,000,000	157,000,000	148,000,000
	44,000,000	44,000,000	42,000,000
	19,000,000	19,000,000	
Equipment upgrades	19,000,000	19,000,000	
Facilities upgrades	8,000,000		8,000,000
Intelligent Transportation System (ITS)	3,000,000		3,000,000
Total Maintenance	30,000,000	19,000,000	11,000,000
Totals	\$ 925,000,000	\$ 447,000,000	\$ 478,000,000

Note: Amounts shown are rounded.

Highway vs. General Revenue Compared to Employment Levels

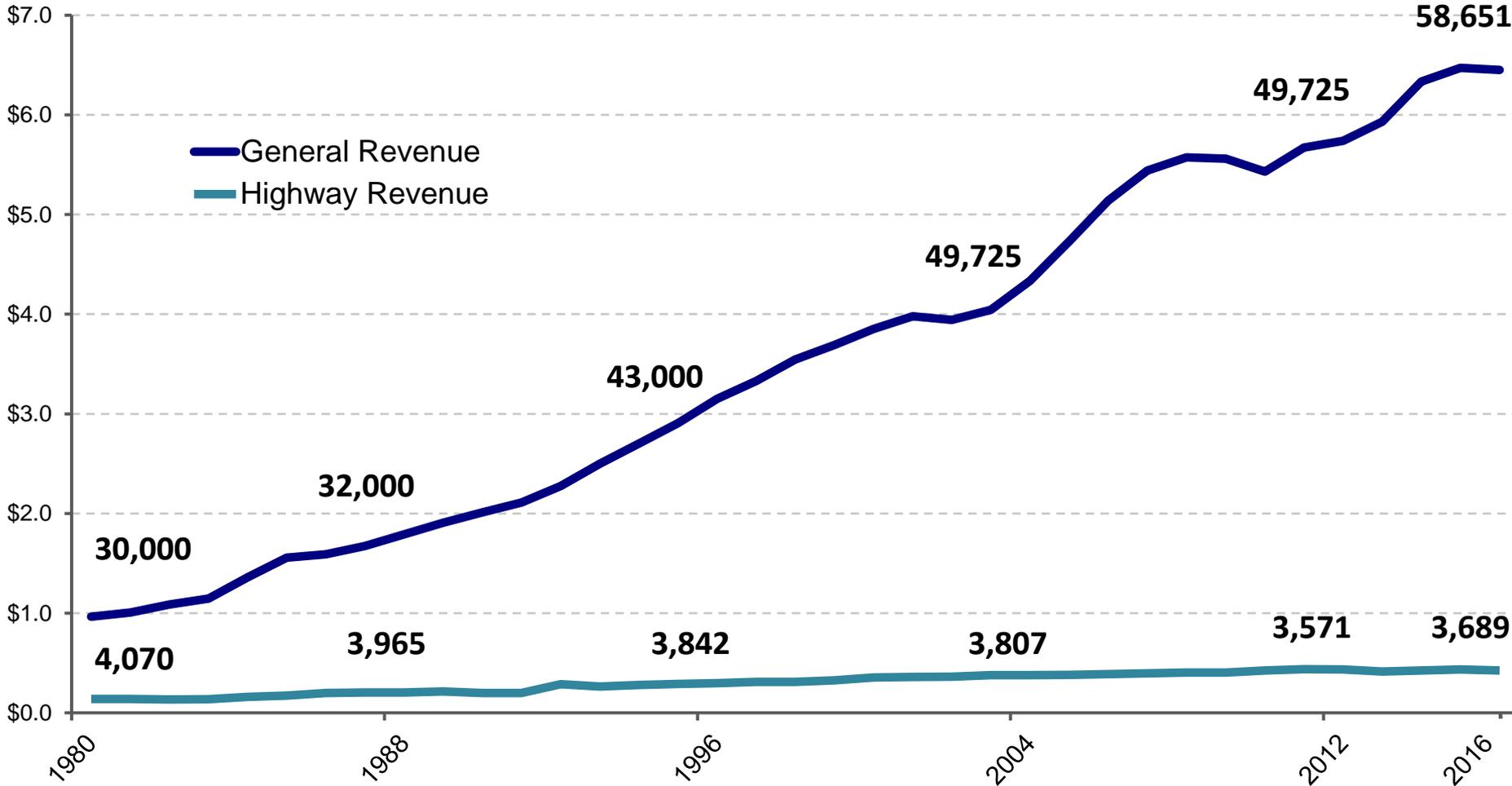


Excludes County & City Aid funds | Excludes CAP funds

Fiscal Year

Highway vs. General Revenue Compared to Employment Levels

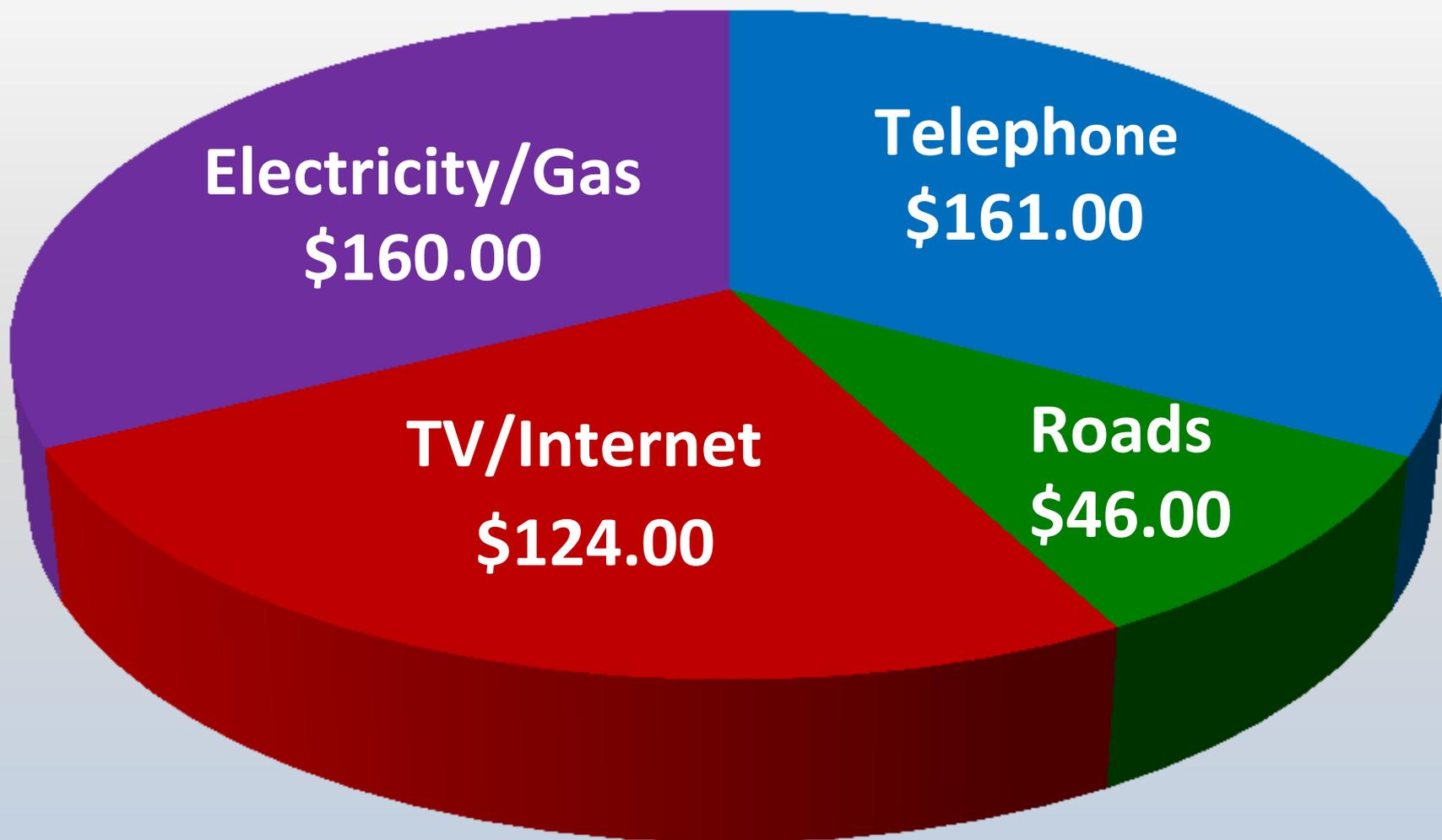
Billions



Excludes County & City Aid funds | Excludes CAP funds

Fiscal Year

Average Monthly Household Expenditures



Possible New Program

- Projecting 10 Years of Projects
- Annual Existing Funding Available for Highway Construction is \$447 Million
- Combined With Projected New Funding Totals \$8.37 Billion Over 10 Years



Possible New Program

Summary

Interstate Improvements	\$1.00 Billion
Pavement Preservation	\$3.84 Billion
Bridge Replacement and Preservation	\$1.14 Billion
Capital Improvements	\$1.20 Billion
Capacity Improvements	\$0.72 Billion
Safety Improvements	\$0.47 Billion

Totals \$8.37 Billion Over 10 Years

- ARDOT.gov
- ConnectingArkansasProgram.com
- Vimeo.com/myARDOT
- IDriveArkansas.com
- Twitter.com @myARDOT



@myARDOT



Questions?

