



Robert E. Moore Jr.  
Commissioner

SEAEDD Luncheon





# Issue 1



# November 3, 2020

## The Ballot Question: Issue 1

YES



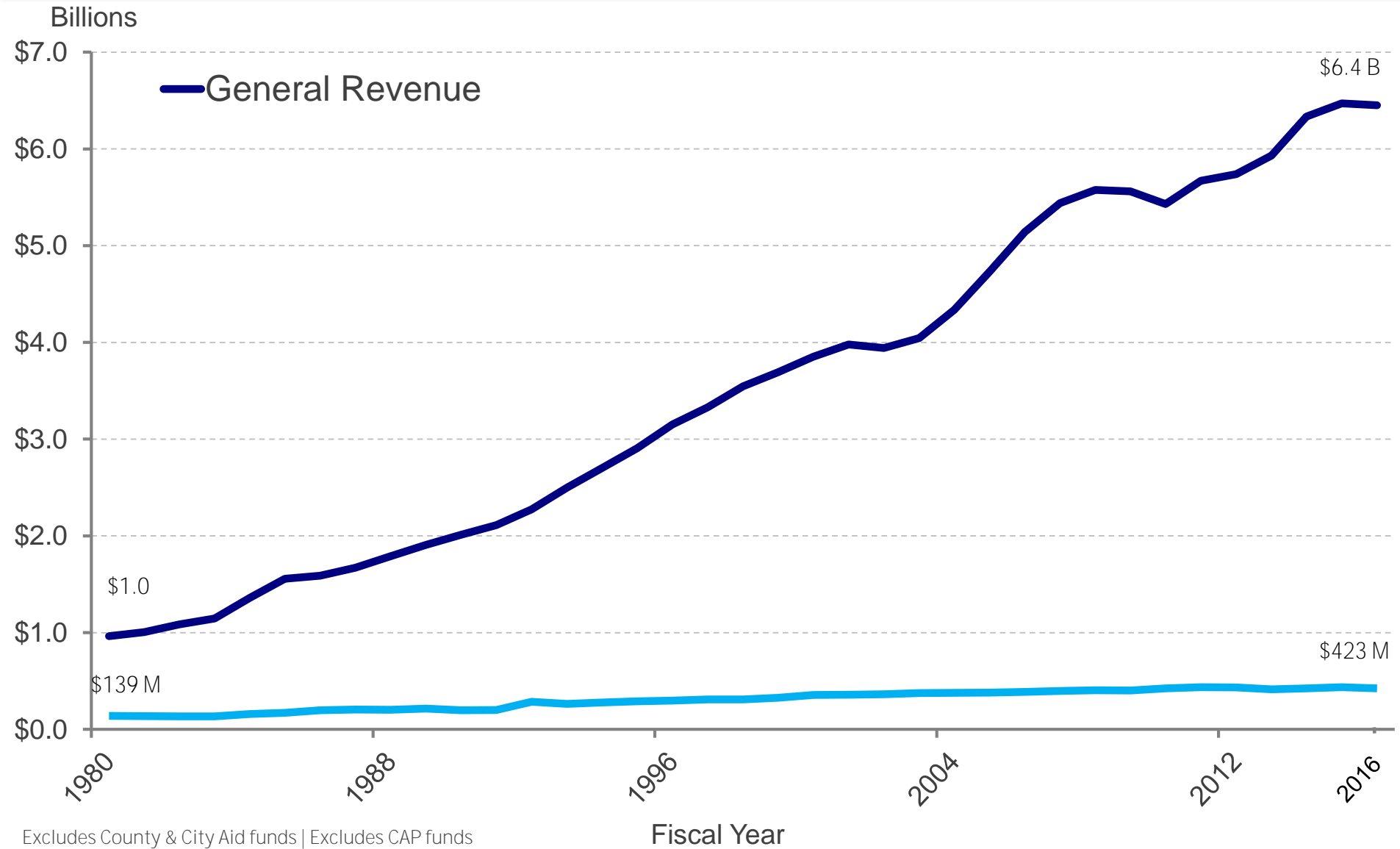
*Funding from current sales tax continues after June 2023*

NO



*Funding from current sales tax terminates after June 2023*

# Revenue Trends



# Significant Loss Of Purchasing Power

Item	Description	1993	2015	Percent Change
College Tuition	Average Tuition & Fees at Public 4-year Universities	\$1,908	\$9,145	379%
Healthcare	National Expenditure Per Capita	\$3,402	\$9,523	180%
House	Median New Home Price	\$118,000	\$292,000	147%
Gas	Per Gallon	\$1.08	\$2.56	137%
Beef	Per Pound of Ground Beef	\$1.97	\$4.38	122%
Movie Ticket	Average Ticket Price	\$4.14	\$8.43	104%
Bread	Per Pound of White Bread	\$0.75	\$1.48	98%
Income	National Median Household	\$31,241	\$56,516	81%
Stamp	One First-Class Stamp	\$0.29	\$0.49	51%
Car	Average New Car	\$16,871	\$25,487	51%
Federal Gas Tax	Per Gallon	\$0.18	\$0.18	0%

Sources: Bureau of Labor Statistics, Centers for Medicare & Medicaid Services, College Board, Federal Reserve Bank of St. Louis, Oak Ridge National Laboratory, U.S. Census Bureau, U.S. Energy Information Agency, U.S. Postal Service

# Construction Costs

## *Money Doesn't Go As Far*

THEN

In 1995, **200 miles** of highway could be overlaid with \$10 million.

NOW

Using \$10 million today, only **54 miles** of highway can be overlaid.





# The 10-Year Shortfall

- \$9.3 Billion in needs
  - \$4.5 Billion in available revenue
- 
- \$4.8 Billion shortfall



# Construction Costs

## *Typical Cost Per Mile*

4-Lane Interstate	\$ 10.4 Million
5-Lane Roadway	\$ 6.6 Million
2-Lane Roadway	\$ 3.4 Million
Widen from 2- to 5-Lanes	\$ 4.7 Million





# What's the Right Annual Amount?

- Highway Funding Working Group \$400 Million
- Arkansas State Legislative Audit \$478 Million
- ✓ *Governor's Highway Funding Plan* \$300 Million



*“An efficient transportation system is critical for Arkansas’ economy and the quality of life of the state’s residents.”*

– Governor Asa Hutchinson

# The Proposed Plan

## Governor's Long Term Highway Funding Plan

Act 416 of 2019

*(Immediate Funding dedicated to System Preservation)*

\$95 Million

Issue 1

*(Funding for System Preservation plus Capital Projects beginning in SFY 2024)*

\$205 Million

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Total to ARDOT

\$300 Million



# If Issue 1 Passes

Annual Revenue Expected to be Available in SFY 2024

Act 416 of 2019	\$95 Million
Issue 1	\$205 Million
Current Construction Program	\$440 Million

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Total Available SFY 2024	\$740 Million
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# If Issue 1 Passes



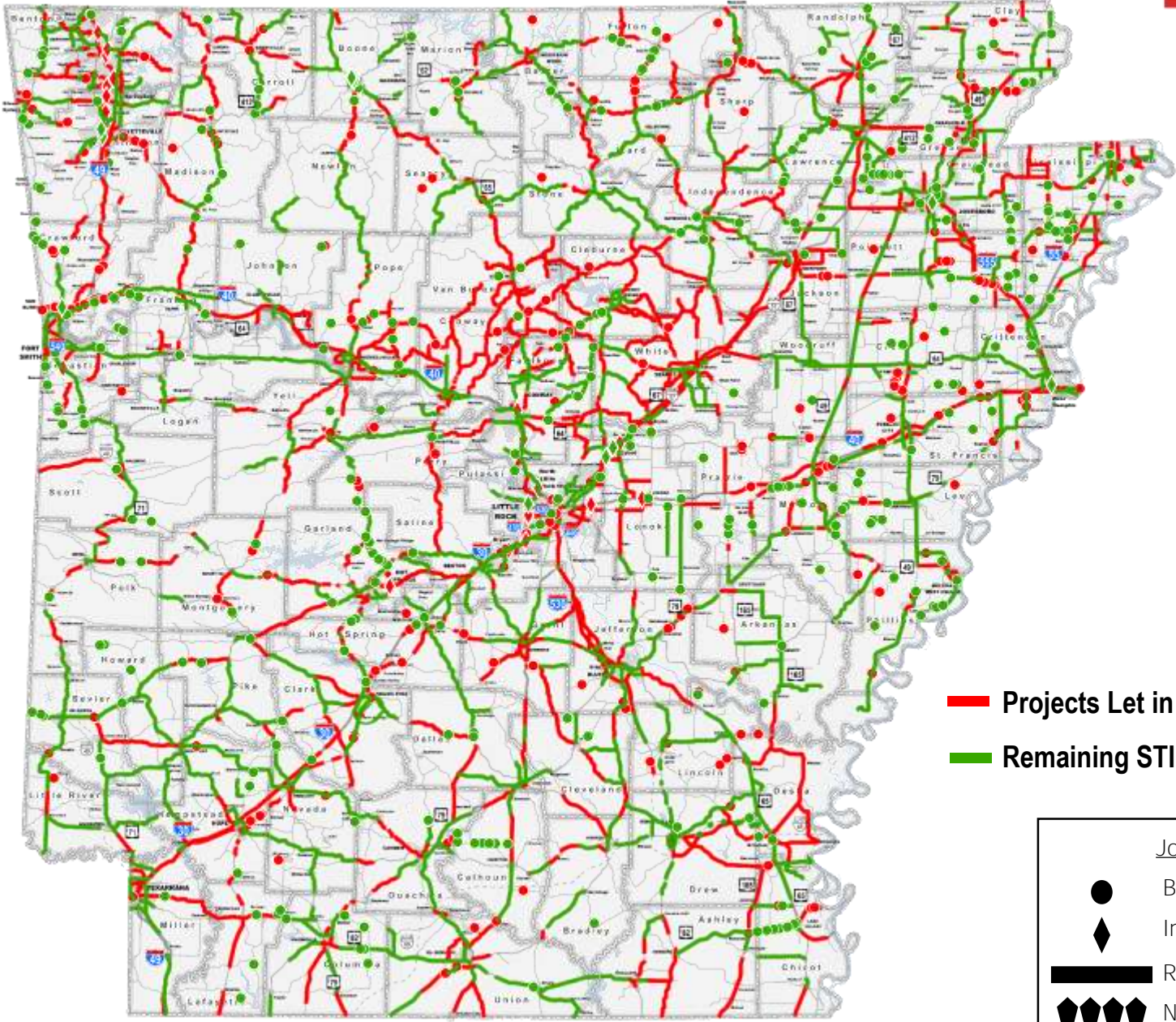
## 10-Year *Renew Arkansas Highways* Program

Pavement Preservation	\$3.0 Billion
Bridge Improvements and Preservation	\$1.1 Billion
Interstate Maintenance	\$1.0 Billion
Safety Improvements	\$0.5 Billion
Capital and Congestion Relief (CAP-2)	\$1.8 Billion
<b>Total</b>	<b>\$7.4 Billion</b>





Projects Let In The Past Ten Years and  
Funded Through 2023

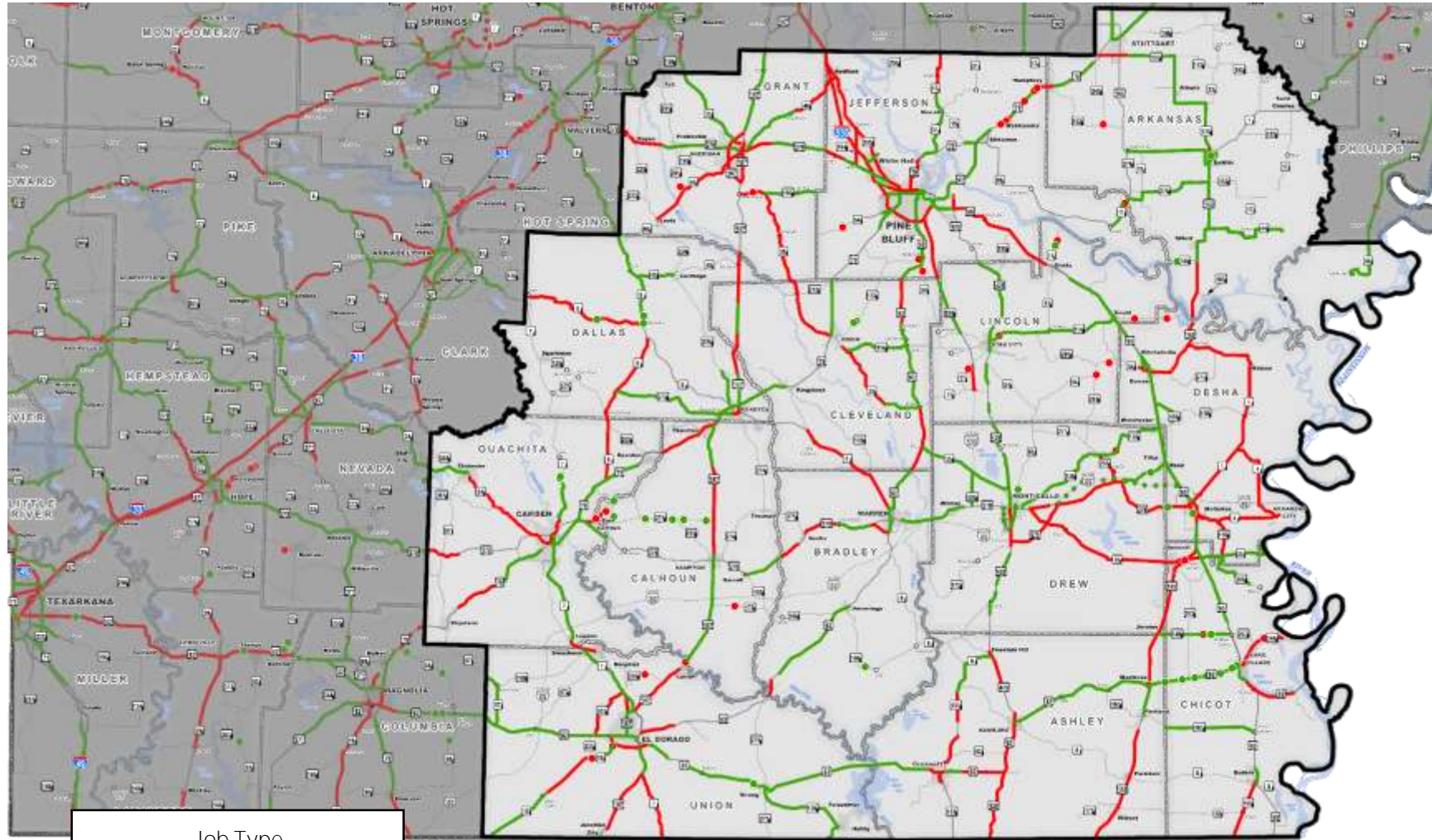


- Projects Let in the Past Ten Years
- Remaining STIP Through 2023

Job Type	
●	Bridge
◆	Interchange
▬	Roadway
▮▮▮▮	New Location



Projects Let In The Past Ten Years and  
Funded Through 2023



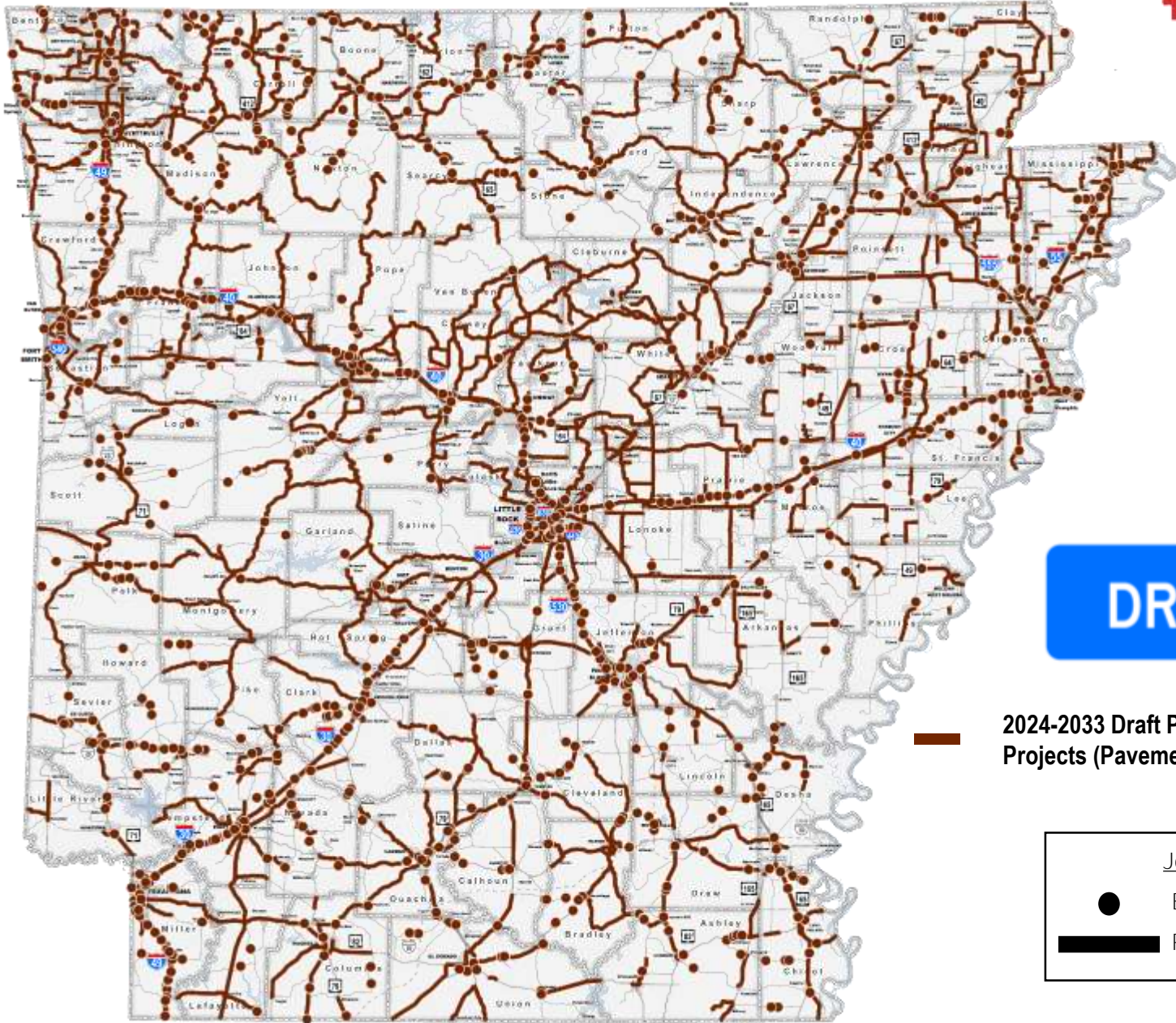
Job Type

- Bridge
- ◆ Interchange
- ▬ Roadway
- ◆◆◆◆ New Location

Category

- ▬ Projects Let In The Past Ten Years
- ▬ Remaining STIP Through 2023



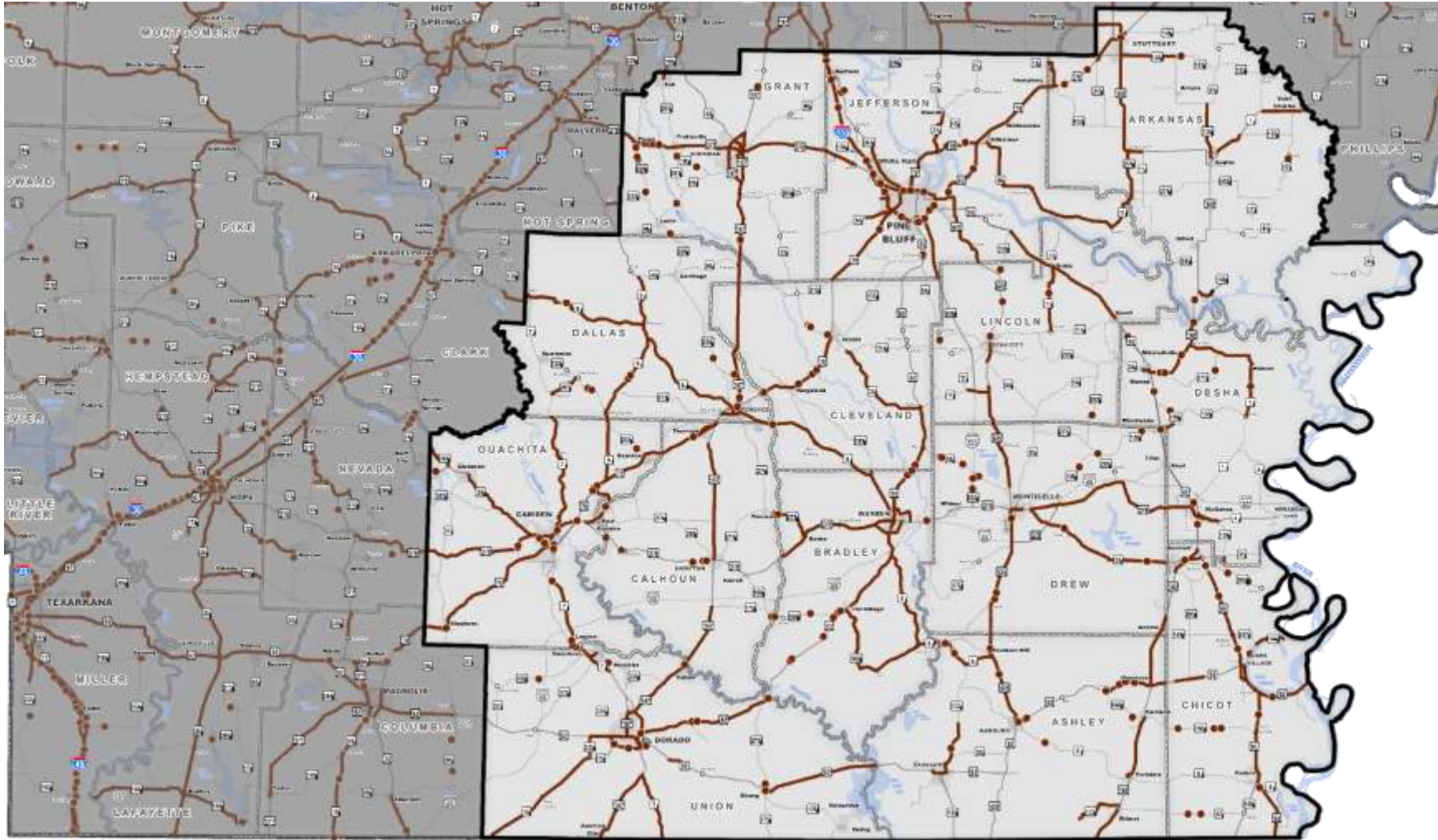


**DRAFT**

— 2024-2033 Draft Program of Preservation Projects (Pavement & Bridges)

Job Type	
●	Bridge
—	Roadway





Job Type

- Bridge
- ▬ Roadway

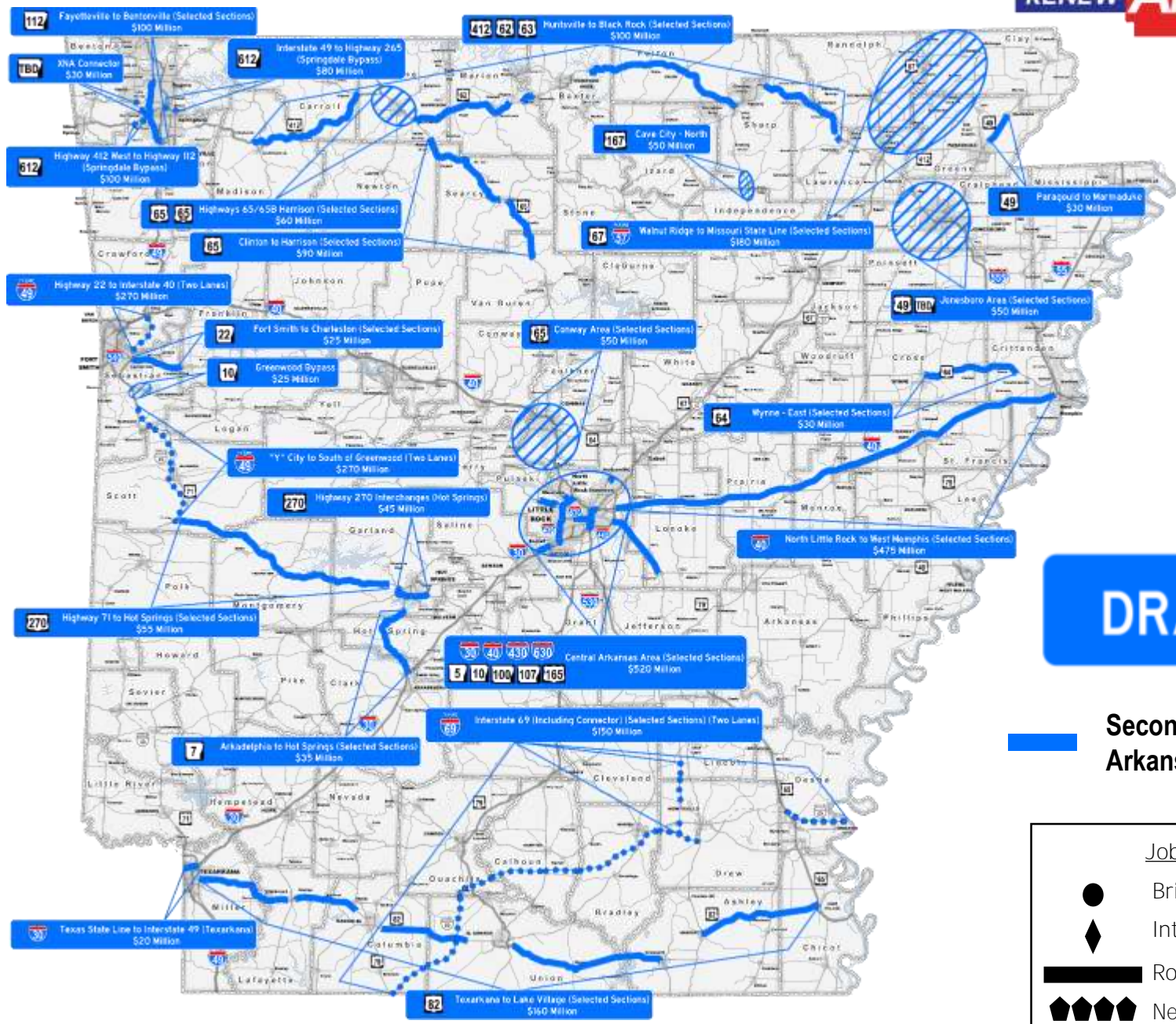
Category

- ▬ 2024-2033 Draft Program of Preservation Projects

DRAFT



# Second Connecting Arkansas Program



**DRAFT**

**Second Connecting Arkansas Program**

**Job Type**

- Bridge
- ◆ Interchange
- ▬ Roadway
- ◆◆◆◆ New Location

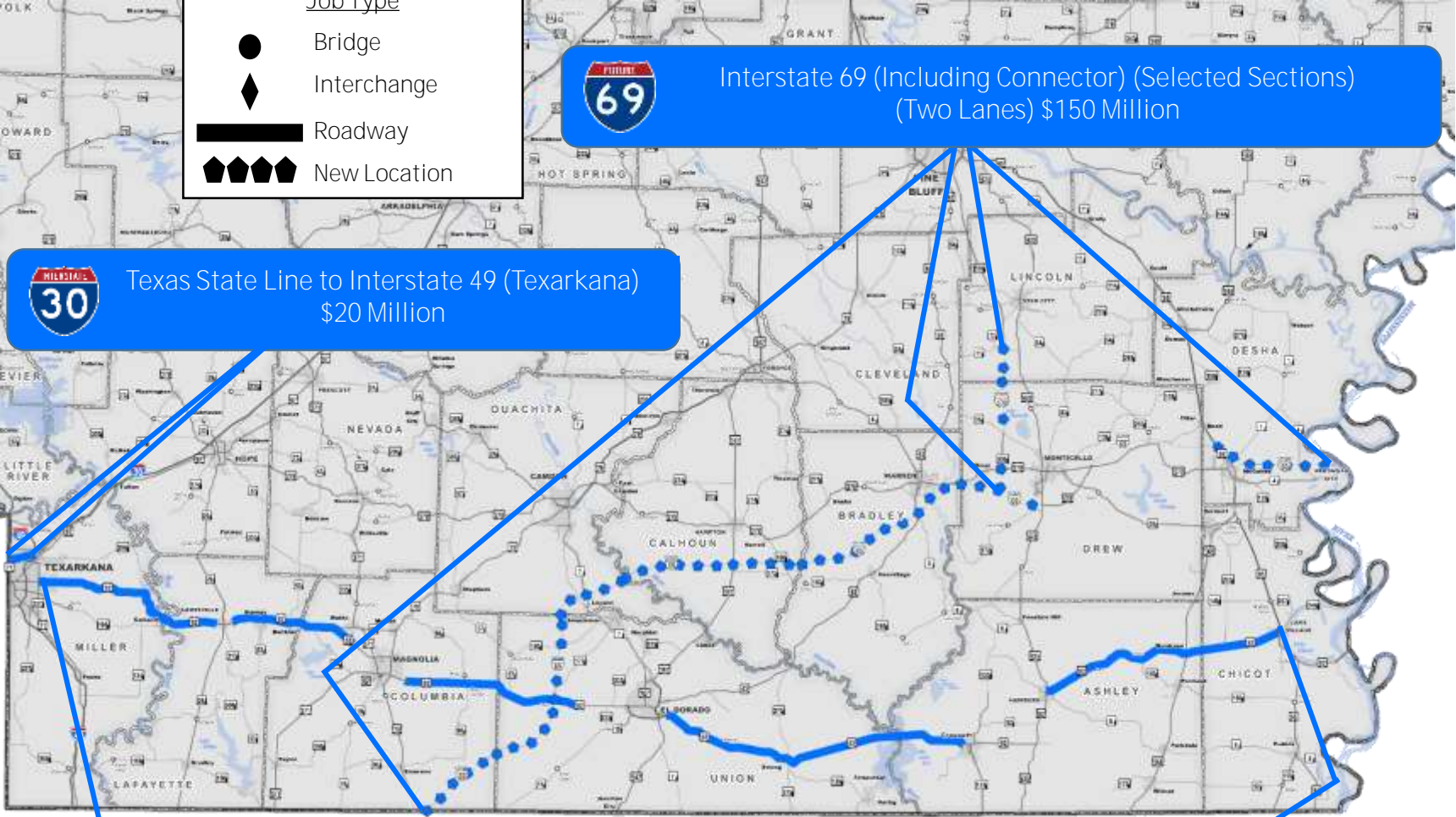
DRAFT

Category  
Second Connecting Arkansas Program



Job Type

- Bridge
- ◆ Interchange
- ▬ Roadway
- ▮▮▮▮▮ New Location





## Potential Projects

• Second Connecting Arkansas Program	\$ 3.0 Billion
• Economic Development, Partnering & Local Congestion Relief	\$ 0.5 Billion
• ROW Acquisition & Utility Relocation	\$ 0.1 Billion
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20-Year Total	\$ 3.6 Billion



# If Issue 1 Fails

## Annual Revenue Expected to be Available in SFY 2024 for State Highways

Act 416 of 2019	\$ 95 Million
<del>Proposed Amendment</del>	<del>\$205 Million</del>
Current Construction Program	\$440 Million

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Total Available SFY 2024 ~~\$540 Million~~

*Nearly 30% Less*



Chicot County, Highway 144  
Lake Chicot State Park entrance to the  
Mississippi River Levee



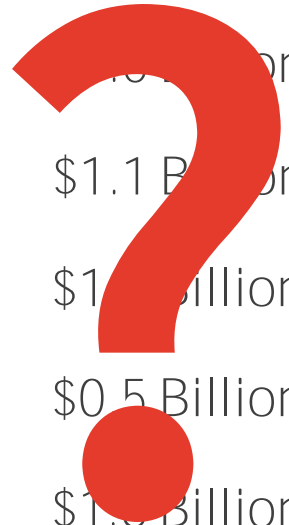
# If Issue 1 Fails

## 10-Year Plan



Ashley County, Highway 160  
6 miles east of Montrose

Pavement Preservation	\$1.0 Billion
Bridge Improvements and Preservation	\$1.1 Billion
Interstate Maintenance	\$1.0 Billion
Safety Improvements	\$0.5 Billion
Capital and Congestion Relief (CAP-2)	\$1.0 Billion



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10-Year Total      ~~\$5.7~~ **\$7.34** Billion

# If Issue 1 Fails



## Turnback to Cities

2023 - \$156 Million

2024 - \$113 Million

Nearly a 30% Reduction

## Turnback to Counties

2023 - \$156 Million

2024 - \$113 Million

Nearly a 30% Reduction

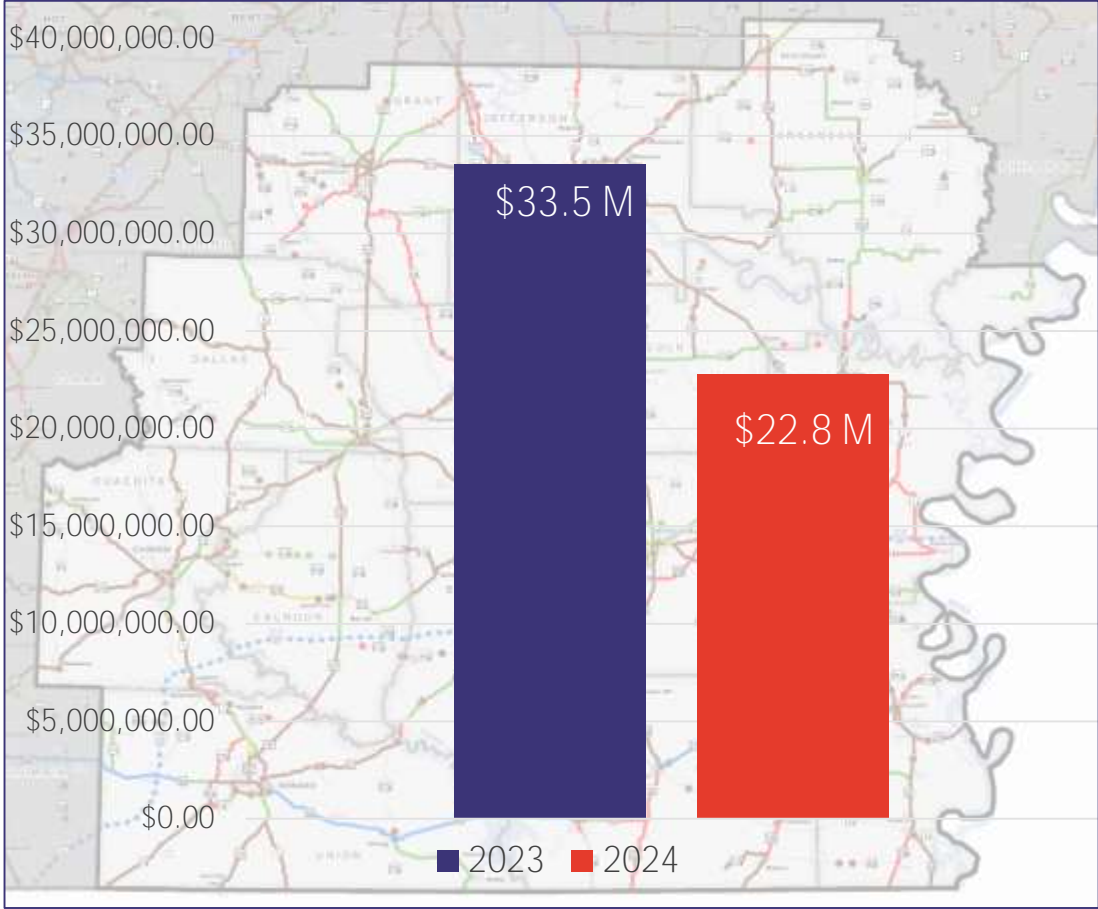
# If Issue 1 Fails

Arkansas  
Ashley  
Bradley  
Calhoun  
Chicot  
Cleveland  
Dallas  
Desha  
Drew  
Grant  
Jefferson  
Lincoln  
Ouachita  
Union

Carthage  
Chidester  
Crossett  
Dermott  
DeWitt  
Dumas  
East Camden  
El Dorado  
Eudora  
Felsenthal  
Fordyce  
Fountain Hill  
Gillett  
Gould  
Grady  
Hamburg  
Hampton  
Harrell  
Hermitage  
Humphrey  
Huttig  
Jerome  
Junction City  
Lake Village  
Leola  
Louann  
McGehee  
Mitchellville  
Monticello

Montrose  
Norphlet  
Parkdale  
Pine Bluff  
Portland  
Poyen  
Prattsville  
Redfield  
Reed  
Sheridan  
Sherrill  
Smackover  
Sparkman  
St. Charles  
Star City  
Stephens  
Strong  
Stuttgart  
Thornton  
Tillar  
Tinsman  
Tull  
Wabbaseka  
Warren  
Watson  
White Hall  
Wilmar  
Wilmot  
Winchester

Total Amount Lost:  
\$10.7 Million



Almyra  
Alzheimer  
Arkansas City  
Banks  
Bearden  
Calion  
Camden

# It's Your Transportation System...



## YOU Get to Decide



November 3, 2020