Challenges

- 12\textsuperscript{th} largest system in the country
- 43\textsuperscript{rd} 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
<table>
<thead>
<tr>
<th>State</th>
<th>Miles</th>
<th>Revenue</th>
</tr>
</thead>
<tbody>
<tr>
<td>Arkansas</td>
<td>16,382</td>
<td>$58,536</td>
</tr>
<tr>
<td>Illinois</td>
<td>16,161</td>
<td>$252,000</td>
</tr>
<tr>
<td>California</td>
<td>15,225</td>
<td>$682,000</td>
</tr>
<tr>
<td>New York</td>
<td>15,033</td>
<td>$237,000</td>
</tr>
<tr>
<td>Tennessee</td>
<td>13,793</td>
<td>$108,000</td>
</tr>
<tr>
<td>Florida</td>
<td>12,084</td>
<td>$694,532</td>
</tr>
<tr>
<td>State</td>
<td>Miles</td>
<td>Cost</td>
</tr>
<tr>
<td>-----------</td>
<td>-----------</td>
<td>---------</td>
</tr>
<tr>
<td>Arkansas</td>
<td>16,382</td>
<td>$1,821</td>
</tr>
<tr>
<td>Illinois</td>
<td>16,161</td>
<td>$8,830</td>
</tr>
<tr>
<td>California</td>
<td>15,225</td>
<td>$109,417</td>
</tr>
<tr>
<td>New York</td>
<td>15,033</td>
<td>$84,062</td>
</tr>
<tr>
<td>Tennessee</td>
<td>13,793</td>
<td>$11,905</td>
</tr>
<tr>
<td>Florida</td>
<td>12,084</td>
<td>$16,985</td>
</tr>
</tbody>
</table>
Employment Levels

- 1992: 4,016
- 2012: 3,577
- 1965: 3,620
Arkansas Primary Highway Network

[Map of Arkansas showing highway network with different types of routes marked in blue, red, yellow, and teal]

Legend:
- Blue: National Highway System
- Red: Other Arterials
- Yellow: Critical Service Routes
- Teal: Other High Traffic Routes
4-Lane Highway System

- 4-Lane Grid: $7.8 billion
- Regional Connectors: $0.6 billion
- Econ. Dev. Connectors: $0.3 billion
- TOTAL: $8.7 billion
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**
“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

November 2011: Voters Approve Proposal by 81%

September 2012: Bids Opened on Bond Sale

November 2012: Let First Contracts
Interstate Rehabilitation Program

1999

50 Projects | 360 Total Miles | $1.0 Billion
Interstate Condition Improved From 21% ‘Good’ to 72%

2011

75 +/- Projects | 455 Total Miles | $1.2 Billion
First Contracts to be Awarded in November 2012
Interstate Rehabilitation Program

PROPOSED
2011 INTERSTATE REHABILITATION PROGRAM

Approximately 455 Miles
Approximately $1.2 Billion

Note: Length and cost are based on planning estimates. Subject to change once a funding analysis is completed by the financial advisor and design begins.
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

- $1.3 Billion in general obligation bonds
- Bond debt retired over 10 years
- Tax expires when the bonds are retired
- Four-lane highways
- $1.8 Billion program supports 40,000 jobs
Funded by
Issue Number 1
Northwest Arkansas
Funded by Issue Number 1
Northwest Arkansas

24% of Total Program Proposed for Benton & Washington Counties
Funded by Issue Number 1

Statewide
Benefits of Issue Number 1

Completion of widening between Fayetteville and Bentonville

Completion of initial two lanes of the ultimate four lanes of the Bella Vista Bypass

Begin 4-lane construction from I-540 westward to the XNA Connector
`Everybody Benefits…’

Cities & Counties Will Split Nearly $700 Million

<table>
<thead>
<tr>
<th>County Turnback</th>
<th>Annual</th>
<th>10-Year Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Carroll County</td>
<td>$403,613</td>
<td>$4,036,130</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>City Turnback</th>
<th>Annual</th>
<th>10-Year Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beaver</td>
<td>$1,781</td>
<td>$17,812</td>
</tr>
<tr>
<td>Berryville</td>
<td>$95,402</td>
<td>$954,015</td>
</tr>
<tr>
<td>Blue Eye</td>
<td>$534</td>
<td>$5,344</td>
</tr>
<tr>
<td>Eureka Springs</td>
<td>$36,924</td>
<td>$369,244</td>
</tr>
<tr>
<td>Green Forest</td>
<td>$49,179</td>
<td>$491,792</td>
</tr>
<tr>
<td>Oak Grove</td>
<td>$6,573</td>
<td>$65,727</td>
</tr>
</tbody>
</table>

City and County Turnback Total

<table>
<thead>
<tr>
<th></th>
<th>Annual</th>
<th>10-Year Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$594,006</td>
<td>$5,940,064</td>
</tr>
</tbody>
</table>
‘Everybody Benefits…’

Revenue Will Free Up Money for Other Projects Across the State
We Have the OPPORTUNITY to...

- Build Four-Lane Highways
- Improve County Roads & City Streets
- Support 40,000 Jobs
- Free Up Money for Other Projects

...Without Raising Taxes on Groceries, Medicine or Gas!
Vote FOR Issue Number 1 on November 6th