November 6th General Election

Issue Number 1

Percentage Represents Favorable Votes per County
- Green: Passed
- Red: Failed

Note:
- Note county won by 8 votes
- Polk county lost by 15 votes
- All other counties won/lost by at least 100 votes
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%

FUNDING: Voters approve 68% of transpo ballot initiatives

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

Voters demonstrated once again the importance of transportation on Nov. 6 by approving 68% of the measures to improve highways, bridges and transit, an American Road & Transportation Builders Association
Issue Number 1: What’s Next?

Hire a Program Manager
(January 2013)

Hire a Financial Advisor
(January 2013)

Hire Bond Counsel
(January 2013)
Assign Projects to Existing On-Call Design Consultants
(Early 2013)

Schedule Projects
(Early 2013)

Issue Bonds
(Late 2013)

Award First Contracts
(Late 2013)
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

<table>
<thead>
<tr>
<th>Route</th>
<th>Distance</th>
<th>Location 1</th>
<th>Location 2</th>
<th>Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>I-540</td>
<td>7.1 Miles</td>
<td>Hwy. 22 – I-40</td>
<td></td>
<td>$78.8 Million</td>
</tr>
<tr>
<td>I-530</td>
<td>7.4 Miles</td>
<td>Bingham Rd. – Grant Co. Line</td>
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<td>$13.5 Million</td>
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<tr>
<td>I-40</td>
<td>7.2 Miles</td>
<td>Mill Creek Rd. – Hwy. 331</td>
<td></td>
<td>$42.3 Million</td>
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</tbody>
</table>

**IRP Projects Included in Largest Letting in AHTD History!**
“. . . recommendations in this report. . . will provide a bold step forward in addressing the systemic flaws and sustainability issues that exist today in funding Arkansas’s roads.”

“The citizens of Arkansas deserve action on this, and they stand to benefit greatly through improvements to safety, mobility, and the economy.”
Revenue Proposals

• Reissue 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

• Transfer Sales Tax on New and Used Vehicles, Auto Repair Parts and Services, Tires and Batteries
Revenue Proposals

• Reissue CARVEE Bonds for Interstate Rehabilitation Program

• State Aid Program for Cities

• Temporary One-Half Cent General Sales Tax to Fund a Multi-Year Construction Program

• Transfer Sales Tax on New and Used Vehicles, Auto Repair Parts and Services, Tires and Batteries

APPROVED!
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
Revenue Proposals

- Reissue ROAVEE Bonds for Interstate Rehabilitation Program
- State A.B. Program for Cities
- Temporary One-Half Cent General Sales Tax to Fund a Multi-Year Construction Program
- Transfer Sales Tax on New and Used Vehicles, Auto Repair Parts and Services, Tires and Batteries
Revenue Proposals

- Reissue 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

- Transfer Sales Tax on New and Used Vehicles, Auto Repair Parts and Services, Tires and Batteries
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

State General Revenue

Gross Highway Revenue

Projected Existing General Revenue
Projected General Revenue with Transfer in Place [see details above]
Projected Gross Highway Revenue
Projected Gross Highway Revenue with Transfer in Place (see details above)
<table>
<thead>
<tr>
<th>Year</th>
<th>Revenue to AHTD</th>
<th>Revenue to Counties</th>
<th>Revenue to Cities</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>2014</td>
<td>$23</td>
<td>$5</td>
<td>$5</td>
<td>$33</td>
</tr>
<tr>
<td>2015</td>
<td>$47</td>
<td>$10</td>
<td>$10</td>
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<td>$98</td>
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<td>2018</td>
<td>$126</td>
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<td>2023</td>
<td>$285</td>
<td>$61</td>
<td>$61</td>
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</table>

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).
Act 460 of 2003

Changes in 2013?

• Design/Build Legislation Expires in 2013

• Proposed Changes:

  Eliminate Cost Threshold

  Eliminate Maximum Number of Projects

Design/Build Applicable Only to Half-Cent Projects
Act 1058 of 2011

What’s Next?

• Sales Tax Exemption on Trucks & Trailers

• AHTD to Seek Repeal

• Registration Fee Increase for International Registration Plan Trucks?
Looking Ahead...
Advanced Letting Information

- Information on Three Future Bid Lettings
- Tentative Project Details
- Does Not Include County Road Projects
- All Information is Subject to Change Due to...
  - Environmental Clearance
  - Right-of-Way Acquisition
  - Utility Relocation
  - Availability of Funds

Disclaimer: These dates are subject to change due to unforeseen circumstances. The Department will add or remove jobs as needed and/or adjust the due dates.
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