Issue Number 1: APPROVED!
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 fund 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)
Issue Number 1: What’s Next?

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

I-540
7.1 Miles | Hwy. 22 – I-40 | $78.8 Million

I-530
7.4 Miles | Bingham Rd. – Grant Co. Line | $13.5 Million

I-40
7.2 Miles | Mill Creek Rd. – Hwy. 331 | $42.3 Million

** IRP Projects Included in Largest Letting in AHTD History! **
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.
Regular Session
of the
89th General Assembly

January 14, 2013
“... 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 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
“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 ROARVEE 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

<table>
<thead>
<tr>
<th>Year</th>
<th>State General Revenue (in millions)</th>
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</thead>
<tbody>
<tr>
<td>2010</td>
<td>$5,430</td>
</tr>
<tr>
<td>2011</td>
<td>$5,539</td>
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<tr>
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<tr>
<td>2018</td>
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<td>2019</td>
<td>$6,812</td>
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<tr>
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<tr>
<td>2021</td>
<td>$7,227</td>
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<tr>
<td>2022</td>
<td>$7,443</td>
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<tr>
<td>2023</td>
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<td>$7,490</td>
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Gross Highway Revenue

<table>
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<tr>
<th>Year</th>
<th>Gross Highway Revenue (in millions)</th>
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<tbody>
<tr>
<td>2010</td>
<td>$625</td>
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<tr>
<td>2011</td>
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<td>2021</td>
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<tr>
<td>2022</td>
<td>$774</td>
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<tr>
<td>2023</td>
<td>$788</td>
</tr>
</tbody>
</table>

- 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)
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)

<table>
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<tbody>
<tr>
<td>Revenue to AHTD</td>
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<td>$47</td>
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<td>$155</td>
<td>$185</td>
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<td>Revenue to Counties</td>
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<td>$15</td>
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<td>$27</td>
<td>$33</td>
<td>$40</td>
<td>$47</td>
<td>$54</td>
<td>$61</td>
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<tr>
<td>Revenue to Cities</td>
<td>$5</td>
<td>$10</td>
<td>$15</td>
<td>$21</td>
<td>$27</td>
<td>$33</td>
<td>$40</td>
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<td>$54</td>
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<td>$180</td>
<td>$221</td>
<td>$265</td>
<td>$311</td>
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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 scheduled letting dates for AVT related.