
- **COMPLETED**
  - 203 Projects
  - 309.1 Miles
  - $471.1 Million

- **UNDER CONSTRUCTION**
  - 25 Projects
  - 53 Miles
  - $294.6 Million

- **SCHEDULED**
  - 68 Projects
  - 141.7 Miles
  - $578.2 Million
Interstate 49 Corridor
Interstate 49 Corridor
Benton & Washington Counties

• 1991 – High Priority Corridor
• Completed 1999
• $603 Million
• Bobby Hopper Tunnel
• April 2014 – Signed as I-49

Since 2005

**COMPLETED**
11 Projects
7.4 Miles
$100 Million

**UNDER CONSTRUCTION**
4 Projects
13.6 Miles
$109 Million

**SCHEDULED**
10 Projects
16.0 Miles
$302 Million
Interstate 49 Corridor Rehabilitation

I-40 - Hwy. 62 in Fayetteville

- Under Construction
  - 28.4 Miles
  - $22 Million
Interstate 49 Corridor
Widening & Interchange Improvements

Hwy. 62 – Wagon Wheel Road

✓ Completed
  • 3.0 Miles
  • $40 Million

✓ Under Construction
  • 7.2 Miles
  • $50 Million

✓ Scheduled
  • 2.5 Miles
  • $106 M
Interstate 49 Corridor
Widening & Interchange Improvements

Wagon Wheel Rd. – Hwy. 71B

- Completed
  - 4.7 Miles
  - $26 Million

- Under Construction
  - $6 Million

- Scheduled
  - 8.5 Miles
  - $111 Million
Interstate 49 Corridor
New Location

Bella Vista Bypass

- **Completed**
  - 5.4 Miles
  - $34 Million
- **Scheduled**
  - 5.4 Miles
  - $69 Million
- **Under Construction**
  - 6.4 Miles
  - $53 Million

- **Draft STIP**
  - $50 Million
  - Ultimate Interstate
  - Contingent Upon Missouri
Highway 12

Hwy. 71B – Shell Road

✓ Under Construction
  • Began November 2014
  • Complete Late 2016
  • 2.2 Miles
  • $9 Million
Highway 62

Avoca-North Garfield

✓ Completed

• 6.1 Miles
• $23 Million
Highway 71B

Dixieland Rd. – 8th St.

☑ Scheduled

- 1.0 Mile
- $5 Million - $10 Million
Highway 112 Corridor

- Fayetteville - Bentonville
- Study Adopted
- Major North/South Corridor
- Total Cost $90 Million to $140 Million
- Draft Statewide Transportation Improvement Program for Federal Fiscal Years 2016-2010 (STIP)

✓ Hwy. 112 Corridor Improvements
  - Preliminary Engineering / Right-of-Way
  - $13.0 Million
  - 2017
Highway 112 Corridor

Poplar Street – Interstate 49

✓ Draft STIP

• Widening 1.2 miles
• $6 Million
• 2019
Highway 264 Corridor

- Under Construction
  - 1.4 Mile
  - $15 Million

- Scheduled
  - 0.6 Mile
  - $2 Million

- Draft STIP
  - $5 Million
Highway 265 Corridor

Fayetteville - Rogers

✓ Completed
  • 3.1 Miles
  • $14 Million

✓ Under Construction
  • 4.0 Miles
  • $15 Million

✓ Draft STIP
  • 4.6 Miles
  • $23 Million
Springdale Bypass (Hwy. 412)

- Hwy 112 – I-49
- Began Early 2015 / Complete Mid-2019
- $100.6 million
- Most Expensive Job in AHTD History
### Statewide

<table>
<thead>
<tr>
<th>Funding Program</th>
<th>Number of Projects</th>
<th>Total Awarded</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transportation Alternatives Program (TAP)</td>
<td>71</td>
<td>$15,970,981</td>
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<tr>
<td>Safe Routes to School Program (SRTS)</td>
<td>8</td>
<td>$1,207,262</td>
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<tr>
<td>Recreational Trails Program (RTP)</td>
<td>28</td>
<td>$3,186,694</td>
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<tr>
<td><strong>All Programs Total</strong></td>
<td><strong>107</strong></td>
<td><strong>$20,364,937</strong></td>
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</table>

### Benton and Washington Counties

<table>
<thead>
<tr>
<th>Funding Program</th>
<th>Number of Projects</th>
<th>Total Awarded</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transportation Alternatives Program (TAP)</td>
<td>10</td>
<td>$2,313,740</td>
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<tr>
<td>Safe Routes to School Program (SRTS)</td>
<td>2</td>
<td>$172,383</td>
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<tr>
<td>Recreational Trails Program (RTP)</td>
<td>2</td>
<td>$131,000</td>
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<tr>
<td><strong>All Programs Total</strong></td>
<td><strong>107</strong></td>
<td><strong>$2,617,123</strong></td>
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</tbody>
</table>
Partnering
Fixing America’s Surface Transportation (FAST) Act

- Authorizes 5 Years of Funding
  - Federal Fiscal Years (FFYs) 2016-2020

- $225.2 Billion for Highway Investment

- Over 5 Years:
  - $20.2 Billion Increase from FFY 2015
  - $250 Million Increase for Arkansas
• Additional State Highway Funds Needed to Match Federal Highway Funds

✓ Typically 80% Federal 20% State Funds
✓ Use or Lose
### State Fiscal Years 2016-2020
### Estimated State Highway Revenue Analysis

* x $1,000,000

<table>
<thead>
<tr>
<th>Sources and Revenues:</th>
<th>2016</th>
<th>2017</th>
<th>2018</th>
<th>2019</th>
<th>2020</th>
<th>AVG</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Fuels and Registration Fees</td>
<td>$356.4</td>
<td>$358.2</td>
<td>$360.0</td>
<td>$361.8</td>
<td>$363.6</td>
<td></td>
</tr>
<tr>
<td>4¢ Diesel Tax - Committed to the Interstate Rehab. Program (IRP)</td>
<td>$16.5</td>
<td>$16.5</td>
<td>$16.5</td>
<td>$16.5</td>
<td>$16.5</td>
<td></td>
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<tr>
<td>Natural Gas Severance Tax</td>
<td>$29.0</td>
<td>$29.7</td>
<td>$30.4</td>
<td>$31.2</td>
<td>$32.0</td>
<td></td>
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<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$401.9</strong></td>
<td><strong>$404.4</strong></td>
<td><strong>$406.9</strong></td>
<td><strong>$409.5</strong></td>
<td><strong>$412.1</strong></td>
<td><strong>$407.0</strong></td>
</tr>
</tbody>
</table>

Less Fixed Expenditures:

| Maintenance                               | $221.8   | $222.9   | $224.0   | $225.1   | $226.3   |
| Administration                             | $21.8    | $21.9    | $22.0    | $22.1    | $22.2    |
| Operations                                 | $26.2    | $26.4    | $26.5    | $26.6    | $26.8    |
| Budgeted Construction w/o Right of Way    | $44.9    | $45.1    | $45.4    | $45.6    | $45.8    |
| IRP Debt Service                           | $16.5    | $16.5    | $16.5    | $16.5    | $16.5    |
| **TOTAL**                                  | **$331.3** | **$332.8** | **$334.4** | **$336.0** | **$337.6** | **$334.5** |

| Total State Highway Funds Available for Highway Construction Program | $70.6    | $71.6    | $72.5    | $73.5    | $74.5    | $72.5    |

| Less Required State Highway Matching Funds for Federal Highway Funds | $116.7   | $119.4   | $121.9   | $124.8   | $127.8   | $122.1   |

| Shortfall in State Highway Matching Funds Needed for Federal Highway Funds | ($46.1)  | ($47.8)  | ($49.4)  | ($51.3)  | ($53.3)  | ($49.6)  |
Funding Challenges

• Additional State Highway Funds Needed to Match Federal Highway Funds
  ✓ Typically 80% Federal Hwy. Funds are Matched by 20% State Hwy. Funds
  ✓ Use or Lose

• Reduction in Annual State Highway Revenue Available to Match Federal Highway Funds
  ✓ Arkansas State Aid City Street Program - $14 M
  ✓ Increased Maintenance Budget - $18 M
  ✓ Declining Natural Gas Severance Tax Revenue - $11 M

  Total Annual Reduction - $43 M
“An efficient transportation system is critical for Arkansas’ economy and the quality of life of the state’s residents.”
## GOALS

<table>
<thead>
<tr>
<th>Needs</th>
<th>Net to AHTD (x $1 M)</th>
<th>Cumulative Amount (x $1 M)</th>
<th>Benefits</th>
</tr>
</thead>
<tbody>
<tr>
<td>Immediate/Short-Term (within 2 years)</td>
<td>$110</td>
<td>$110</td>
<td>• Critical Needs&lt;br&gt;• Match Federal Highway Funds&lt;br&gt;• Overlays</td>
</tr>
<tr>
<td>Mid-Term (within 3-5 years)</td>
<td>$140</td>
<td>$250</td>
<td>• Enhanced Maintenance Program&lt;br&gt;☑ Pavement Restoration of 50% of the State Highway System every 15-20 years</td>
</tr>
<tr>
<td>Long-Term (within 6-10 years)</td>
<td>$150</td>
<td>$400</td>
<td>• Enhanced Economic Development Program</td>
</tr>
<tr>
<td>Ultimate (10+ Years)</td>
<td>$1.68 Billion</td>
<td></td>
<td>• Economic Development Projects Completed&lt;br&gt;☑ I-49, I-69&lt;br&gt;☑ Four-lane Grid System&lt;br&gt;☑ State of Good Repair for Bridges and Pavement&lt;br&gt;☑ AHTD Equipment Fleet – Average Age 8 Years&lt;br&gt;☑ All AHTD Facilities Modernized</td>
</tr>
</tbody>
</table>
GOVERNOR’S WORKING GROUP ON HIGHWAY FUNDING

Short-Term Recommendation

December 15, 2015

Presented to:
The Honorable Asa Hutchinson, Governor

Compiled and drafted by:
Chairman Patti White, State Highway Administrator
Scott Heiland, Deputy Administrator, Office of Governor’s Legal Counsel
# Highway Funding Option Presented by Governor Hutchinson

## 2016 Special Session

### Item Source 2017 (x $1M) 2018 (x $1M) 2019 (x $1M) 2020 (x $1M) 2021 (x $1M)

<table>
<thead>
<tr>
<th>Item</th>
<th>Source</th>
<th>2017 (x $1M)</th>
<th>2018 (x $1M)</th>
<th>2019 (x $1M)</th>
<th>2020 (x $1M)</th>
<th>2021 (x $1M)</th>
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<tbody>
<tr>
<td>Transfer 2015 Unobligated Funds</td>
<td>Surplus</td>
<td>$20.0</td>
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<td></td>
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<tr>
<td>Transfer from Governor</td>
<td>Rainy Day Fund</td>
<td>$20.0</td>
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<tr>
<td>Transfer Sales Tax New &amp; Used Vehicles</td>
<td>General Revenue</td>
<td>$1.5</td>
<td>$8.0</td>
<td>$15.0</td>
<td>$20.0</td>
<td>$25.0</td>
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<td>Redirect Diesel Tax</td>
<td>General Revenue</td>
<td>$2.7</td>
<td>$2.7</td>
<td>$2.7</td>
<td>$2.7</td>
<td>$2.7</td>
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<tr>
<td>Eliminate Deduction - Temporary ½ cent Sales Tax</td>
<td>State Central Services</td>
<td>$5.4</td>
<td>$5.4</td>
<td>$5.4</td>
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<tr>
<td>Total</td>
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<td>$46.9</td>
<td>$16.1</td>
<td>$23.1</td>
<td>$28.1</td>
<td>$33.1</td>
</tr>
</tbody>
</table>

### Estimate based on 10-Year Average

| Allocate 25% of General Improvement Funding                         | Surplus                       | $48.0        | $48.0        | $48.0        | $48.0        |
| Total                                                               |                               | $46.9        | $64.1        | $71.1        | $76.1        | $81.1        |
- ArkansasHighways.com
- ConnectingArkansasProgram.com
- Vimeo.com/AHTD
- IDriveArkansas.com
- Twitter.com @AHTD
Questions?