Agenda Item 1

Meeting Minutes

January 20, 2016
Agenda Item 2
Consideration of Minute Orders
Agenda Item 3
State Highway Revenue Update
FY 2016 BUDGETED vs ACTUAL - JANUARY

| VARIANCE | $4.4 | $5.2 | -$0.8 | -$0.3 | -$10.0 | $1.3 | -$0.3 | -$0.5 |
| % CHANGE | 2.8% | 12.0% | -7.6% | -7.0% | -40.0% | 92.9% | 3.1% | -0.2% |

|$265.0 |
|$215.0 |
|$165.0 |
|$115.0 |
|$65.0 |
|$15.0 |
|-35.0 |

(Budgeted)

(Millions)

| MOTOR FUEL | REGISTRATION | PERMITS & PENALTIES | OTHER | NATURAL GAS SEVERANCE TAX | INTEREST | DIESEL TAX | TOTAL REVENUES |
| $159.7 | $164.1 | $48.5 | $10.6 | $9.8 | $4.3 | $4.0 | $25.0 | $15.0 | $1.4 | $2.7 | $234.7 | $234.2 | -$9.6 | -$9.9 |
## JANUARY 2015 vs JANUARY 2016 FUEL CONSUMPTION

<table>
<thead>
<tr>
<th>Compartment</th>
<th>FY 2015</th>
<th>% Change</th>
<th>FY 2016</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>GASOLINE</td>
<td>830.7</td>
<td>4.4%</td>
<td>867.1</td>
<td>3.7%</td>
</tr>
<tr>
<td>DIESEL</td>
<td>352.6</td>
<td>2.1%</td>
<td>359.9</td>
<td>0.6%</td>
</tr>
<tr>
<td>ALTERNATIVE FUELS</td>
<td>0.637</td>
<td></td>
<td>0.641</td>
<td></td>
</tr>
<tr>
<td>TOTAL</td>
<td>1,183.9</td>
<td></td>
<td>1,227.6</td>
<td></td>
</tr>
</tbody>
</table>

**VARIANCE**

<table>
<thead>
<tr>
<th>Compartment</th>
<th>FY 2015</th>
<th>FY 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>GASOLINE</td>
<td>36.4</td>
<td>7.3</td>
</tr>
<tr>
<td>DIESEL</td>
<td>0.0</td>
<td>0.0</td>
</tr>
<tr>
<td>ALTERNATIVE FUELS</td>
<td>0.0</td>
<td>0.0</td>
</tr>
<tr>
<td>TOTAL</td>
<td>43.7</td>
<td>7.3</td>
</tr>
</tbody>
</table>
### Arkansas Fuel Consumption

**Rolling 12-month Comparison**

<table>
<thead>
<tr>
<th>Fuel</th>
<th>Previous 12 Months (millions)</th>
<th>Current 12 Months (millions)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gasoline</td>
<td>1,397,602,775</td>
<td>1,440,640,822</td>
<td>3.08%</td>
</tr>
<tr>
<td>Diesel</td>
<td>605,796,413</td>
<td>607,351,691</td>
<td>0.26%</td>
</tr>
<tr>
<td>Alternative</td>
<td>1,009,967</td>
<td>1,018,564</td>
<td>0.85%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>2,004,409,155</strong></td>
<td><strong>2,049,011,077</strong></td>
<td><strong>2.23%</strong></td>
</tr>
</tbody>
</table>
# State Fiscal Year 2016 Sales Tax

<table>
<thead>
<tr>
<th>Mon</th>
<th>Projected Net</th>
<th>Actual Receipts</th>
<th>Variance</th>
<th>Monthly Variance</th>
<th>Annual Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jul</td>
<td>13,930,000</td>
<td>14,527,703</td>
<td>597,703</td>
<td>4.29%</td>
<td>4.29%</td>
</tr>
<tr>
<td>Aug</td>
<td>14,280,000</td>
<td>14,887,997</td>
<td>607,997</td>
<td>4.26%</td>
<td>4.27%</td>
</tr>
<tr>
<td>Sept</td>
<td>14,140,000</td>
<td>14,949,174</td>
<td>809,174</td>
<td>5.72%</td>
<td>4.76%</td>
</tr>
<tr>
<td>Oct</td>
<td>14,140,000</td>
<td>14,272,040</td>
<td>132,040</td>
<td>0.93%</td>
<td>3.80%</td>
</tr>
<tr>
<td>Nov</td>
<td>13,720,000</td>
<td>14,012,894</td>
<td>292,894</td>
<td>2.13%</td>
<td>3.48%</td>
</tr>
<tr>
<td>Dec</td>
<td>14,210,000</td>
<td>13,906,523</td>
<td>(303,477)</td>
<td>-2.14%</td>
<td>2.53%</td>
</tr>
<tr>
<td>Jan</td>
<td>15,050,000</td>
<td>14,738,259</td>
<td>(311,741)</td>
<td>-2.07%</td>
<td>1.83%</td>
</tr>
<tr>
<td>Feb</td>
<td>13,300,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mar</td>
<td>14,140,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Apr</td>
<td>14,490,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>May</td>
<td>13,930,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jun</td>
<td>14,350,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>169,680,000</td>
<td>101,294,590</td>
<td>1,824,590</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
## Half-Cent Sales Tax
### Projected vs Actual

<table>
<thead>
<tr>
<th></th>
<th>Projected Net</th>
<th>Actual Receipts</th>
<th>Variance</th>
<th>Percent Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>$417,970,000</td>
<td>$417,996,646</td>
<td>$26,646</td>
<td>0.01%</td>
<td></td>
</tr>
</tbody>
</table>
Agenda Item 4

Status of Federal Highway and Transit Funding Issues
Funding Challenges

“Arkansas Works”

• Governor's health care reform
  • Special Session--April 6
  • Fiscal Session--April 13
Funding Challenges
Federal Fiscal Year (FFY)

- FFY BEGINS
- OCT
- NOV
- DEC
- JAN
- FEB
- MAR
- APR
- CONSTRUCTION SEASON
- MAY
- JUN
- JULY
- AUG
- SEP
- OCT
- FFY ENDS
- REDISTRIBUTION DEADLINE

* Federal Funds Available
* Estimated State Surplus Determined
* End of State Fiscal Year
* Actual State Surplus Determined
* State Surplus Funds Allocated to Match Federal Aid

Obligation Window for 25% of State Surplus
2016 Grant Season

- $500 Million set aside for qualifying projects
- $100 Million of which is for rural projects
- $5 Million/$1 Million minimums
- $100 Million maximum
- 80/20 Match

- $800 Million set aside for qualifying projects
- $76 Million set aside for “small projects” (<$100 Million)
- $100 Million minimum project size for large projects
- 60/40 Match
Grant Application Possibilities

**TIGER**

Highway 265
30 Crossing
Highway 10

**FASTLANE**

Bella Vista Bypass
30 Crossing
I-49 River Bridge
I-555 Rehabilitation
Highway 67/167 Rehabilitation
I-49 Widening
Agenda Item 5

2011 Interstate Rehabilitation Program and Connecting Arkansas Program
Completed
Miles: 170
Amount: $449 M
Interstate Rehabilitation Program

Under Construction
Miles: 79
Amount: $346 M
Scheduled for 2016
Miles: 27
Amount: $265 M
Scheduled for 2017-2023
Miles: 217
Amount: $365 M
Connecting Arkansas Program

Under Construction
Miles: 29
Amount: $263 M
Scheduled for 2016
Miles: 35
Amount: $208 M
Scheduled for 2017
Miles: 55
Amount: $417 M
Scheduled for 2018-2019
Miles: 67
Amount: $992 M
Agenda Item 6
Bid Letting Results
February 10, 2016
## Summary of the February 10th Bid Letting

<table>
<thead>
<tr>
<th>Type Projects</th>
<th>Number of Projects</th>
<th>Bid Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>State</td>
<td>29</td>
<td>70,799,635.10</td>
</tr>
<tr>
<td>City</td>
<td>8</td>
<td>2,170,631.81</td>
</tr>
<tr>
<td>County</td>
<td>1</td>
<td>497,585.55</td>
</tr>
<tr>
<td>Total</td>
<td>38</td>
<td>73,467,852.46</td>
</tr>
<tr>
<td>Route</td>
<td>County</td>
<td>Job Name</td>
</tr>
<tr>
<td>-------</td>
<td>-----------</td>
<td>----------------------------------------------</td>
</tr>
<tr>
<td>284</td>
<td>Cross</td>
<td>Branch of Caney Creek Str. &amp; Apprs.</td>
</tr>
<tr>
<td>147</td>
<td>Crittenden</td>
<td>Hwy. 131-North</td>
</tr>
<tr>
<td>149</td>
<td>Crittenden</td>
<td>Ditch at L.M. 2.30 Str. &amp; Apprs.</td>
</tr>
<tr>
<td>70</td>
<td>St. Francis</td>
<td>S. Powell St.-Crow Creek (Mill &amp; Inlay)</td>
</tr>
<tr>
<td>243</td>
<td>Lee</td>
<td>Hwy. 79-Hwy. 1 (Overlay)</td>
</tr>
<tr>
<td>42</td>
<td>Cross</td>
<td>Gum Slough-Wolfpen Slough (Overlay)</td>
</tr>
</tbody>
</table>
## Details of the February 10th Bid Letting

<table>
<thead>
<tr>
<th>Route</th>
<th>County</th>
<th>Job Name</th>
<th>Apparent Low Bidder</th>
<th>Bid Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>54</td>
<td>Lincoln</td>
<td>Wells Bayou Str. &amp; Apprs.</td>
<td>Thomco, Inc.</td>
<td>2,133,393.20</td>
</tr>
<tr>
<td>1</td>
<td>Desha</td>
<td>So. Of Watson-Hwy. 165 (Overlay)</td>
<td>Pine Bluff Sand &amp; Gravel Co.</td>
<td>1,332,927.42</td>
</tr>
<tr>
<td>27 301</td>
<td>Pike</td>
<td>Murfreesboro (Sel. Secs.) (Overlay)</td>
<td>No Bids Received</td>
<td></td>
</tr>
<tr>
<td>71</td>
<td>Scott</td>
<td>Polk Co. Line-North (Hwy. 71) (Overlay)</td>
<td>Blackstone Construction, LLC</td>
<td>1,455,207.51</td>
</tr>
<tr>
<td>88</td>
<td>Polk</td>
<td>Mena-East (Overlay)</td>
<td>All Bids Rejected</td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>Fulton</td>
<td>Creek at L.M. 3.10 Str. &amp; Apprs.</td>
<td>All Bids Rejected</td>
<td></td>
</tr>
</tbody>
</table>
## Details of the February 10th Bid Letting

<table>
<thead>
<tr>
<th>Route</th>
<th>County</th>
<th>Job Name</th>
<th>Apparent Low Bidder</th>
<th>Bid Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>14</td>
<td>Jackson</td>
<td>Cache River-Amagon Strs. &amp; Apprs.</td>
<td>Robertson, Inc., Bridge &amp; Grading Division</td>
<td>11,908,017.25</td>
</tr>
<tr>
<td>5</td>
<td>Stone</td>
<td>Sylamore Creek-White River (Overlay)</td>
<td>Atlas Asphalt, Inc.</td>
<td>1,911,804.26</td>
</tr>
<tr>
<td>5</td>
<td>Garland &amp; Saline</td>
<td>Hwy. 128-Benton (Safety Improvements)</td>
<td>Redstone Construction Group, Inc.</td>
<td>7,896,298.51</td>
</tr>
<tr>
<td>30</td>
<td>Hot Spring</td>
<td>Arkansas Tourist Information Center (Social Hill)</td>
<td>Seale’s Construction Co., Inc.</td>
<td>1,861,270.96</td>
</tr>
<tr>
<td>67</td>
<td>Hot Spring</td>
<td>Hwy. 270B-North (Sel. Secs.) (Overlay)</td>
<td>Cranford Construction Co.</td>
<td>1,128,259.93</td>
</tr>
<tr>
<td>84</td>
<td>Hot Spring</td>
<td>Social Hill-Hwy. 171 (Overlay)</td>
<td>Cranford Construction Co.</td>
<td>834,823.72</td>
</tr>
</tbody>
</table>
## Details of the February 10th Bid Letting

<table>
<thead>
<tr>
<th>Route</th>
<th>County</th>
<th>Job Name</th>
<th>Apparent Low Bidder</th>
<th>Bid Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>82</td>
<td>Columbia</td>
<td>Hwy. 79 No.-Co. Rd. 525 (Magnolia)</td>
<td>All Bids Rejected</td>
<td></td>
</tr>
<tr>
<td>79</td>
<td>Columbia</td>
<td>Louisiana State Line-Hwy. 98 (Overlay)</td>
<td>Jet Asphalt &amp; Rock Co., Inc.</td>
<td>1,298,943.23</td>
</tr>
<tr>
<td>285</td>
<td>Faulkner</td>
<td>Bono-Hwy. 124 (Rehab.)</td>
<td>Delta Asphalt of Ark., Inc.</td>
<td>8,070,558.47</td>
</tr>
<tr>
<td>107</td>
<td>Faulkner</td>
<td>Pulaski Co. Line-Hwy. 64B (Overlay)</td>
<td>Rogers Group, Inc.</td>
<td>1,065,732.85</td>
</tr>
<tr>
<td>65</td>
<td>Boone</td>
<td>Arkansas Welcome Center Reconstruction (Harrison)</td>
<td>Dayco Construction</td>
<td>2,249,887.50</td>
</tr>
<tr>
<td>59</td>
<td>Benton</td>
<td>Sulphur Springs-Spavinaw Creek (Overlay)</td>
<td>Hutchens Construction Co.</td>
<td>1,023,934.03</td>
</tr>
<tr>
<td>Route</td>
<td>County</td>
<td>Job Name</td>
<td>Apparent Low Bidder</td>
<td>Bid Amount</td>
</tr>
<tr>
<td>-------</td>
<td>--------------</td>
<td>-----------------------------------------------</td>
<td>--------------------------------------------</td>
<td>--------------</td>
</tr>
<tr>
<td>12</td>
<td>Benton</td>
<td>Springtown-Hwy. 279 (Overlay)</td>
<td>Hutchens Construction Co.</td>
<td>1,245,962.15</td>
</tr>
<tr>
<td>90</td>
<td>Clay</td>
<td>Boydsville-East (Sel. Secs.) (Overlay)</td>
<td>Delta Asphalt of Ark., Inc.</td>
<td>405,271.86</td>
</tr>
<tr>
<td>63</td>
<td>Poinsett</td>
<td>Terrell Rd. Overpass-St. Francis River (Overlay)</td>
<td>Atlas Asphalt, Inc.</td>
<td>2,004,517.38</td>
</tr>
<tr>
<td>VARIOUS</td>
<td>Various</td>
<td>Enhanced Striping &amp; Shoulder Rumble Strips/Stripes (Dists. 4, 8 &amp; 9)</td>
<td>Traf-Mark Industries, LLC</td>
<td>11,998,596.88</td>
</tr>
</tbody>
</table>
Agenda Item 7
Consultant Selection –
Certified Public Accountant
Agenda Item 8
Consultant Selection – Local Public Agency
Agenda Item 9

Consultant Selection – Freshwater Mussel Survey
Agenda Item 10
Draft 2016-2020 STIP
Agenda Item 11
State Highway Commission History
History
“We are always yapping about the ‘Good Old Days’ and how we look away back and enjoy it, but I tell you there is a lot of hooey to it.”

– Will Rogers
• 1913 - First Arkansas Highway Commission Created

• No Highway Department / No Highway System

• First Highway Improvement Fund

• $10 Registration Fee / Vehicle - $72,000 Total Budget

• 50,000 Vehicles

• 36,000 Miles of Public Roads
The Twenties

- First Gas Tax – 1 cent per gallon
- Arkansas Highway Commission Changed Twice
- 1927 - All Road Improvement District miles and $100 Million in Debt Transferred to State
- 1929 – Highway Department Created
- 200,000 Vehicles
- 8,800 Miles State Highways (1,400 Paved)
The Thirties

- Magnet Truck, Picked up an average of 20 lbs of metal per mile

- Arkansas Highway Commission Changed Two More Times

- Gas Tax Raised to 6.5 cents per Gallon

- 1960’s Before Next Increase

- 255,000 Vehicles

- 9,300 Miles State Highways (3,000 Paved)
The Forties

- World War II
- Arkansas Highway Commission Changed Two More Times
- Political Influence on Highways – Growing Discontent

Operation of the Henderson Ferry at Norfork Lake cost $117,981 for 1947-48. During this period 189,856 vehicles were ferried over at an average cost of 62¢ per vehicle.

Dillard’s Ferry, a hand-cranked operation, crossed the Buffalo River at Highway 14 from 1929-1958.

- 455,000 Vehicles
- 9,700 Miles State Highways (4,900 Paved)
The Fifties

- New Governor Elected – Promise to Improve Roads
- 1951 - Highway Audit Commission Report

✓ “the advice, counsel and expert know-how which is available from the Department’s own technical and administrative staffs bear scant weight indeed when they are in conflict with the political pressures and political promises of the moment.”

- Arkansas Highway Commission
  ✓ 9 Legislative Acts Restructuring Commission since 1913
- 1952 – Mack Blackwell Amendment
- Interstate Era

- Widening Hwy 67 near Malvern, 1956
  - 750,000 Vehicles
  - 11,000 Miles State Highways (8,800 Paved)
The Sixties

- **Legislature**
  - Allowed Counties to Transfer County Roads to the Department as State Highways
  - Increase of 3,400 miles

- **Arkansas – National Forefront in Interstate Construction/Completion**
  - 1.1 million Vehicles
  - 14,500 Miles State Highways (13,000 Paved)

- New Highway Department Headquarters – Current Location

Highway 144, South of Lake Village

Weights & Standards Division, AHD

Highway Department Complex at I-30 / Hwy 338, late 1960s

North Terminal Interchange, 1962
The Seventies

- 1.7 million Vehicles
- 16,000 Miles State Highways (15,000 Paved)
- Arkansas Department of Highways renamed Arkansas Highway and Transportation Department – Expanded Authority
- Debt Free
  - Legislative Action
    - Legislators and County Judges “Each” Allowed to Transfer 12 miles of Local Roads
      - Increased State Highway System 875 miles (550 unpaved)
    - Created State Aid Road Construction Program
The Eighties

- 16,200 Miles State Highways (15,900 Paved)
- 2.0 million Vehicles

East-West Arterial linking Hwy 270 W and Hwy 70 W in Hot Springs.

- 1985 - Rural Road Program

Snow and ice removal costs reached $4 M, 1984

Transportation Safety Agency Transferred to AHTD

Transportation Safety Agency, 1989
The Nineties

- 1991 – Highway Improvement Program
- 1993 – Federal Gas Tax
  - Gas Tax - 18.4 cents per gallon
  - Diesel Tax – 24.4 cents per gallon
  - Has Not Changed Since 1993
- 1999 – State Gas Tax
  - Gas Tax Raised 3 cents per gallon to 21.5 cents
  - Diesel Tax Raised 4 cents per gallon to 22.5 cents

1991 Highway Improvement Program planned to improve or replace approximately 560 bridges.

- 1999 – Interstate Rehabilitation Program
- 2.1 million Vehicles
- 16,400 Miles State Highways (16,300 Paved)
The New Millennium

- Winter Weather in Dec 2000 and Jan 2001 cost almost $40 M.
- 2011 – 2nd Interstate Rehabilitation Program
- 2012 – Connecting Arkansas Program
- New White River Bridge on Hwy 64 at Augusta opened in 2001.
- 2011 – 2nd Interstate Rehabilitation Program
- Governor’s Working Group on Highway Funding
- 3.0 million Vehicles
- 16,400 miles State Highways (16,400 Paved)
Agenda Item 12

Upcoming Events
Upcoming Events

March 4
Fayetteville Chamber of Commerce | Chairman Trammel
12:00 p.m. | Fayetteville, Ark.

March 7
Little Rock Engineers Club | Director Bennett
11:30 a.m. | Little Rock, Ark.

March 10
I-555 Jonesboro Chamber Dinner | Director Bennett & Commission
8:00 p.m. | Jonesboro, Ark.
March 11

I-555 Signing Event | Director Bennett & Commission
9:00 a.m. | Jonesboro, Ark.

March 24

Mena Rotary Club | Chairman Trammel
11:30 a.m. | Mena, Ark.

April 5

Transportation Research Committee | Director Bennett
8:00 a.m. | Little Rock, Ark.
Agenda Item 13

Other Business and Discussion
Arkansas received two Federal Railroad Administration awards:

- $292,000 to install flashing lights & crossing gates in Paragould
- $190,000 to install flashing lights & crossing gates on Greene County Road 818
Arkansas State Highway Commission Meeting

Wednesday, March 2, 2016