New Name – New Identity

1929
Arkansas Highway and Department of Lands

1977
Arkansas State Highway and Transportation Department

2017
Arkansas Department of Transportation
New Name – New Identity
Provide safe and efficient transportation solutions to support Arkansas’ economy and enhance the quality of life for generations to come.

Adopted June 7, 2017
Arkansas has the 3rd Lowest Administrative Cost Per Mile in the Nation

Arkansas = $2,107
Surrounding States Average = $4,334
National Average = $9,224
Employment Levels Efficiency

Department Employees

- 1979: 4,200
- 2000: 3,800
- 2017: 3,679
Accountability

Transparency

Paperwork Reduction

Less Staff
E-Construction Efficiency

- Reduced Paper Waste
- Bid Letting Process is Faster
Network Fleet Efficiency

For every $1 expended on Telematics GPS Tracking and Diagnostics System, AHTD is recognizing $2 plus in savings.
Promises Made

Promises Kept
1999 Interstate Rehabilitation Program

50 Projects
356 Miles
$973 Million

Prior to Program
63% Poor or Mediocre

After Program
72% Good
2011 Interstate Rehabilitation Program

Completed
- 33 Projects
- 212 Miles
- $632 Million

Under Construction
- 14 Projects
- 91 Miles
- $552 Million

Scheduled
- 36 Projects
- 191 Miles
- $343 Million

LEGEND
- Blue: Completed
- Red: Under Construction
- Green: Scheduled
Connecting Arkansas Program

**Completed**
- 6 Projects
- 27 Miles
- $188 Million

**Under Construction**
- 8 Projects
- 45 Miles
- $380 Million

**Scheduled**
- 22 Projects
- 113 Miles
- $1.31 Billion
Highway Condition

and Needs
Challenges

- **12th** largest system in the country
- **42nd** in highway revenue per mile.
- **$9 billion** in needs
- **$4.4 billion** in available revenue
General Revenues vs ARDOT Net Highway Revenues

Excludes County & City Aid funds | Excludes CAP funds
Annual Highway User Revenue Distribution

- **Cities**: $106M (15.9%)
- **Counties**: $106M (15.9%)
- **Other**: $73M (5%)

**Total Revenue**: $423M (63.2%)

*Note: May not add due to rounding*

*Constitutional & Fiscal Agencies and Non-Highway Uses.*
# Summary of Needs – 10 Years

<table>
<thead>
<tr>
<th>NEEDS CATEGORY</th>
<th>COST (x $1 M)</th>
</tr>
</thead>
<tbody>
<tr>
<td>System Preservation</td>
<td></td>
</tr>
<tr>
<td>Pavement</td>
<td>$ 3,438</td>
</tr>
<tr>
<td>Bridges</td>
<td>$ 1,238</td>
</tr>
<tr>
<td>Capacity</td>
<td>$ 3,236</td>
</tr>
<tr>
<td>Safety</td>
<td>$ 787</td>
</tr>
<tr>
<td>Maintenance</td>
<td></td>
</tr>
<tr>
<td>Equipment</td>
<td>$ 202</td>
</tr>
<tr>
<td>Facilities</td>
<td>$ 70</td>
</tr>
<tr>
<td>ITS</td>
<td>$ 30</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$ 9,001</strong></td>
</tr>
</tbody>
</table>
### Summary: Needs vs Revenue – 10 Years

*2016 Dollars*

<table>
<thead>
<tr>
<th>ESTIMATED REVENUE(^{(1)})</th>
<th>$4,415</th>
</tr>
</thead>
<tbody>
<tr>
<td>Federal-aid + State</td>
<td>$4,415</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>TOTAL NEEDS(^{(2)})</th>
<th>$9,001</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pavement, Bridges, Capacity, Safety, Equipment, Facilities, ITS</td>
<td>$9,001</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>SHORTFALL</th>
<th>$4,586</th>
</tr>
</thead>
</table>

\(^{(1)}\) Revenue Not Currently Dedicated to Routine Maintenance, Administration and Operations

\(^{(2)}\) Does Not Include Economic Development Connectors or Congressionally-Designated High Priority Corridors
Interstates

Current Condition

- Poor: 3%
- Fair: 26%
- Good: 71%

2027 Condition

- Poor: 1%
- Fair: 21%
- Good: 78%
All State Highways – Including Interstates

<table>
<thead>
<tr>
<th>Condition</th>
<th>2027 Condition</th>
<th>Current Condition</th>
</tr>
</thead>
<tbody>
<tr>
<td>Poor</td>
<td>28%</td>
<td>24%</td>
</tr>
<tr>
<td>Fair</td>
<td>46%</td>
<td>58%</td>
</tr>
<tr>
<td>Good</td>
<td>26%</td>
<td>18%</td>
</tr>
</tbody>
</table>
THEN

22 years ago, in 1995, 200 miles of Highway could be overlaid.

NOW

As of 2015, using the same resources, only 54 miles of Highway could be overlaid.
Chicot County
Highway 144, Section 3
Log mile 7.83 - 10.86
Lake Chicot State Park
entrance to the Mississippi River Levee
Sebastian County
Highway 71, Section 13
Log mile 7.14 - 10.25
4-lane divided highway
south of Greenwood
Garland County
Highway 270, Section 6
Log mile 0.0 - 2.0
just east of Highway 7 on MLK Expressway
Lonoke County
Highway 381, Section 1
Log mile 0.0 - 12.28
Highway 70 to Highway 232
Randolph County
Highway 231, Section 4
Log mile 0.00 – 3.02
approximately 0.25 miles north of Highway 90
<table>
<thead>
<tr>
<th>Pay a <strong>Little Now</strong></th>
<th>Pay a <strong>Whole Lot Later</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Overlay</strong> $100,000 per lane mile</td>
<td><strong>Reconstruction</strong> $1,500,000 per lane mile</td>
</tr>
</tbody>
</table>
Average Monthly Household Expenditures

- Electricity/Gas: $160.00
- TV/Internet: $124.00
- Roads: $46.00
- Telephone: $161.00

Total: $481.00
Where Are We Going?
Governor’s Highway Funding Working Group

- Immediate: $50 Million
- Short-term (0-3 years): $110 Million
- Mid-term (3-5 years): $250 Million
- Long-term (6-9 years): $400 Million

All figures are annual amounts for state highways.
HB 1726 BOND ISSUE
Authorizes the State Highway Commission to issue bonds for highway maintenance and improvements, upon approval by voters in a statewide election.

HB 1727 GAS TAX
Establishes additional fuel sales tax at the wholesale level, to be levied, only if the State Highway Commission is authorized by a statewide vote to issue highway maintenance and improvement bonds.
"As to the long-term solutions, it emphasizes that it is difficult to get a referral of this General Assembly out to the voters, and that I hope the leadership of our state and the business community and others will look at an initiated act that might go on the ballot for a highway program," he said. "Otherwise, we'll continue to debate the long-term solution in future sessions."

Governor Asa Hutchinson
<table>
<thead>
<tr>
<th>Source</th>
<th>Highway Revenue&lt;sup&gt;1&lt;/sup&gt;</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 Cent Motor Fuel Tax Increase</td>
<td>$ 14 M</td>
</tr>
<tr>
<td>Remove Sales Tax Exemption (Wholesale $1.70 per Gallon)&lt;sup&gt;2&lt;/sup&gt;</td>
<td>$ 108 M</td>
</tr>
<tr>
<td>6.5% Sales Tax (Wholesale $1.70 per Gallon)</td>
<td>$ 156 M</td>
</tr>
<tr>
<td>$10 Registration Fee Increase (Cars and Pickups)</td>
<td>$ 19 M</td>
</tr>
<tr>
<td>Transfer Sales Tax on New and Used Vehicles&lt;sup&gt;2&lt;/sup&gt;</td>
<td>$ 228 M</td>
</tr>
<tr>
<td>Transfer Sales Tax on Auto Repair Parts, Services, etc.&lt;sup&gt;2&lt;/sup&gt;</td>
<td>$ 74 M</td>
</tr>
<tr>
<td>1% General Sales Tax</td>
<td>$ 344 M</td>
</tr>
</tbody>
</table>

<sup>1</sup> Amount shown is annual net to highways – after deduction for CFA/CSF and 30% to cities and counties.

<sup>2</sup> Transfer of 4.5% (“general” portion of statewide sales tax)
Total Road User Revenue
$1,076.5 Million

Distribution:

General Revenue
$460.7 Million (43%)

Highway Revenue
$615.9 Million (57%)
Arkansans Need to Decide How to Fund Your Transportation System
Possible Initiated Act

CITIZENS OPINION SURVEY ON HIGHWAYS IN ARKANSAS

Are you satisfied with the condition of the existing state highway system?

O Yes  O No

What highways in your area need improvements, and what type of improvements do they need?

Priority 1: ________________________________
Priority 2: ________________________________
Priority 3: ________________________________
Priority 4: ________________________________

If you want better highway conditions, the Arkansas Department of Transportation will need additional funds. Would you support a new highway program that would generate additional revenue?

O Yes  O No

Which of the following sources do you recommend be utilized in obtaining additional funds (check all that apply):

☐ Increase in gas tax
☐ Increase in diesel tax
☐ Increase in sales tax (dedicated to highways)
☐ Increase in vehicle registration fees
☐ Add sales tax on wholesale price of motor fuels
☐ Transfer existing sales and use tax on motor vehicles and related parts and service (currently collected but not paid to highways)
☐ Other (please specify):

______________________________________________________________________________

Would you be willing to sign a petition to put a highway revenue proposal on the 2018 general election ballot?

O Yes  O No  If Yes, what County do you live in?

(Optional) Contact Information: name, email, etc.

www.ArkansasHighways.com
Arkansas Department of Transportation

- ARDOT.gov
- ConnectingArkansasProgram.com
- Vimeo.com/myARDOT
- IDriveArkansas.com
- Twitter.com @myARDOT
Questions?