Arkansas State Highway Commission Meeting

Wednesday, November 14, 2018
Agenda Item 2
Consideration of Minute Orders
Agenda Item 3
State Highway Revenue Update
<table>
<thead>
<tr>
<th>Description</th>
<th>FY 2018 (Millions)</th>
<th>FY 2019 (Millions)</th>
<th>VARIANCE (Millions)</th>
<th>% CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOTOR FUEL</td>
<td>$75.7</td>
<td>$76.1</td>
<td>$0.4</td>
<td>0.5%</td>
</tr>
<tr>
<td>REGISTRATION</td>
<td>$22.3</td>
<td>$22.3</td>
<td>$0.0</td>
<td>0.0%</td>
</tr>
<tr>
<td>PERMITS &amp; PENALTIES</td>
<td>$4.3</td>
<td>$4.2</td>
<td>$-0.1</td>
<td>-2.3%</td>
</tr>
<tr>
<td>OTHER</td>
<td>$2.1</td>
<td>$2.2</td>
<td>$0.1</td>
<td>4.8%</td>
</tr>
<tr>
<td>NATURAL GAS SEVERANCE TAX</td>
<td>$6.6</td>
<td>$4.6</td>
<td>$-2.0</td>
<td>-30.3%</td>
</tr>
<tr>
<td>INTEREST</td>
<td>$0.1</td>
<td>$1.2</td>
<td>$1.1</td>
<td>1,100%</td>
</tr>
<tr>
<td>DIESEL TAX</td>
<td>$0.0</td>
<td>$0.0</td>
<td>$-0.5</td>
<td>0.0%</td>
</tr>
<tr>
<td>TOTAL REVENUES</td>
<td>$106.5</td>
<td>$106.0</td>
<td>$0.4</td>
<td>0.5%</td>
</tr>
</tbody>
</table>

-20.0 0.0 20.0 40.0 60.0 80.0 100.0 120.0

VARIANCE 2018-2019 REVENUE
## FY 2019 BUDGETED VS. ACTUAL - SEPTEMBER

<table>
<thead>
<tr>
<th>Category</th>
<th>Variance</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Fuel Registration</td>
<td>$3.6</td>
<td>5.0%</td>
</tr>
<tr>
<td>Permits &amp; Penalties</td>
<td>$0.0</td>
<td>0.0%</td>
</tr>
<tr>
<td>Other</td>
<td>-$0.1</td>
<td>-2.3%</td>
</tr>
<tr>
<td>Natural Gas Severance Tax</td>
<td>$0.1</td>
<td>4.8%</td>
</tr>
<tr>
<td>Interest</td>
<td>-$1.9</td>
<td>-29.2%</td>
</tr>
<tr>
<td>Diesel Tax</td>
<td>$0.2</td>
<td>20.0%</td>
</tr>
<tr>
<td>Total Revenues</td>
<td>-$0.4</td>
<td>-9.5%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Revenue</th>
<th>Budgeted</th>
<th>Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Revenues</td>
<td>$104.5</td>
<td>$106.0</td>
</tr>
<tr>
<td>Motor Fuel Registration</td>
<td>$72.5</td>
<td>$76.1</td>
</tr>
<tr>
<td>Permits &amp; Penalties</td>
<td>$22.3</td>
<td>$22.3</td>
</tr>
<tr>
<td>Other</td>
<td>$4.3</td>
<td>$4.2</td>
</tr>
<tr>
<td>Natural Gas Severance Tax</td>
<td>$2.1</td>
<td>$2.2</td>
</tr>
<tr>
<td>Interest</td>
<td>$6.5</td>
<td>$4.6</td>
</tr>
<tr>
<td>Diesel Tax</td>
<td>$1.0</td>
<td>$1.2</td>
</tr>
</tbody>
</table>

(MILLIONS)
## 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>1,511,196,566</td>
<td>1,495,555,785</td>
<td>-1.03%</td>
</tr>
<tr>
<td>Diesel</td>
<td>656,774,467</td>
<td>672,380,734</td>
<td>2.38%</td>
</tr>
<tr>
<td>Alternative</td>
<td>854,082</td>
<td>2,890,922</td>
<td>238.48%</td>
</tr>
<tr>
<td>Total</td>
<td>2,168,825,115</td>
<td>2,170,827,441</td>
<td>0.09%</td>
</tr>
<tr>
<td>Mon</td>
<td>Projected Net</td>
<td>Actual Receipts</td>
<td>Variance</td>
</tr>
<tr>
<td>-----</td>
<td>---------------</td>
<td>-----------------</td>
<td>----------</td>
</tr>
<tr>
<td>Jul</td>
<td>16,170,000</td>
<td>16,310,940</td>
<td>140,940</td>
</tr>
<tr>
<td>Aug</td>
<td>16,800,000</td>
<td>16,506,635</td>
<td>(293,365)</td>
</tr>
<tr>
<td>Sept</td>
<td>16,800,000</td>
<td>16,374,358</td>
<td>(425,653)</td>
</tr>
<tr>
<td>Oct</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Nov</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dec</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jan</td>
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<td></td>
</tr>
<tr>
<td>Feb</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mar</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Apr</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>May</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jun</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>49,770,000</td>
<td>49,191,482</td>
<td>(578,518)</td>
</tr>
</tbody>
</table>
### Half-Cent Sales Tax Projected vs Actual

<table>
<thead>
<tr>
<th>Projected Net</th>
<th>Actual Receipts</th>
<th>Variance</th>
<th>Percent Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>$900,063,640</td>
<td>$894,539,508</td>
<td>$(5,524,132)</td>
<td>-0.61%</td>
</tr>
</tbody>
</table>
State Highway Funding Issues

• Immediate Economic Benefits of Increasing Investment
  ✓ Supports $1.3 Billion in Economic Activity
  ✓ Supports 5,729 Jobs

• Neighbors Are Not Waiting
  ✓ Seven Have Raised State Gas Tax
  ✓ Six Have Variable Gas Tax
  ✓ Eight Have Electric Vehicle Registration Fees

• Significant Transportation Challenges
  ✓ Safety Needs
  ✓ Increasing Freight Demands
  ✓ Impacts From Congestion
Agenda Item 4

Status of Federal Highway and Transit Funding Issues
Federal Highway Funding Issues

Democrats Take Control of U.S. House

Republicans Retain Control of U.S. Senate

FAST Act Expires in 2020

Looming Highway Trust Fund Revenue Shortfall
Federal Highway Funding Issues

Work Remaining for Current Congress

Continuing Resolution Expires on December 7th

Only 23 Days Remaining
Agenda Item 5

2011 Interstate Rehabilitation Program
and Connecting Arkansas Program
Completed
Miles: 290
Amount: $997 M
Oklahoma State Line - East (I-40 & I-540) (Sel. Secs.)

Under Construction
Miles: 54
Amount: $317 M
Scheduled for 2019
Amount: $15-20 M
Scheduled for 2020-2023
Miles: 150
Amount: $199 M
Completed
Miles: 61
Amount: $432 M
Connecting Arkansas Program

Under Construction
Miles: 40
Amount: $347 M
Connecting Arkansas Program

Scheduled for 2018
Miles: 6
Amount: $150-175 M
Connecting Arkansas Program

Scheduled for 2019
Miles: 50
Amount: $812 M
Connecting Arkansas Program

Scheduled for 2020
Miles: 29
Amount: $247 M
Agenda Item 6
Consultant Selection for On-Call Planning (2019-2021)
Agenda Item 7

Consultant Selection for On-Call Landslide Design & Repair (2019-2021)
Agenda Item 8

Consultant Selection

On-Call Construction Engineering & Inspection (2019-2021)
Agenda Item 9
2019 Legislative Session Update
2019 General Legislative Session

2019 GENERAL SESSION IMPORTANT DATES

- Early October
- November 15
- January 14
- January 28
- February 13
- March 04
- March 11
- March 14

**Budget Hearings Start in Big Mac A/Executive Balanced Budget**

- Bills May Be Pre-Filed
- General Session Starts
- Retirement Bill Filing Deadline
- Constitutional Amendment Filing Deadline
- Appropriations Bill Filing Deadline
- All Bills Filing Deadline
- Last Day Unless Extended

*The Director of DFA is required to propose a balanced budget and revenue forecast no later than 60 days before the start of the session.*
2019 General Legislative Session

Possible Legislation

• Scenic Highway: Bella Vista Bypass
• Enhanced Distracted Driving
• School Site Selection Analysis
• Timely Movement of Utilities
Possible Legislation

- Construction Manager/General Contractor
- Short Term Activity Authorizations (STAA)
- Railroad Cooperation
Possible Legislation

- Hourly Fee Awards
- Last Offer Fee Award
- Percentage Required
Possible Legislation

• Discovery in Litigation
• Protecting Property Owners
• Exemption of Appraisals
### State Legislature

#### 92nd General Assembly

<table>
<thead>
<tr>
<th>SENATE</th>
<th>HOUSE</th>
</tr>
</thead>
<tbody>
<tr>
<td>35 Total Members</td>
<td>100 Total Members</td>
</tr>
<tr>
<td>8 New Members</td>
<td>23 New Members</td>
</tr>
<tr>
<td>26 Republicans</td>
<td>76 Republicans</td>
</tr>
<tr>
<td>9 Democrats</td>
<td>24 Democrats</td>
</tr>
<tr>
<td>No Change</td>
<td>No Change</td>
</tr>
</tbody>
</table>
Senate - New Members

Greg Leding
District 4

Bob Ballinger
District 5

Mathew Pitsch
District 8

Mark Johnson
District 15

Breanne Davis
District 16

James Sturch
District 19

Ricky Hill
District 29

Kim Hammer
District 33

Uvalde
Lindsey
District 4

Brian King
District 5

Frank Glidewell
District 8

David Sanders
District 15

Greg Standridge
District 16

Linda Collins-Smith
District 19

Eddie Joe Williams
District 29

Jeremy Hutchinson
District 33
House - New Members

Don Glover  
District 11

Julie Mayberry  
District 27

Jasen Kelly  
District 28

Tippi McCollough  
District 33

Andrew Collins  
District 35

Jamie Scott  
District 37

Mark Perry  
District 42

Mark McElroy  
District 11

Andy Mayberry  
District 27

Kim Hammer  
District 28

Warwick Sabin  
District 33

Clarke Tucker  
District 35

Eddie Armstrong  
District 37

Bob Johnson  
District 42
House - New Members

Brian Evans  
District 43

Cameron Cooper  
District 44

Jim Wooten  
District 45

Craig Christiansen  
District 47

Stu Smith  
District 63

Stan Berry  
District 68

Spencer Hawks  
District 70

Tim Lemons  
District 43

Joe Farrer  
District 44

Jeremy Gillam  
District 45

Michael John Gray  
District 47

James Sturch  
District 63

Trevor Drown  
District 68

David Meeks  
District 70
House-New Members

Joe Cloud
District 71

Lee Johnson
District 75

Cindy Crawford
District 76

Jay Richardson
District 78

Keith Slape
District 83

Denise Garner
District 84

Nicole Clowney
District 86

Ken Henderson
District 71

Charlotte Douglas
District 75

Mathew Pitsch
District 76

George McGill
District 78

Donald Ragland
District 83

Charlie Collins
District 84

Greg Leding
District 86
House-New Members

Gayla Hendren
McKenzie
District 92

Harlan
Breaux
District 97

Kim
Hendren
District 92

Bob
Ballinger
District 97
Agenda Item 10

Bid Letting Results

October 24, 2018
## Summary of the October 24th Bid Letting

<table>
<thead>
<tr>
<th>Type Projects</th>
<th>Number of Projects</th>
<th>Award Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>State</td>
<td>7</td>
<td>98,120,764</td>
</tr>
<tr>
<td>City</td>
<td>1</td>
<td>14,578,036</td>
</tr>
<tr>
<td>County</td>
<td>1</td>
<td>1,230,500</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>9</strong></td>
<td><strong>113,929,300</strong></td>
</tr>
</tbody>
</table>

*Source: Arkansas Department of Transportation*
<table>
<thead>
<tr>
<th>Route</th>
<th>County</th>
<th>Job Name</th>
<th>Contractor</th>
<th>Award Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>33</td>
<td>Woodruff</td>
<td>Hwy. 33 Str. &amp; Apprs.</td>
<td>Seagraves Construction</td>
<td>809,127</td>
</tr>
<tr>
<td>241</td>
<td>Monroe</td>
<td>Cypress Creek &amp; Canal Strs. &amp; Apprs.</td>
<td>All Bids Rejected</td>
<td></td>
</tr>
<tr>
<td>118</td>
<td>Crittenden</td>
<td>Hwy. 118/W. Service Rd./I-40 EB Ramps Signal &amp; Intersection Improvements (West Memphis)</td>
<td>All Bids Rejected</td>
<td></td>
</tr>
<tr>
<td>40 540</td>
<td>Crawford &amp; Sebastian</td>
<td>Oklahoma State Line – East (I-40 &amp; I-540) (Sel. Secs.)</td>
<td>APAC-Central</td>
<td>53,245,517</td>
</tr>
<tr>
<td>223</td>
<td>Izard</td>
<td>Little Brushy Creek Str. &amp; Apprs.</td>
<td>R. L. Persons Construction</td>
<td>1,910,640</td>
</tr>
<tr>
<td>40</td>
<td>Pulaski</td>
<td>I-40 Interchange (Maumelle)</td>
<td>McGeorge Contracting</td>
<td>14,578,036</td>
</tr>
</tbody>
</table>
### Details of the October 24th Bid Letting

<table>
<thead>
<tr>
<th>Route</th>
<th>County</th>
<th>Job Name</th>
<th>Contractor</th>
<th>Award Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>9</td>
<td>Conway</td>
<td>I-40 – Solgohachia (Safety Improvements)</td>
<td>Crow Paving</td>
<td>6,467,560</td>
</tr>
<tr>
<td>18</td>
<td>Craighead</td>
<td>BNSF Railroad Overpass (Hwy. 18) (Jonesboro)</td>
<td>Capital Paving &amp; Construction</td>
<td>25,182,889</td>
</tr>
<tr>
<td>181</td>
<td>Mississippi</td>
<td>Ditch No. 43 Str. &amp; Apprs.</td>
<td>R. L. Persons Construction</td>
<td>523,486</td>
</tr>
<tr>
<td>49</td>
<td>Benton, Crawford &amp; Washington</td>
<td>Alma – Bella Vista Bypass (Signing)</td>
<td>Creative Design Concepts</td>
<td>9,981,545</td>
</tr>
</tbody>
</table>
Agenda Item 11

Upcoming Events
Thanksgiving Holiday

New Member-Elect Briefing | Director Bennett
10:30 a.m. | Capitol Building - Room 130

AR Policy Foundation | Director Bennett
10:00 a.m. | Heifer International - Little Rock

Fayetteville C of C Transportation Committee | Commissioner Trammel
12:00 p.m. | Fayetteville
District 5 - Dec 5
10:00 a.m. | Batesville, AR

District 9 - Dec 7
11:00 a.m. | Harrison, AR

District 6 & Central Office - Dec 11
10:00 a.m. | Little Rock, AR

District 8 - Dec 12
11:00 a.m. | Russellville, AR

District 3 - Dec 13
11:00 a.m. | Hope, AR

District 2 - Dec 14
11:00 a.m. | Star City, AR

District 10 - Dec 17
10:30 a.m. | Paragould, AR

District 1 - Dec 18
10:30 a.m. | Wynne, AR

District 7 - Dec 19
10:00 a.m. | Camden, AR

District 4 - Dec 20
11:00 a.m. | Fort Smith, AR
December 20

HCRAS Meeting | Lorie Tudor
9:00 a.m. | MAC Building - Room B

December 24-25
Christmas Holiday

January 1
New Year’s Day
January 3
AAPA Technical Conference | Director Bennett
1:00 p.m. | Embassy Suites - Little Rock

January 8
Chairman Trammel Reception

January 9
Arkansas Highway Commission Meeting

January 13-17
TRB Annual Meeting | Director Bennett
Washington, D.C.
Agenda Item 12

Other Business and Discussion
Springdale Northern Bypass

#5 in the annual Top 10 Roads Awards
Roads & Bridges Magazine
Arkansas State Highway Commission Meeting

Wednesday, November 14, 2018