Governor’s Long Term Highway Funding Plan

Act 416 of 2019

(Immediate Funding dedicated to System Preservation)

$ 95 Million

Issue 1

(Funding for System Preservation plus Capital Projects beginning in SFY 2024)

$205 Million

Total for State Highways

$300 Million
The Ballot Question: Issue 1

YES

Funding from current sales tax continues after June 2023

NO

Funding from current sales tax terminates after June 2023
Revenue Trends

Excludes County & City Aid funds | Excludes CAP funds
## Significant Loss Of Purchasing Power

<table>
<thead>
<tr>
<th>Item</th>
<th>Description</th>
<th>1993</th>
<th>2015</th>
<th>Percent Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>College Tuition</td>
<td>Average Tuition &amp; Fees at Public 4-year Universities</td>
<td>$1,908</td>
<td>$9,145</td>
<td>379%</td>
</tr>
<tr>
<td>Healthcare</td>
<td>National Expenditure Per Capita</td>
<td>$3,402</td>
<td>$9,523</td>
<td>180%</td>
</tr>
<tr>
<td>House</td>
<td>Median New Home Price</td>
<td>$118,000</td>
<td>$292,000</td>
<td>147%</td>
</tr>
<tr>
<td>Gas</td>
<td>Per Gallon</td>
<td>$1.08</td>
<td>$2.56</td>
<td>137%</td>
</tr>
<tr>
<td>Beef</td>
<td>Per Pound of Ground Beef</td>
<td>$1.97</td>
<td>$4.38</td>
<td>122%</td>
</tr>
<tr>
<td>Movie Ticket</td>
<td>Average Ticket Price</td>
<td>$4.14</td>
<td>$8.43</td>
<td>104%</td>
</tr>
<tr>
<td>Bread</td>
<td>Per Pound of White Bread</td>
<td>$0.75</td>
<td>$1.48</td>
<td>98%</td>
</tr>
<tr>
<td>Income</td>
<td>National Median Household</td>
<td>$31,241</td>
<td>$56,516</td>
<td>81%</td>
</tr>
<tr>
<td>Stamp</td>
<td>One First-Class Stamp</td>
<td>$0.29</td>
<td>$0.49</td>
<td>51%</td>
</tr>
<tr>
<td>Car</td>
<td>Average New Car</td>
<td>$16,871</td>
<td>$25,487</td>
<td>51%</td>
</tr>
<tr>
<td>Federal Gas Tax</td>
<td>Per Gallon</td>
<td>$0.18</td>
<td>$0.18</td>
<td>0%</td>
</tr>
</tbody>
</table>

Money Doesn’t Go As Far

THEN
In 1995, **200 miles** of highway could be overlaid with $10 million.

NOW
Using $10 million today, only **54 miles** of highway can be overlaid.
## Construction Costs

### Typical Cost Per Mile

<table>
<thead>
<tr>
<th>Type of Roadway</th>
<th>Cost Per Mile</th>
</tr>
</thead>
<tbody>
<tr>
<td>4-Lane Interstate</td>
<td>$10.4 Million</td>
</tr>
<tr>
<td>5-Lane Roadway</td>
<td>$6.6 Million</td>
</tr>
<tr>
<td>2-Lane Roadway</td>
<td>$3.4 Million</td>
</tr>
<tr>
<td>Widen from 2- to 5-Lanes</td>
<td>$4.7 Million</td>
</tr>
</tbody>
</table>
The 10-Year Shortfall

- $9.3 Billion in Needs
- $4.5 Billion in Available Revenue
- $4.8 Billion Shortfall
An efficient transportation system is critical for Arkansas’ economy and the quality of life of the state’s residents.

– Governor Asa Hutchinson
If Issue 1 Passes

Annual Revenue Expected to be Available in SFY 2024

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Act 416 of 2019</td>
<td>$ 95 Million</td>
</tr>
<tr>
<td>Issue 1</td>
<td>$ 205 Million</td>
</tr>
<tr>
<td>Current Construction Program</td>
<td>$ 440 Million</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 740 Million</strong></td>
</tr>
</tbody>
</table>
If Issue 1 Passes

10-Year **Renew Arkansas Highways** Program

- Pavement Preservation $3.0 Billion
- Bridge Improvements and Preservation $1.1 Billion
- Interstate Maintenance $1.0 Billion
- Safety Improvements $0.5 Billion
- Capital and Congestion Relief (CAP-2) $1.8 Billion

**Total** $7.4 Billion
If Issue 1 Fails

Annual Revenue Expected to be Available in SFY 2024

Act 416 of 2019 | $ 95 Million
Proposed Amendment | $205 Million
Current Construction Program | $440 Million

Total | $540 Million

Nearly 30% Less

Miller County
Highway 134
5 Miles East of Fouke
### 10-Year Plan

- **Pavement Preservation**: $3.0 Billion
- **Bridge Improvements and Preservation**: $1.1 Billion
- **Interstate Maintenance**: $1.0 Billion
- **Safety Improvements**: $0.5 Billion
- **Capital and Congestion Relief (CAP-2)**: $1.8 Billion

**10-Year Total**: $5.3 Billion

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**Little River County**

**Highway 32**

Between Foreman and Ashdown

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If Issue 1 Fails
If Issue 1 Fails

Turnback to Cities
2023 - $150 Million
2024 - $106 Million
Nearly a 30% Reduction

Turnback to Counties
2023 - $150 Million
2024 - $106 Million
Nearly a 30% Reduction
It’s Your Transportation System…

YOU Get to Decide

November 3, 2020