Agenda Item 1

Meeting Minutes

February 5, 2020

February 20, 2020 and

March 9, 2020
Agenda Item 2
Consideration of Minute Orders
Agenda Item 3
State Highway Revenue Update
<table>
<thead>
<tr>
<th>Revenues</th>
<th>FY 2019 (Millions)</th>
<th>FY 2020 (Millions)</th>
<th>Variance (Millions)</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Fuel Registration</td>
<td>$197.8</td>
<td>$220.6</td>
<td>$22.8</td>
<td>11.5%</td>
</tr>
<tr>
<td>Permits &amp; Penalties</td>
<td>$59.4</td>
<td>$60.0</td>
<td>$0.6</td>
<td>1.0%</td>
</tr>
<tr>
<td>Other</td>
<td>$10.8</td>
<td>$10.7</td>
<td>-$0.1</td>
<td>-0.9%</td>
</tr>
<tr>
<td>Natural Gas Severance Tax</td>
<td>$4.7</td>
<td>$4.3</td>
<td>-$0.4</td>
<td>-8.5%</td>
</tr>
<tr>
<td>Interest</td>
<td>$15.7</td>
<td>$17.3</td>
<td>-$1.6</td>
<td>-53.5%</td>
</tr>
<tr>
<td>Diesel Tax</td>
<td>$5.2</td>
<td>$5.6</td>
<td>$0.4</td>
<td>1.7%</td>
</tr>
<tr>
<td>Total Revenues</td>
<td>$281.6</td>
<td>$294.5</td>
<td>-$12.9</td>
<td>-4.6%</td>
</tr>
</tbody>
</table>

**Variance and % Change**:

- Motor Fuel Registration: $22.8 million, 11.5%
- Registration: $0.6 million, 1.0%
- Permits & Penalties: -$0.1 million, -0.9%
- Other: -$0.4 million, -8.5%
- Natural Gas Severance Tax: -$8.4 million, -53.5%
- Interest: $0.2 million, 1.7%
- Diesel Tax: $12.9 million, 4.6%
FY 2020 BUDGETED VS. ACTUAL - FEBRUARY

<table>
<thead>
<tr>
<th>VARIANCE</th>
<th>BUDGETED</th>
<th>ACTUAL</th>
<th>PERCENTAGE CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOTOR FUEL</td>
<td>$193.9</td>
<td>$220.6</td>
<td>13.8%</td>
</tr>
<tr>
<td>REGISTRATION</td>
<td>$59.4</td>
<td>$60.0</td>
<td>1.0%</td>
</tr>
<tr>
<td>PERMITS &amp; PENALTIES</td>
<td>$11.0</td>
<td>$10.7</td>
<td>-2.7%</td>
</tr>
<tr>
<td>OTHER</td>
<td>$4.7</td>
<td>$4.3</td>
<td>-8.5%</td>
</tr>
<tr>
<td>NATURAL GAS SEVERANCE TAX</td>
<td>$15.9</td>
<td>$7.3</td>
<td>-54.1%</td>
</tr>
<tr>
<td>INTEREST</td>
<td>$5.2</td>
<td>$3.4</td>
<td>-34.6%</td>
</tr>
<tr>
<td>DIESEL TAX</td>
<td>-$0.4</td>
<td>-$1.8</td>
<td>-8.3%</td>
</tr>
<tr>
<td>TOTAL REVENUES</td>
<td>$15.3</td>
<td>$11.8</td>
<td>5.5%</td>
</tr>
</tbody>
</table>

VARIANCE:

- $26.7
- $0.6
- -$0.3
- -$0.4
- -$8.6
- -$1.8
- -$0.9
- $15.3

% CHANGE:

- 13.8%
- 1.0%
- -2.7%
- -8.5%
- -54.1%
- -34.6%
- -8.3%
- 5.5%
## FEBRUARY 2019-2020 FUEL CONSUMPTION

<table>
<thead>
<tr>
<th>VARIANCE</th>
<th>7.7</th>
<th>-7.0</th>
<th>-1.96</th>
<th>-1.3</th>
</tr>
</thead>
<tbody>
<tr>
<td>% CHANGE</td>
<td>0.8%</td>
<td>-1.6%</td>
<td>-53.9%</td>
<td>-0.1%</td>
</tr>
</tbody>
</table>

### Fuel Consumption Variance

<table>
<thead>
<tr>
<th>Year</th>
<th>Gasoline</th>
<th>Diesel</th>
<th>Alternative Fuels</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY 2019</td>
<td>1,010.7</td>
<td>448.0</td>
<td>3.640</td>
<td>1,462.3</td>
</tr>
<tr>
<td>FY 2020</td>
<td>1,018.4</td>
<td>441.0</td>
<td>1.679</td>
<td>1,461.1</td>
</tr>
</tbody>
</table>

(MILLION GALLONS)
## 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>1,498,050,952</td>
<td>1,511,969,020</td>
<td>0.93%</td>
</tr>
<tr>
<td>Diesel</td>
<td>678,225,258</td>
<td>672,358,104</td>
<td>-0.87%</td>
</tr>
<tr>
<td>Alternative</td>
<td>4,117,313</td>
<td>2,458,897</td>
<td>-40.28%</td>
</tr>
<tr>
<td>Total</td>
<td>2,180,393,523</td>
<td>2,186,786,021</td>
<td>0.29%</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>16,800,000</td>
<td>16,246,419</td>
<td>(553,581)</td>
</tr>
<tr>
<td>Aug</td>
<td>17,010,000</td>
<td>17,749,502</td>
<td>739,502</td>
</tr>
<tr>
<td>Sept</td>
<td>16,870,000</td>
<td>16,852,268</td>
<td>(17,732)</td>
</tr>
<tr>
<td>Oct</td>
<td>16,100,000</td>
<td>17,076,071</td>
<td>976,071</td>
</tr>
<tr>
<td>Nov</td>
<td>16,520,000</td>
<td>17,026,192</td>
<td>506,192</td>
</tr>
<tr>
<td>Dec</td>
<td>17,360,000</td>
<td>17,908,732</td>
<td>548,732</td>
</tr>
<tr>
<td>Jan</td>
<td>16,660,000</td>
<td>17,915,477</td>
<td>1,255,477</td>
</tr>
<tr>
<td>Feb</td>
<td>15,190,000</td>
<td>15,485,666</td>
<td>295,666</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>132,510,000</td>
<td>136,260,328</td>
<td>3,750,327</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>$1,179,433,640</td>
<td>$1,175,745,925</td>
<td>$(3,687,714)</td>
<td>-0.31%</td>
</tr>
</tbody>
</table>
Agenda Item 4

Status of Federal Highway and Transit Funding Issues
$1.0 Billion Available for Federal Fiscal Year 2020 from BUILD Grants

Timeline
- Applications Due on May 18, 2020
- US DOT Must Award Funds by September 15, 2020

Rural Opportunities to Use Transportation for Economic Success (ROUTES)
- Address Rural Transportation Infrastructure Needs
  - Condition of Infrastructure
  - Safety
  - Economic Competitiveness

Amount of Grants
Federal Highway Funding Issues

FAST Act Expires September 30, 2020

Congressional Leaders Do Not Expect New Highway Bill Before Election In November

President Has Submitted His FFY 2021 Budget

President Also Supports Senate Highway Bill
Agenda Item 5
2011 Interstate Rehabilitation Program and Connecting Arkansas Program
Interstate Rehabilitation Program

Completed
Number of Projects: 48
Miles: 311
Amount (Millions): $1,066
Interstate Rehabilitation Program

Under Construction
Number of Projects: 5
Miles: 40
Amount (Millions): $254

Let To Contract
Number of Projects: 53
Miles: 351
Amount (Millions): $1,320
Interstate Rehabilitation Program

Scheduled
Number of Projects: 26
Miles: 154
Amount (Millions): $217

Total Program
Number of Projects: 79
Miles: 505
Amount (Millions): $1,537
Completed

Number of Projects: 14
Miles: 72
Amount (Millions): $620
Connecting Arkansas Program

Under Construction
Number of Projects: 13
Miles: 77
Amount (Millions): $1,218

Let To Contract
Number of Projects: 27
Miles: 149
Amount (Millions): $1,838
Connecting Arkansas Program

Scheduled
Number of Projects: 4
Miles: 16
Amount (Millions): $145

Total Program
Number of Projects: 31
Miles: 165
Amount (Millions): $1,983
Agenda Item 6
Guidehouse Efficiency Review
Act 298 of 2019

Arkansas Legislative Council
ArDOT Efficiency Review

FOCUS OF STUDY

Processes
Procurement Procedures
Appeals Processes

Procedures
Projects
Expenditures
Efficiency Review Update

- **August 23**
  - Consultant Contract Signed with Guidehouse LLP

- **September 18**
  - HCRAS Kickoff Meeting

- **September 24**
  - Data and Document Request Received from Guidehouse

- **September 27**
  - Teleconference Data Request Discussion with Guidehouse

- **October 14-16**
  - ARDOT Kickoff Meeting and Interviews with Key Staff

- **November 18-22**
  - ARDOT Interviews with Key Staff

- **December 2-5**
  - ARDOT Interviews with Key Staff

- **March 10**
  - Follow-up Questions

- **March 18**
  - 1,193 Files Uploaded to Guidehouse
  - 3,614 Staff Hours Spent Responding To Requests
Agenda Item 7

Update on Renew Arkansas Highways Program
New Highway Program

Projects Let Last 10 Years
Remaining STIP
Act 416 & State Surplus Revenue
2024-2033 Draft Program of Preservation Projects
Second Connecting Arkansas Program
2020 Regional Meetings
2020 Regional Meetings

Regional Meeting Locations

- Springdale
- Harrison
- Batesville
- Jonesboro
- West Memphis
- Fort Smith
- Maumelle
- Hot Springs
- Monticello
- Texarkana
- El Dorado
Open House: 5:30-6:15
Presentation: 6:30-8:30

Batesville - March 30
UACCB - Independence Hall

Jonesboro - March 31
ASU - 1st National Bank Arena

El Dorado - April 2
El Dorado Municipal Auditorium

2020 Regional Meetings

POSTPONED
Agenda Item 8
Upcoming Events
Upcoming Events

**Date TBD**

Metroplan Board Meeting | Director Tudor
Little Rock, AR

**April 14**

State Chamber Legislative Reception | Director Tudor
4:30 p.m. | Little Rock, AR
Upcoming Events

April 21
Bentonville Kiwanis | Director Tudor
Bentonville, AR

April 24
AHP Graduation | Director Tudor
10:00 a.m. | Camp Robinson

April 29
Arkansas Highway Commission Meeting
Arkansas State Highway Commission Meeting

Wednesday, March 18, 2020