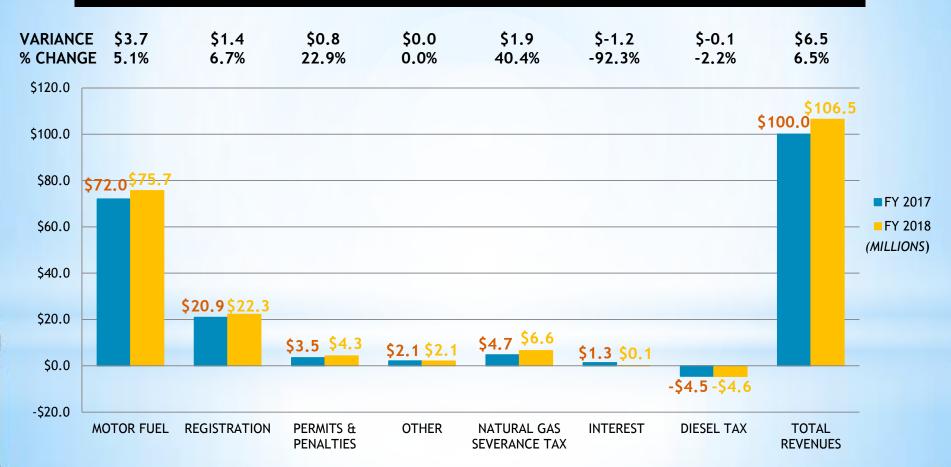
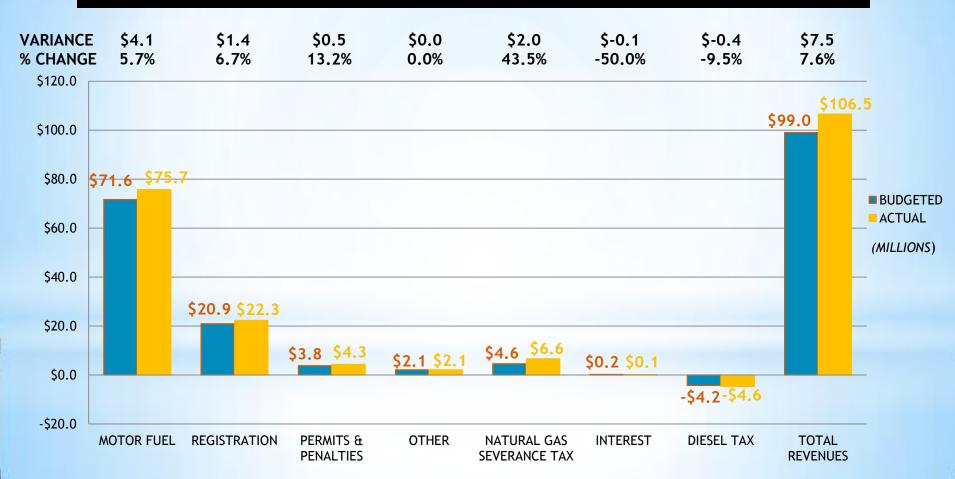


## SEPTEMBER 2017-2018 REVENUE



## FY 2018 BUDGETED VS. ACTUAL - SEPTEMBER



## SEPTEMBER 2017-2018 FUEL CONSUMPTION





## Arkansas Fuel Consumption Rolling 12-month Comparison

	Fuel	Previous 12 Months (millions)	Current 12 Months (millions)	Variance
١	Gasoline	1,479,029,950	1,511,196,566	2.17%
	Diesel	625,903,210	656,774,467	4.93%
1	Alternative	1,065,132	854,082	-19.81%
	Total	2,105,998,292	2,168,825,115	2.98%

## State Fiscal Year 2017 Sales Tax

Mon	Projected Net	Actual Receipts	Variance	Monthly Variance	Annual Variance
Jul	15,126,090	14,939,612	(186,478)	-1.23%	-1.23%
Aug	15,668,730	15,068,928	(599,802)	-3.83%	-2.55%
Sept	15,668,730	15,089,982	(578,748)	-3.69%	-2.94%
Oct					
Nov					
Dec					
Jan					
Feb					
Mar					
Apr					
May					
Jun					
Total	46,463,550	45,098,522	(1,365,028)		

## Half-Cent Sales Tax Projected vs Actual

	Projected Net	Actual Receipts	Variance	Percent Variance
Total Control of the	\$713,073,550	\$708,830,2355	\$(4,243,315)	-0.60%



Status of Federal Highway and Transit Funding Issues

## Federal Highway Funding Issues

Federal Fiscal Year 2018

No Budget Agreement

Continuing Resolution Until December 8th



Future Uncertainty

## Federal Highway Funding Issues

President Trump Abandons His \$1 Trillion Plan

White House Agrees Public-Private Approach Will Not Work

Senate Democrats Announce \$500 Billion Initiative







## Federal Highway Funding Issues

- Administration's Guiding Principles for Infrastructure Initiative
  - ✓ Targeted Federal Investment
  - ✓ Greater State and Local Investment Overall
  - ✓ Leveraging Non-Federal Investment
  - Environmental and Permitting Streamlining

## Four Areas of Major Reform

- Regulatory
- ✓ Policy
- ✓ Statutory
- Cultural



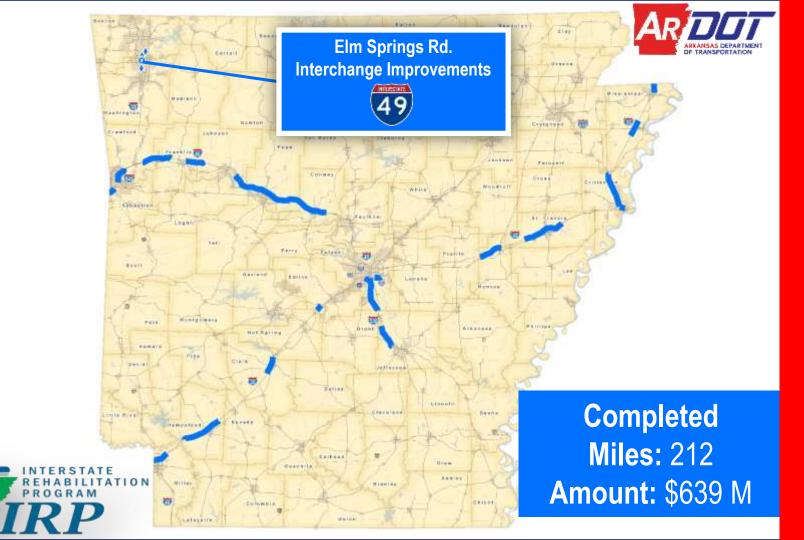
## Agenda Item 5

2011 Interstate Rehabilitation Program and Connecting Arkansas Program

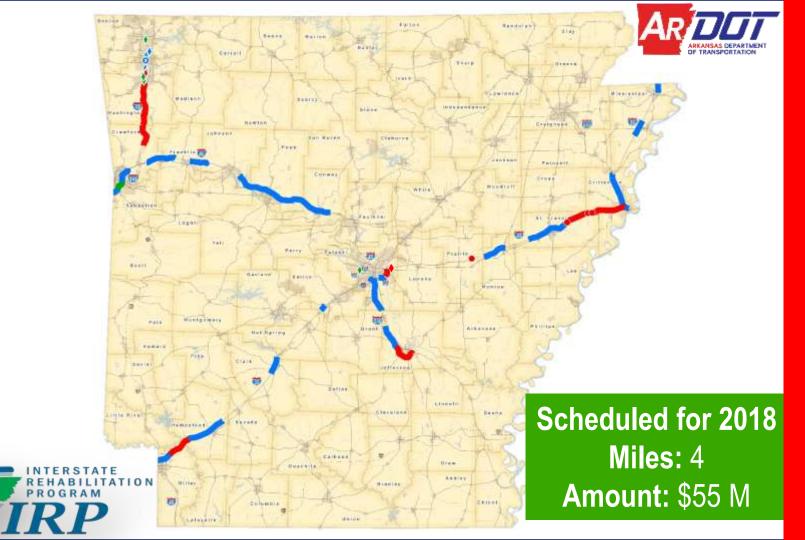


## INTERSTATE REHABILITATION PROGRAM





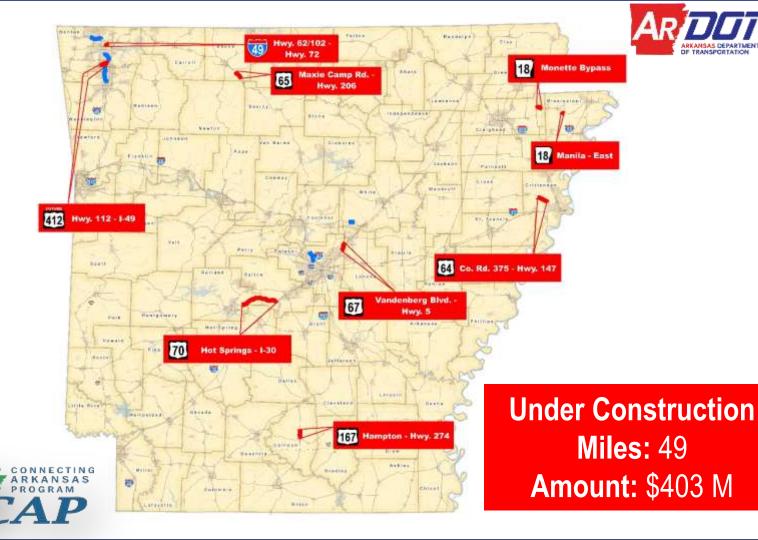






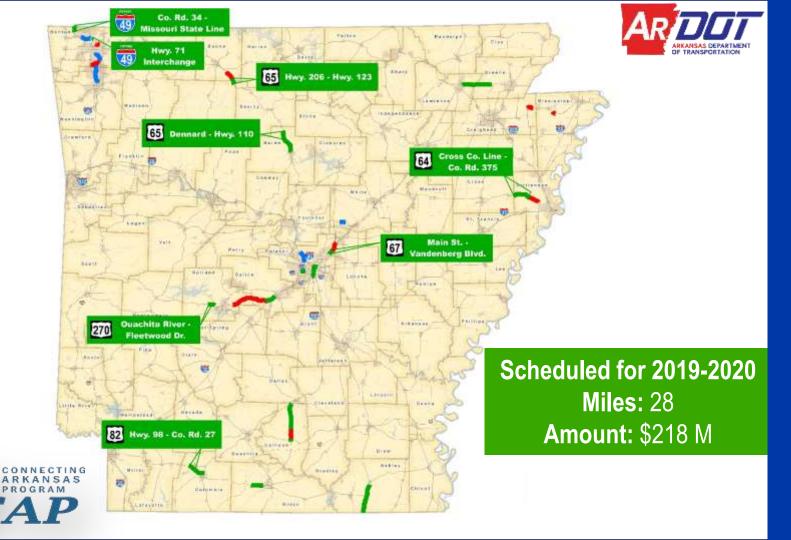


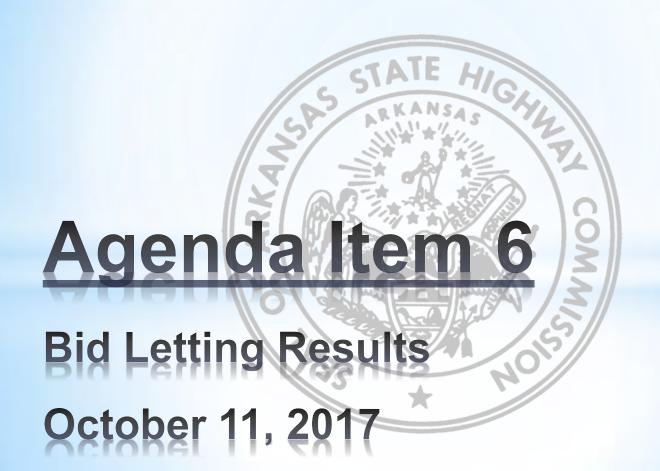




## Connecting Arkansas







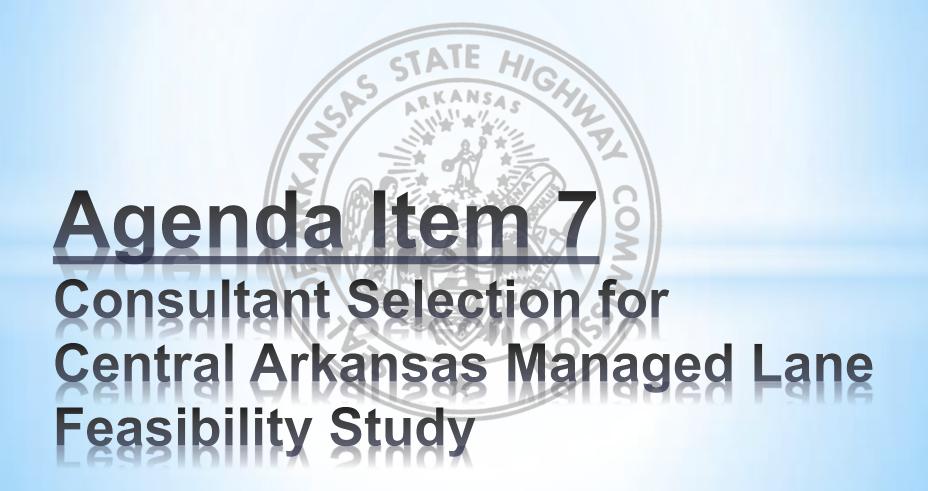
## Summary of the October 11th Bid Letting

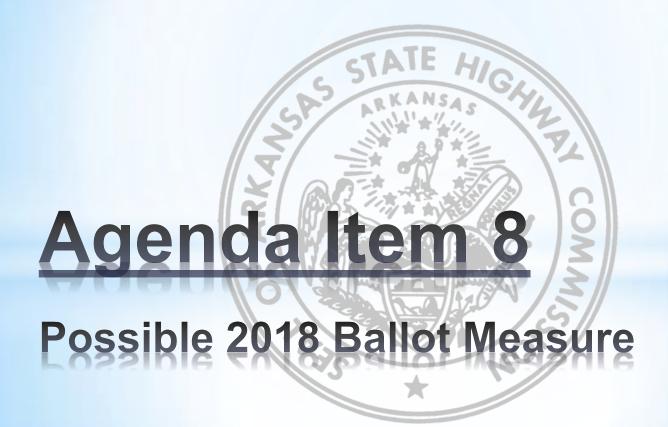
Type Projects	Number of Projects	Award Amount
State	5	11,247,000



## Details of the October 11th Bid Letting

Route	County	Job Name	Contractor	Award Amount
59 7	Crawford & Washington	Hwy. 59 Slide Repair (Washington & Crawford Counties)	Kesser International	4,331,265
74	Newton	Hwy. 7 Slide Repair (Newton County)	Crouse Construction	1,878,141
VARIOUS	Newton	Hwy. 74 Slide Repair (Newton County)	Crouse Construction	737,685
23/	Various	Low-Cost Safety Improvements (Districts 5, 6, 8 & 9)	Deangelo Brothers	3,048,847
	Franklin & Madison	Hwy. 23 Slide Repair (Franklin & Madison Counties)	Crouse Construction	1,251,063



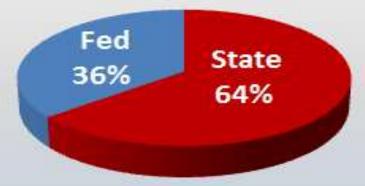


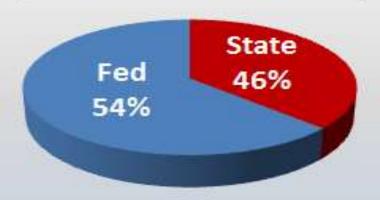


## Federal vs. State Funding





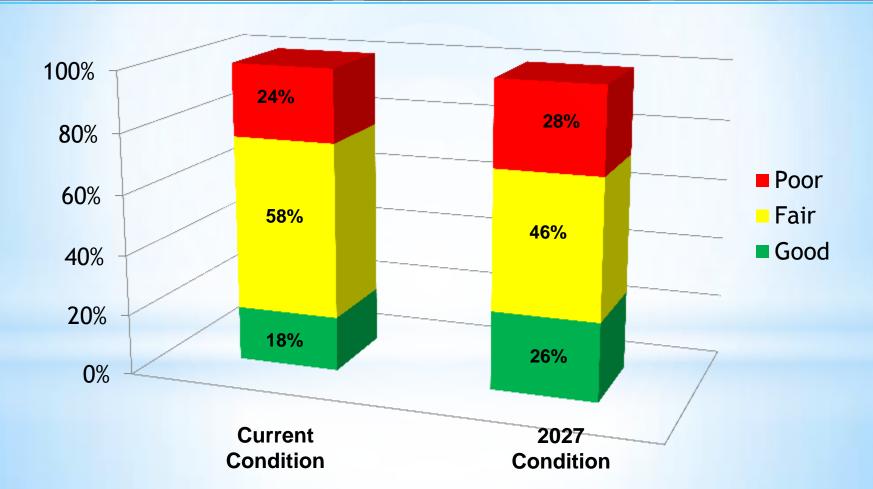








## All State Highways – Including Interstates



## Pay a Little Now

## Pay a Whole Lot Later



Overlay
\$100,000
per lane mile



Reconstruction \$1,500,000 per lane mile

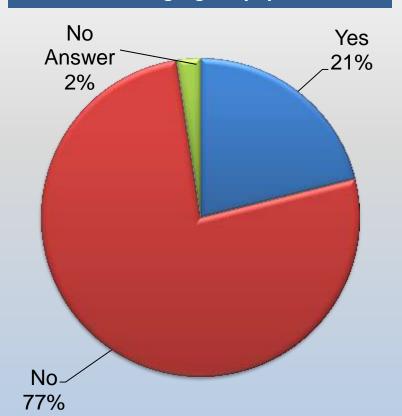
## Citizens Opinion Survey

SUR	VEY	AvDOT Public triformation P.G. Box 2191 Little Rock, AR 72266 shottlested at 200
OYes ONo. What highways in you improvement do the Priority 1: Priority 2: Priority 3: Priority 4:	ur area seed improvemen y need?	ting state Trighway system?
O'Ven ONe	I Elat Wyddo galleriaid aes	
Chicrease in gas tax	g sources do you recomm ck all that apply):	nend be utilized in obtaining
O increase in diesel tax O increase in sales tax O increase in registratio O Add sales tax on who O Transfer existing sale	(dedicated to highways) on fees olesate price of motor fuets	hidles and related parts and
O increase in diesel ta: O increase in rejector O increase in rejector O Add sales tax on who O Transfer existing sale service (currently col	(dedicated to highways) on feets observed price of motor hels as and use tax on motor we lected but not paid to high-	hidles and related parts and
O increase in deset to O increase in dates tax O increase in registrati O Add sales tax on who O transfer existing sale service (currently col O Other	(dedicated to highways) on feets observed price of motor hels as and use tax on motor we lected but not paid to high-	hicles and related parts and ways)
O increase in deset tax O increase in delecture O increase in megistrate O Add sales tax on who O Transfer noising sale service (currently col O Other Would you be writing the 2016 general effect	(dedicated to highways) on faces obscale price of motor halfs is and use tay on motor you locked but not paid to highe to sligh a petition to put a ion ballot?	hicles and related parts and ways)
O increase in deset to O increase in deset to O increase in meistrate O increase in meistrate O Add sales to con who O Transfer resisting sale service (currently col O Other  Would you be willing the 2016 general lefted O Yes ONo How did you treat ato O Presentation O Social Media	(dedicated to highways) on feets on feets failed in feets and use tax on motor halfs is and use tax on motor we lected but not paid to highways of the sign a petition to put a con halfor?  Set this survey  OTMRadio/Pros	hiddes and related parts and ways) highway revenue proposal on

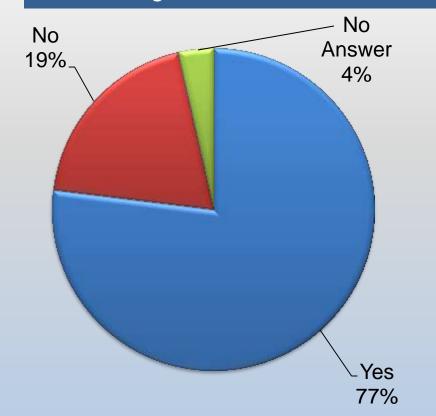


## **Survey Results**

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

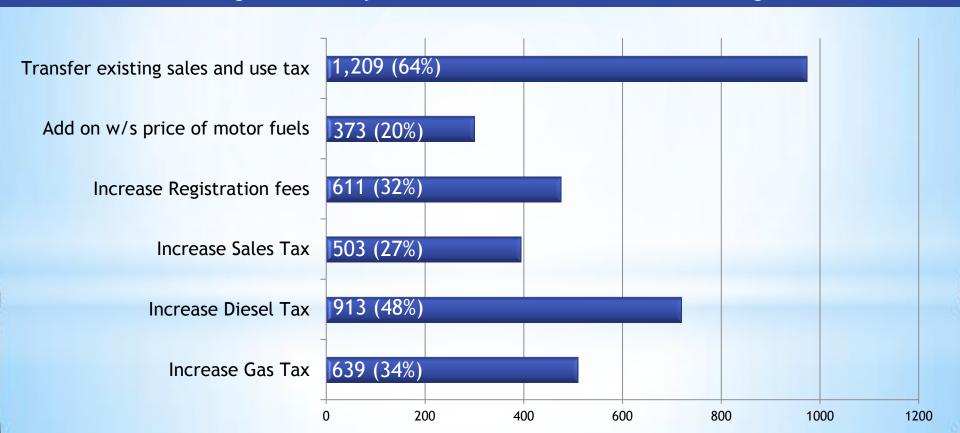


Would you support a new highway program that would generate additional revenue?

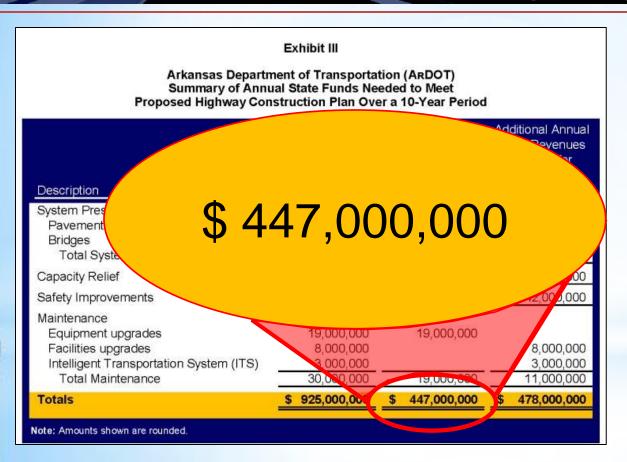


## **Survey Results**

Which of the following sources do you recommend be utilized in obtaining additional funds?

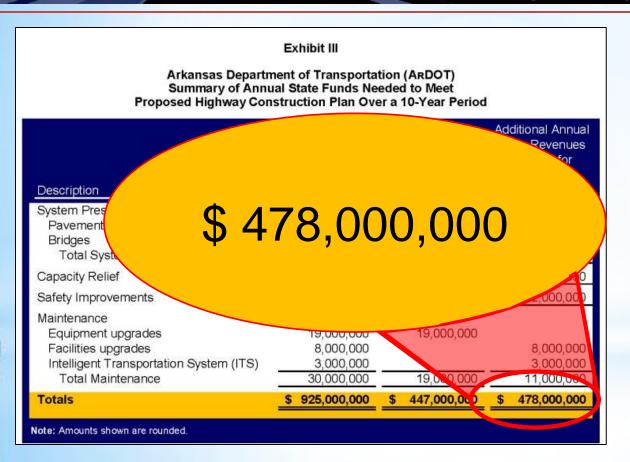


# **Arkansas State Highway Needs**



ALA staff reviewed projected revenues and expenditures for fiscal years 2017 through 2020 ....for consistency and reasonableness when compared with prior years.

# **Arkansas State Highway Needs**



ALA staff reviewed supporting documentation obtained from ARDOT to verify that costs for the projects were reasonable, based on historical information.

# Options for Generating Additional Revenue for Highways

Source	\$400 Million for Highways <sup>(1)</sup>
Fuel Tax	28.4¢
Sales Tax on Fuel (wholesale)	16.67%
Registration Fee	\$208
General Sales Tax <sup>(2)</sup>	1.16%

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

<sup>&</sup>lt;sup>2</sup> Transfer of 4.5% ("general" portion of statewide sales tax)

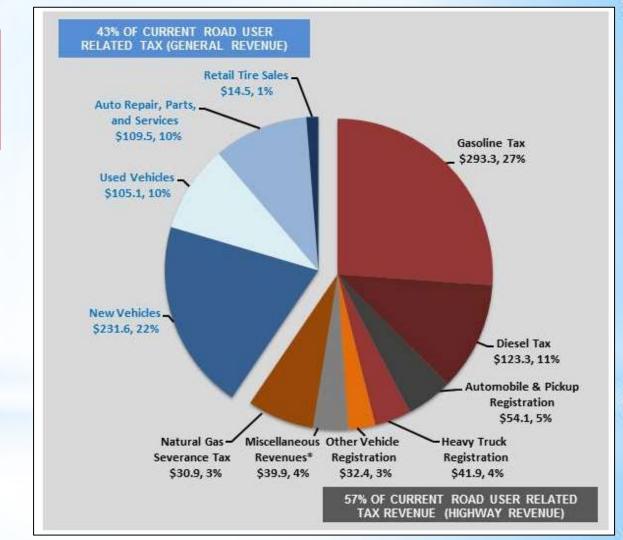
# Road User Related Tax Revenue SFY 2016

Total Road User Revenue \$1,076.5 Million

**Distribution:** 

**General Revenue** \$460.7 Million (43%)

Highway Revenue \$615.9 Million (57%)



Year	New and Used Vehicles Retail Tire Sales Revenue 5-Year Phase-In		Die Ind	) cent sel Tax crease r Phase-In	G. In	cent as Tax crease r Phase-In	In	\$15 istration Fee crease	ŀ	Total dditional to Highway Revenue 70/15/15)	lditional to artment
				A. M. Linna, A. Shink			Million)			2012-07/2	
2020	\$	73.5	\$	24.8	\$	29.6	\$	21.4	\$	149.4	\$ 104
2021	\$	150.0	\$	43.9	\$	59.7	\$	43.3	\$	296.9	\$ 207
2022	\$	229.4	\$	63.4	\$	90.4	\$	43.7	\$	427.0	\$ 298
2023	\$	312.0	\$	64.0	\$	91.3	\$	44.2	\$	511.6	\$ 358.
2024	\$	397.8	\$	64.6	\$	92.3	\$	44.6	\$	599.4	\$ 419.

<sup>\*</sup> This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

Year	New and Used Vehicles Retail Tire Sales Revenue 5-Year Phase-In		Mo	dd 4.5% kise Tax to tor Fuels	Reg	\$15 istration Fee crease	H	Total Iditional to ighway evenue 0/15/15)	Additional to Department *		
	0.100	i i ilase-ili	0 100	i i ilase ili		Million)					
2020	\$	73.5	\$	55.7	\$	21.4	\$	150.6	\$	105.	
2021	\$	150.0	\$	113.6	\$	43.3	\$	306.8	\$	214.	
2022	\$	229.4	\$	173.8	\$	43.7	\$	447.0	\$	312.	
2023	s	312.0	s	177.2	\$	44.2	\$	533.5	\$	373.	
2024	s	397.8	\$	180.8	\$	44.6	\$	623.3	\$	436.	

<sup>\*</sup>This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

#### Scenario 2

Year	Retail R	and Used ehicles Tire Sales evenue or Phase-In	Reg	\$15 Registration Fee Increase 2-Year Phase-In		les Tax 4 cent	H	Total Iditional to ighway evenue 0/15/15)	Additional to Department *		
					(x \$	1 Million)					
2020	\$	73.5	\$	21.4			\$	94.9	\$	66.5	
2021	\$	150.0	\$	43.3			\$	193.3	\$	135.3	
2022	s	229.4	\$	43.7			\$	273.2	\$	191.2	
2023	\$	312.0	\$	44.2			\$	356.2	\$	249.4	
2024	\$	397.8	\$	44.6	\$	144.1	\$	586.6	\$	410.6	
T	OTAL T	O THE HI	GHWA	Y FUND	IN YE	AR 2024	\$	586.6	\$	410.6	

<sup>\*</sup> This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

					Sc	enario 3						
Year	New and Used Vehicles Retail Tire Sales Revenue 5-Year Phase-In		Die In	5 cent Diesel Tax Increase		2 cent Gas Tax Increase		Sales Tax 1/4 cent		Total Additional to Highway Revenue (70/15/15)		lditional to artment *
	(x \$1 N	fillion)										
2020	\$	73.5	\$	31.1	\$	28.4			\$	133.0	\$	93.1
2021	\$	150.0	\$	31.4	\$	28.7			\$	210.0	\$	147.0
2022	\$	229.4	\$	31.7	\$	29.0			\$	290.1	\$	203.1
2023	\$	312.0	\$	32.0	\$	29.3		-	\$	373.3	\$	261.3
2024	\$	397.8	\$	32.3	\$	29.6	\$	144.1	\$	603.9	\$	422.7
		тот	AL T	O THE HI	GHV	AY FUND	IN Y	EAR 2024	\$	603.9	\$	422.7

<sup>\*</sup> This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

#### Scenario 3-A

Year	New and Used Vehicles Retail Tire Sales Revenue 5-Year Phase-In		Exi	ld 2% se Tax to or Fuels		les Tax 4 cent	H R	Total Iditional to ighway evenue 0/15/15)	42.540.540	ditional to artment *
					(x \$	1 Million)				
2020	\$	73.5	\$	74.2			\$	147.7	\$	103.4
2021	\$	150.0	\$	75.7			\$	225.7	\$	158.0
2022	\$	229.4	\$	77.2			\$	306.7	\$	214.7
2023	\$	312.0	\$	78.8			\$	390.8	\$	273.6
2024	\$	397.8	\$	80.4	\$	144.1	\$	622.3	\$	435.6
		TOTAL TO	THE HIG	SHWAY FU	ND IN	YEAR 2024	\$	622.3	\$	435.6

<sup>\*</sup>This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

## Scenario 4S

Year	New and Used Vehicles Auto Repair, Parts, and Services Retail Tire Sales Revenue		Die In	0 cent sel Tax crease	e Increase e-In 3-Year Phase-In			\$30 istration Fee crease	Total Additional to Highway Revenue (70/15/15)		Additional to Department *	
	3-162	ir Filase-III	J-16a	i i ilase ili	J-160		Million)	i riidae-iii				
2020	\$	96.4	\$	24.8	\$	59.1	\$	42.9	\$	223.3	\$	156.
2021	\$	196.7	\$	43.9	\$	104.5	\$	86.6	\$	431.7	\$	302.
2022	\$	301.0	\$	63.4	\$	150.7	\$	87.5	\$	602.6	\$	421.
2023	\$	409.4	\$	64.0	\$	152.2	\$	88.4	\$	714.0	\$	499.
2024	\$	521.9	\$	64.6	\$	153.8	\$	89.2	\$	829.6	\$	580.
		TOT	AL T	O THE HI	GHW	AY FUND	IN YE	AR 2024	\$	829.6	s	580.7

<sup>\*</sup> This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

#### Scenario 4S-A

Year	New and Used Vehicles Auto Repair, Parts, and Services Retail Tire Sales Revenue		Ex	Add 5.5% Exise Tax to Motor Fuels		\$30 istration Fee crease	Total Additional to Highway Revenue (70/15/15)	Additional to Department *		
	5-Yea	r Phase-In	3-Yea	r Phase-In	2-Yea	r Phase-In				
					(x \$	1 Million)				
2020	\$	96.4	\$	74.2	\$	42.9	\$ 213.5	\$	149.5	
2021	\$	196.7	\$	151.4	\$	86.6	\$ 434.8	\$	304.3	
2022	\$	301.0	\$	212.4	\$	87.5	\$ 600.9	\$	420.6	
2023	\$	409.4	\$	216.6	\$	88.4	\$ 714.3	\$	500.0	
2024	\$	521.9	\$	221.0	\$	89.2	\$ 832.1	\$	582.5	
т	OTAL T	O THE HI	GHW	AY FUND	IN YE	AR 2024	\$ 832.1	\$	582.5	

<sup>\*</sup>This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

## Scenario 5F

New and Used Vehicles Retail Tire Sales Year Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		Vehicles Retail Tire Sales Revenue		cent esel Tax crease	G	cent as Tax crease	Reg	\$18 istration Fee crease	F	Total dditional to Highway Revenue	0.040	ditional to artment *
	5-Year Phase-In		3-Yea	r Phase-In	3-Year Phase-In		2-Year Phase-In		(70/15/15)																	
						(x \$1 f	Aillion)																			
2020	\$	73.5	\$	12.4	\$	14.8	\$	25.7	\$	126.4	\$	88.														
2021	\$	150.0	\$	25.1	\$	29.8	\$	52.0	\$	256.9	\$	179.														
2022	\$	229.4	\$	31.7	\$	45.2	\$	52.5	\$	358.8	\$	251.														
2023	\$	312.0	\$	32.0	\$	45.7	\$	53.0	\$	442.7	\$	309.														
2024	\$	397.8	\$	32.3	\$	46.1	\$	53.5	\$	529.8	\$	370.														
		тот	AL TO	O THE HI	GHW	AY FUND	IN YE	AR 2024	\$	529.8	s	370.														

<sup>\*</sup> This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

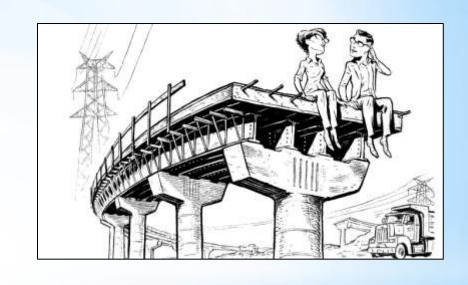
## Scenario 5F-A

Year	Retai R	and Used ehicles I Tire Sales evenue ar Phase-In	Ex Mot	Add 2% Exise Tax to Motor Fuels		Exise Tax to Motor Fuels		xise Tax Fee Increase		istration Fee crease	H	Total dditional to iighway evenue 0/15/15)	Additional to Department *		
					(x \$	1 Million)									
2020	\$	73.5	\$	74.2	\$	25.7	\$	173.5	\$	121.4					
2021	\$	150.0	\$	75.7	\$	52.0	\$	277.6	\$	194.4					
2022	\$	229.4	\$	77.2	\$	52.5	\$	359.2	\$	251.4					
2023	\$	312.0	\$	78.8	\$	53.0	\$	443.8	\$	310.7					
2024	\$	397.8	\$	80.4	\$	53.5	\$	531.7	\$	372.2					
т	OTAL T	O THE HI	GHW	AY FUND	IN YE	AR 2024	\$	531.7	\$	372.2					

<sup>\*</sup>This amount reflects a 3.2% deduction for the Central Services Fund. Total net amount is distributed 70% to AHTD, 15% to both Cities and Counties.

# **Decisions**

- 1) Which are the most logical funding sources to move forward?
- 2) Begin preparation of a program of projects for use of any additional funding?



3) Continue education, outreach, citizen's opinion survey, and consider additional polling?



#### October 19

Highway Commission Advisory and Review Subcommittee Meeting 9:00 a.m. | Little Rock, AR

# American Public Works Association | Commissioner Taldo 12:00 p.m. | Fayetteville, AR

October 20

Marshall Rotary Club | Lorie Tudor 11:30 a.m. | Marshall, AR

October 23

Hope Lions' Club | Will Cheatham 12:00 p.m. | Hope

Bentonville Rotary Club | Commissioner Taldo 5:30 p.m. | Bentonville

## October 24

## **Hot Springs Commission Appreciation Dinner**

## October 26

## **Joint Committee Meeting & Tour**

House: Public Transportation and Revenue & Taxation

Senate: Transportation Technology & Legislative Affairs and Revenue & Tax

10:00 a.m. | Central Offices

## Hot Springs MPO | Kevin Thornton

10:00 a.m. | Hot Springs

Sigma Alpha Epsilon Alumni | Commissioner Schueck & Randy Ort

11:30 a.m. | Little Rock

#### October 30

## West Memphis Rotary Club | Emanuel Banks

12:00 p.m. | West Memphis, AR

## November 2

## Pine Bluff MPO | Emanuel Banks

11:00 a.m. | Pine Bluff, AR

## November 6

## Frontier MPO | Chad Adams

12:00 p.m. | Ft. Smith, AR

# Jonesboro Chamber of Commerce | Director Bennett

4:00 p.m. | Jonesboro, AR

## November 7

Rogers Rotary Club | Director Bennett

11:30 a.m. | Rogers, AR

November 8

Bentonville Rotary Club | Director Bennett

12:00 p.m. | Bentonville, AR

November 14

West Memphis MPO | Emanuel Banks

12:00 p.m. | West Memphis, AR

## November 13-14

# AASHTO CEO Peer Exchange | Director Bennett

Minneapolis, MN

#### November 15

Fayetteville's Chamber of Commerce Transportation Committee
Commissioner Trammel

12:00 p.m. | Fayetteville, AR

November 21

Jonesboro MPO | Randy Ort

11:00 a.m. | Jonesboro, AR

November 29

**UCA College of Business | Director Bennett** 

1:00 p.m. | Conway, AR

## District 9 - Dec 1

11:00 a.m. | Harrison, AR

District 8 - Dec 7

11:00 a.m. | Dardanelle, AR

District 2 - Dec 8

10:30 a.m. | Star City, AR

District 6 & Central Office - Dec 12

10:00 a.m. | Little Rock, AR

District 5 - Dec 13

10:00 a.m. | Batesville, AR

#### District 4 - Dec 14

11:00 a.m. | Fort Smith, AR

District 3 - Dec 15

11:00 a.m. | Hope, AR

District 7 - Dec 18

10:30 a.m. | Camden, AR

District 1 - Dec 19

10:30 a.m. | Wynne, AR

District 10 - Dec 20

10:30 a.m. | Paragould, AR



Other Business and Discussion

