



Issue 1

Proposed Constitutional Amendment
November 3, 2020 General Election



Funding Challenges







Challenges



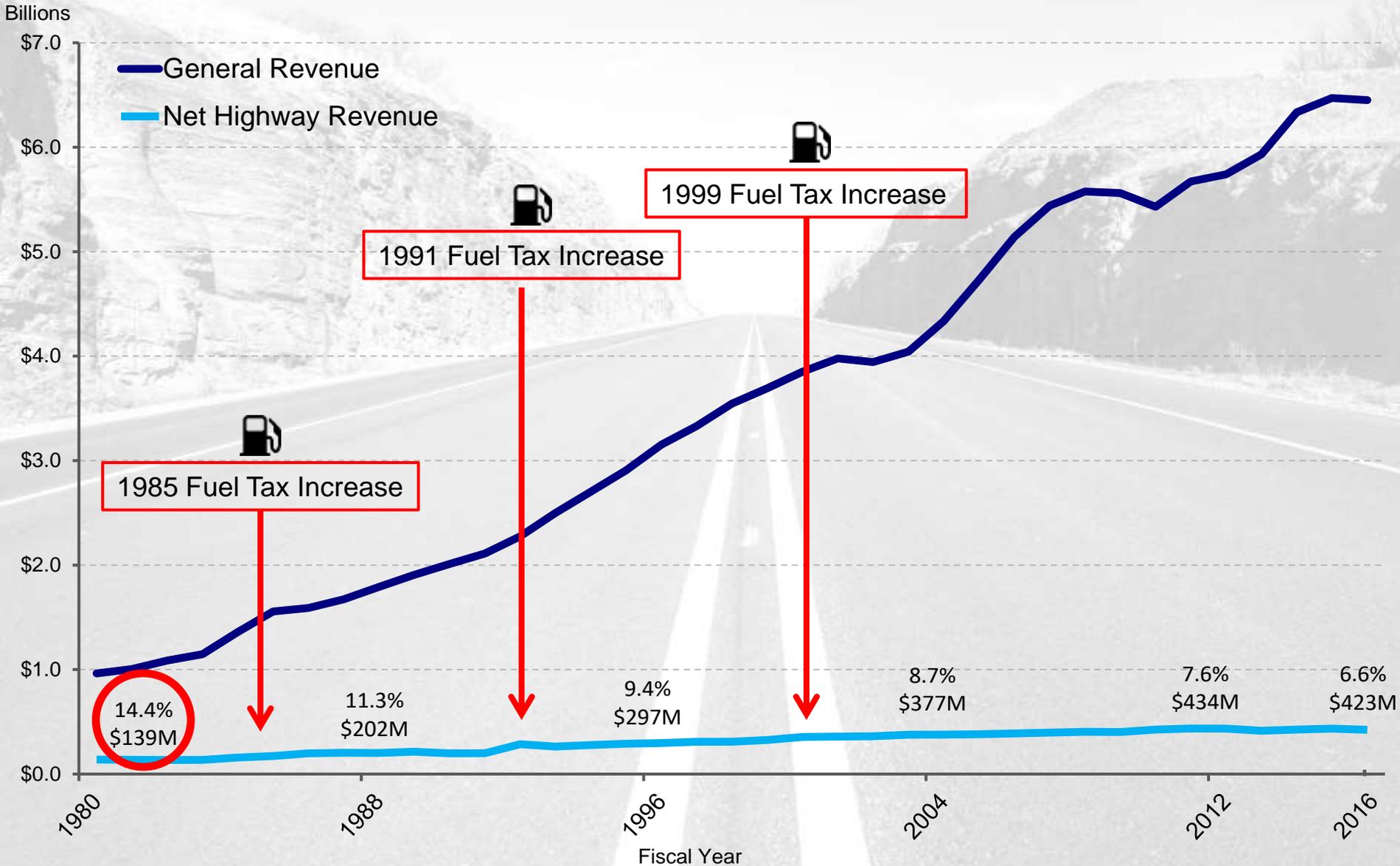
- **12th** largest system in the country
- **41st** in highway revenue per mile

Next 10 Years:

- **\$9.3 billion**
(\$930 million/year)
in Needs
- **\$4.5 billion**
in Revenue



Percent of Highway vs. General Revenue



Excludes County & City Aid funds | Excludes CAP funds

Significant Loss of Purchasing Power

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

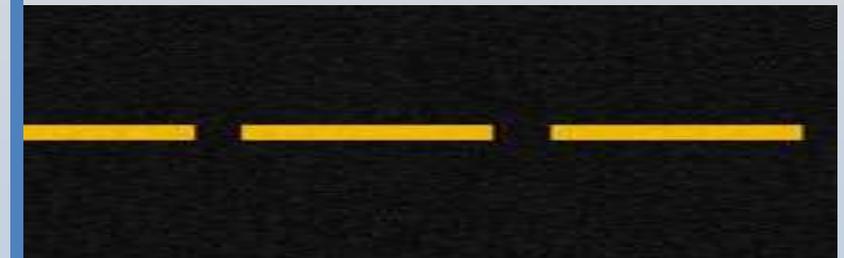
\$10,000,000 Overlay Program

THEN

In 1998, **200 lane miles** of highway could be overlaid with \$10 million.

NOW

In 2018, **90 lane miles** of highway could be overlaid with \$10 million.



Current Connecting Arkansas Program

Voter Approved in 2012

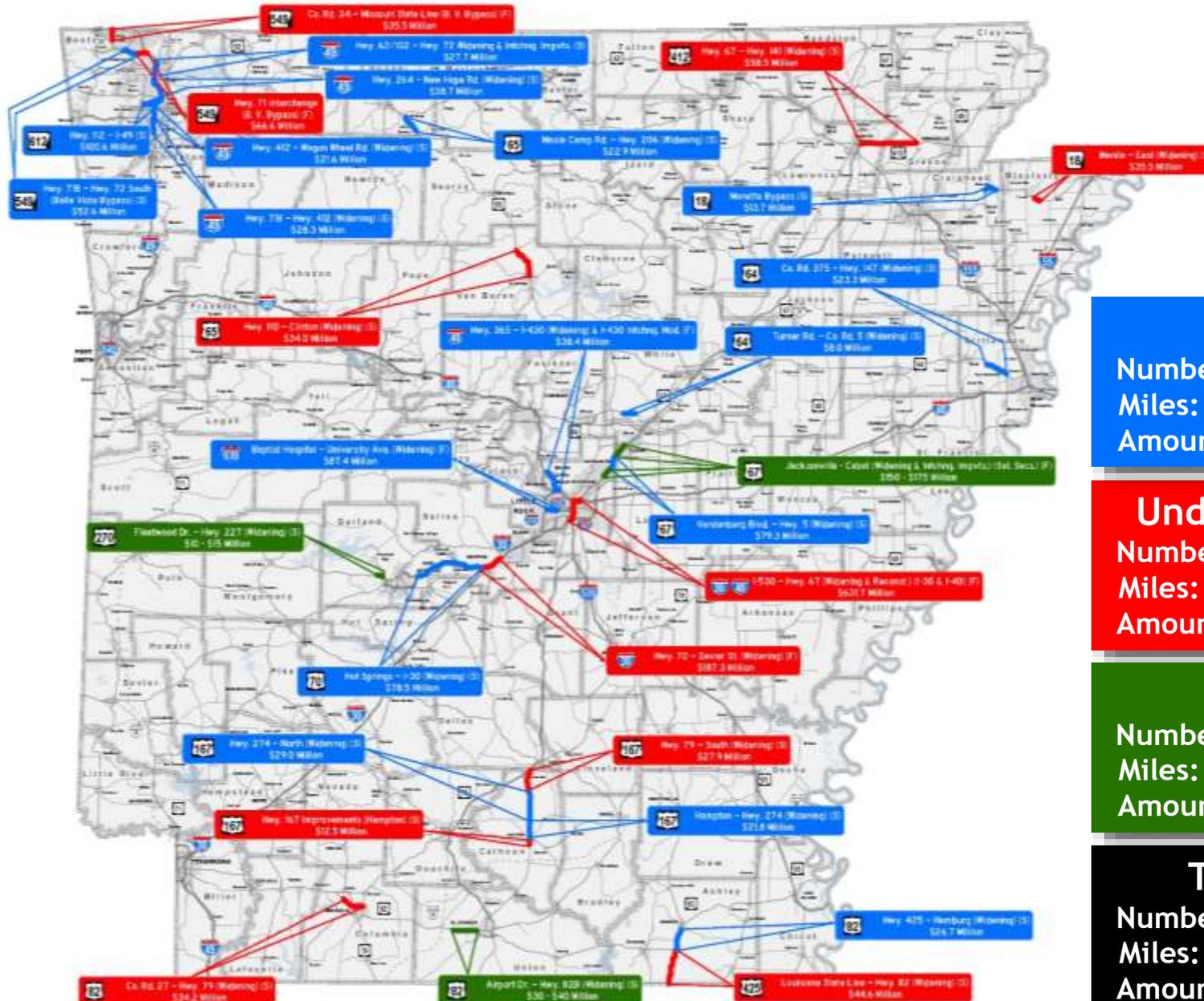
Provides Temporary Half-Cent Sales Tax

Expires June 2023

ARDOT Revenue Dedicated to the
Connecting Arkansas Program of Projects



Current Connecting Arkansas Program



Completed	
Number of Projects:	17
Miles:	89
Amount (Millions):	\$699

Under Construction	
Number of Projects:	11
Miles:	66
Amount (Millions):	\$1,167

Scheduled	
Number of Projects:	3
Miles:	13
Amount (Millions):	\$200

Total Program	
Number of Projects:	31
Miles:	168
Amount (Millions):	\$2,066



Recent Legislation

Governor Hutchinson's Highway Plan

Act 416 and Proposed Constitutional Amendment (Issue 1)

Four Revenue Sources

\$300 Million Per Year



Act 416 Summary

Motor Fuel Tax	\$ 58 Million
Electric and Hybrid Vehicle Registration Fees	\$ 2 Million
Casino Revenue	<u>\$ 35 Million</u>
Total to ARDOT	\$ 95 Million

Dedicated to System Preservation (Pavement and Bridges)



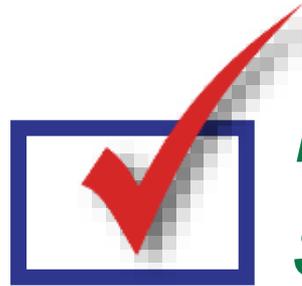
Proposed Constitutional Amendment Issue 1

- Vote in General Election – November 2020
- ½-Cent Sales Tax Permanent after June 2023
- Continues to Provide **\$205 Million** to ARDOT Annually
- Continues to Provide **\$44 Million** to Cities Annually
- Continues to Provide **\$44 Million** to Counties Annually

November 3, 2020

The Ballot Question: Issue 1

FOR



Funding from current sales tax continues after June 2023

AGAINST



Funding from current sales tax ends in June 2023

If Issue 1 Passes



10-Year *Renew Arkansas Highways* Program

Pavement Preservation \$3.0 Billion

Bridge Improvements and Preservation \$1.1 Billion

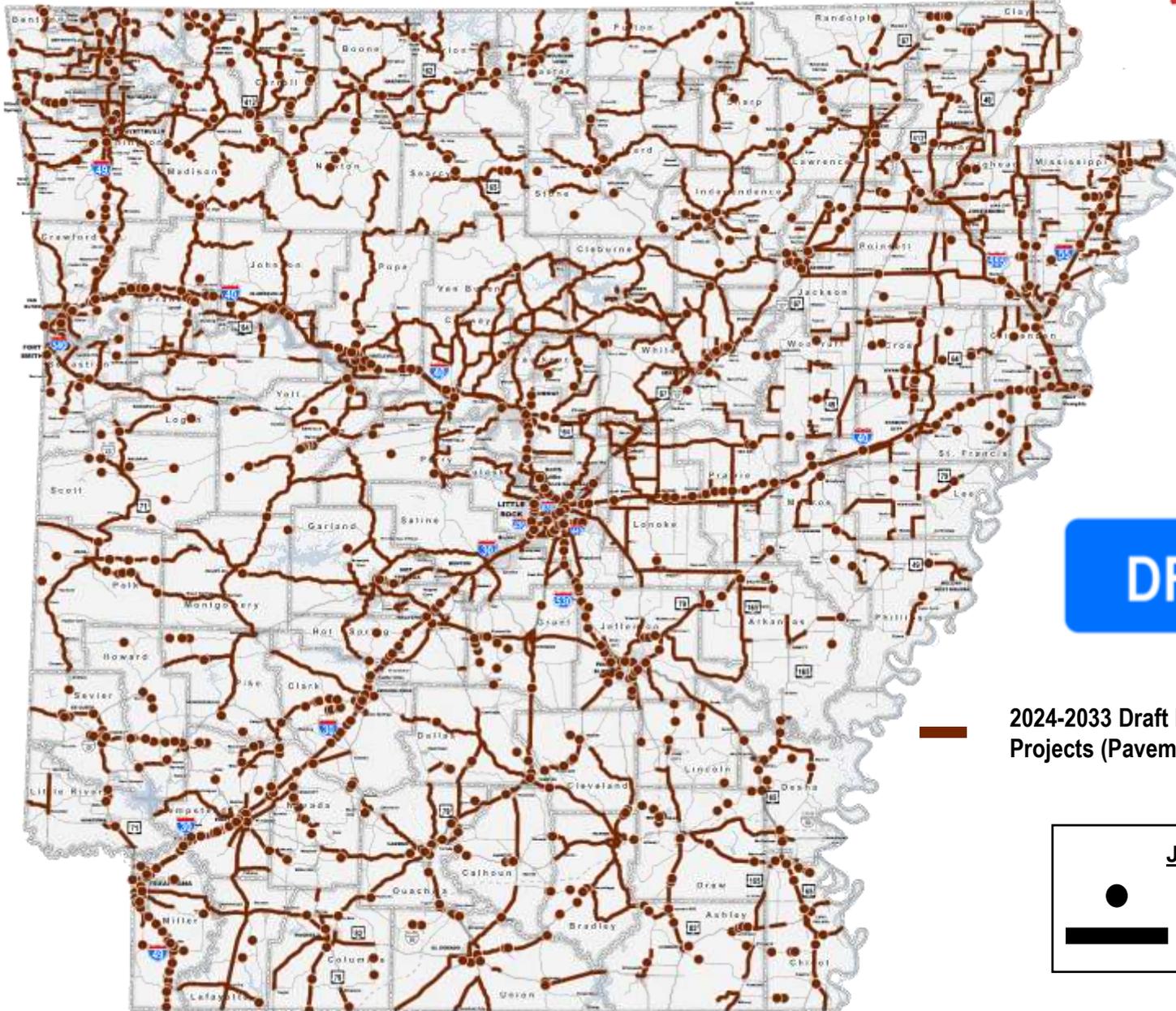
Interstate Maintenance \$1.0 Billion

Capital and Congestion Relief (CAP-2) \$1.8 Billion

Safety Improvements \$0.5 Billion

Total \$7.4 Billion



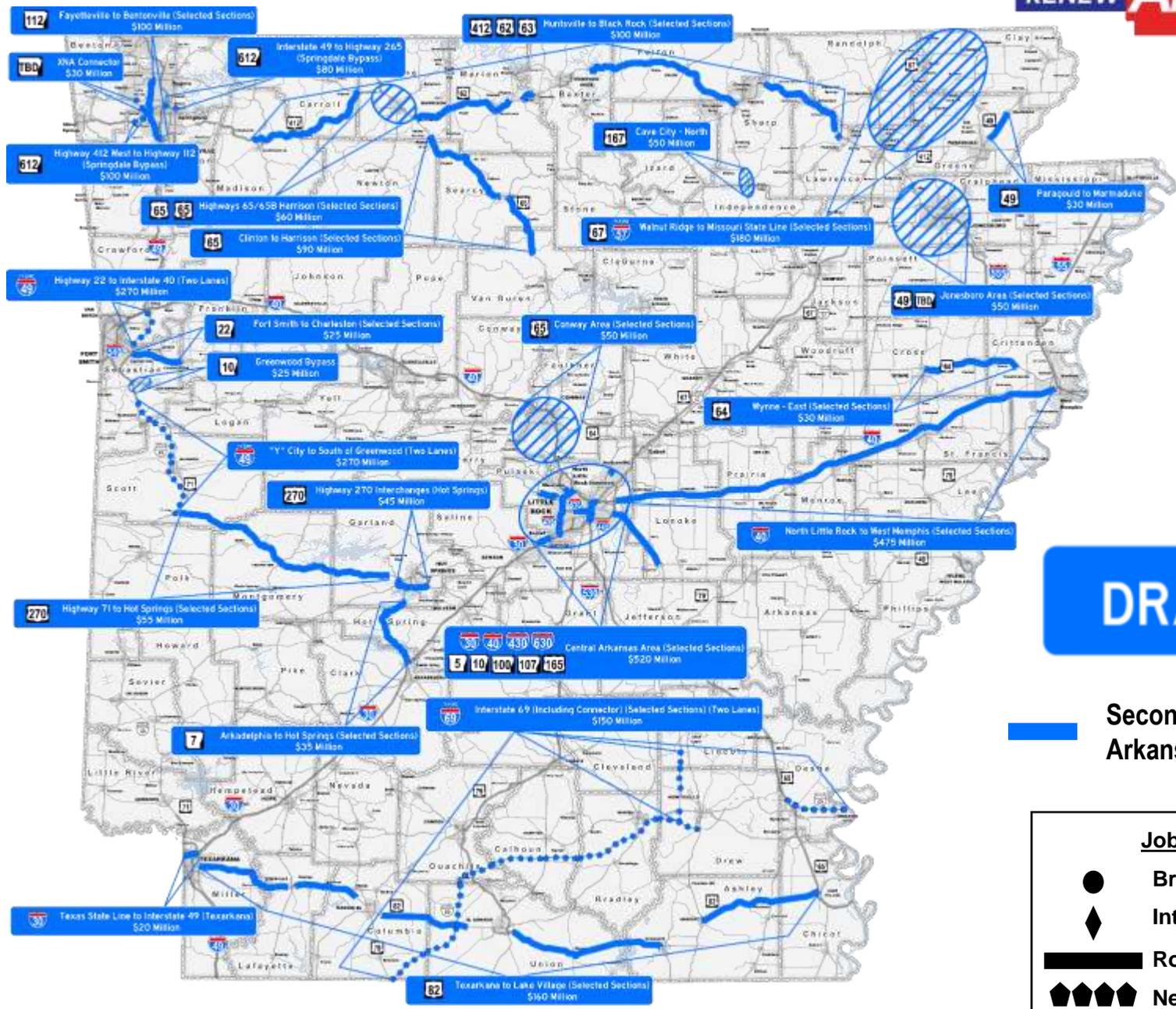


DRAFT

— 2024-2033 Draft Program of Preservation Projects (Pavement & Bridges)

Job Type	
●	Bridge
—	Roadway

Second Connecting Arkansas Program



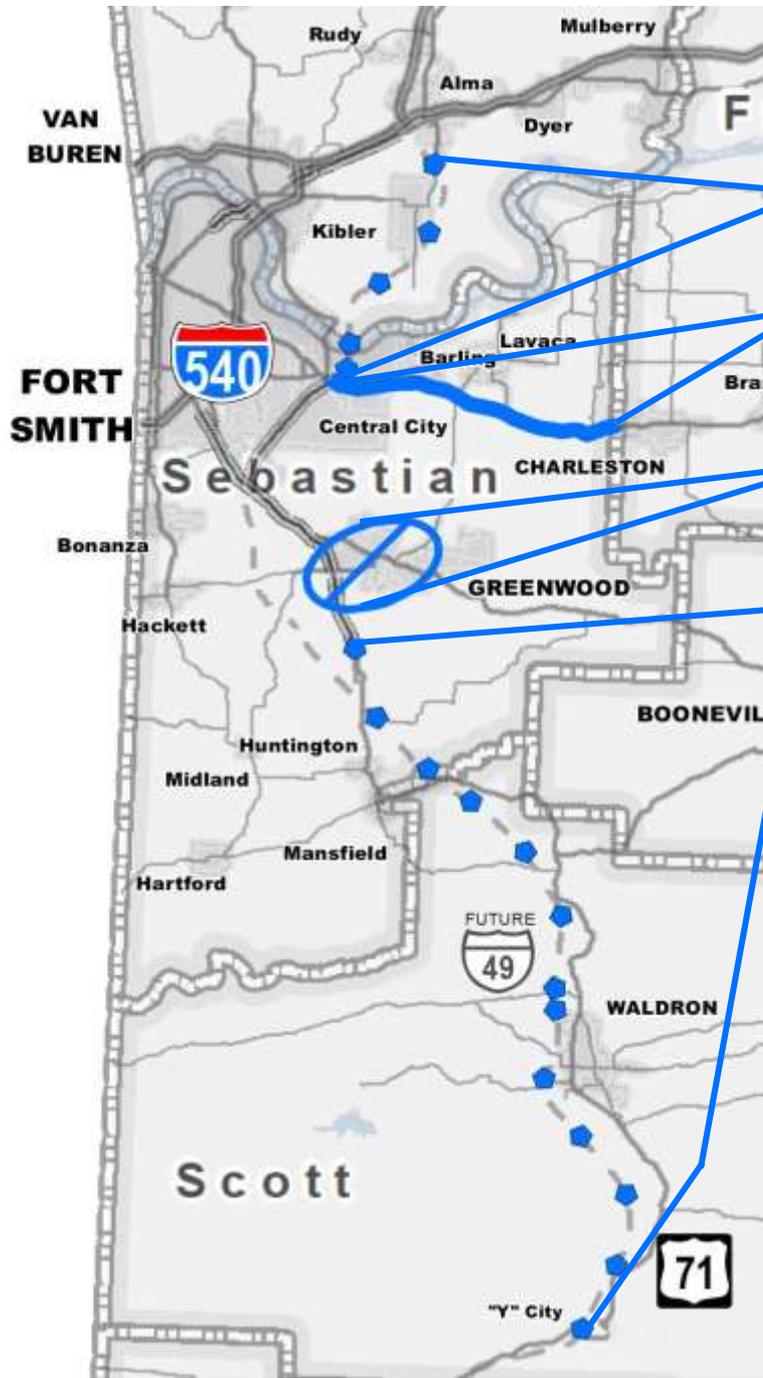
DRAFT

Second Connecting Arkansas Program

Job Type

- Bridge
- ◆ Interchange
- ▬ Roadway
- ◆◆◆◆ New Location

Second Connecting Arkansas Program



 Highway 22 to Interstate 40 (2 Lanes)
\$270 Million

 Fort Smith to Charleston (Sel. Sections)
\$25 Million

 Greenwood Bypass
\$25 Million

 "Y" City to South of Greenwood (2 Lanes)
\$270 Million

 Second Connecting Arkansas Program

DRAFT

Job Type	
	Bridge
	Interchange
	Roadway
	New Location

If Issue 1 Fails

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

Total **\$5.4 Billion**

If Issue 1 Fails

State Highways

2023 - \$740 Million

2024 - \$535 Million

City Streets

2023 - \$150 Million

2024 - \$106 Million



County Roads

2023 - \$150 Million

2024 - \$106 Million

30% Annual Reduction

If Issue 1 Fails

Sebastian County

2023 – \$3.4 Million

2024 – \$2.4 Million

Loss of Funding – \$1,000,000 Per Year

City of Greenwood

2023 – \$0.7 Million

2024 – \$0.5 Million

Loss of Funding – \$200,000 Per Year

Key Takeaways

**Average Family
\$8 / month**

**No Increase
No Decrease**

Not on Groceries

**Only for
Road Improvements**



Arkansans Need to Decide How to Fund



Your
TRANSPORTATION SYSTEM





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