Arkansas State Highway Commission Meeting

February 2, 2022
02
Consideration of Minute Orders
03 Updates
State Highway Revenue

Patrick Patton
Chief Fiscal Officer
<table>
<thead>
<tr>
<th>Category</th>
<th>FY 2021 (Millions)</th>
<th>VARIANCE (Millions)</th>
<th>% CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOTOR FUEL</td>
<td>$150.2</td>
<td>$9.1</td>
<td>6.1%</td>
</tr>
<tr>
<td>REGISTRATION</td>
<td>$46.1</td>
<td>$1.9</td>
<td>4.1%</td>
</tr>
<tr>
<td>PERMITS &amp; PENALTIES</td>
<td>$7.4</td>
<td>$0.6</td>
<td>8.1%</td>
</tr>
<tr>
<td>OTHER</td>
<td>$3.4</td>
<td>$0.1</td>
<td>2.9%</td>
</tr>
<tr>
<td>NATURAL GAS SEVERANCE TAX</td>
<td>$2.5</td>
<td>$14.1</td>
<td>564.0%</td>
</tr>
<tr>
<td>INTEREST</td>
<td>$0.0</td>
<td>$0.2</td>
<td>20.0%</td>
</tr>
<tr>
<td>TOTAL REVENUES</td>
<td>$209.6</td>
<td>$26.0</td>
<td>12.4%</td>
</tr>
</tbody>
</table>
SFY 2022 Budgeted vs. Actual Revenue
December

<table>
<thead>
<tr>
<th>Source</th>
<th>Budgeted</th>
<th>Actual</th>
<th>VARIANCE</th>
<th>% CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOTOR FUEL</td>
<td>$154.0</td>
<td>$159.3</td>
<td>$5.3</td>
<td>3.4%</td>
</tr>
<tr>
<td>REGISTRATION</td>
<td>$46.2</td>
<td>$48.0</td>
<td>$1.8</td>
<td>3.9%</td>
</tr>
<tr>
<td>PERMITS &amp; PENALTIES</td>
<td>$7.4</td>
<td>$8.0</td>
<td>$0.6</td>
<td>8.1%</td>
</tr>
<tr>
<td>OTHER</td>
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<td>$3.5</td>
<td>$0.1</td>
<td>2.9%</td>
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<td>$2.5</td>
<td>$16.6</td>
<td>$14.1</td>
<td>564.0%</td>
</tr>
<tr>
<td>INTEREST</td>
<td>$0.0</td>
<td>$0.2</td>
<td>$0.2</td>
<td>20.0%</td>
</tr>
<tr>
<td>TOTAL REVENUES</td>
<td></td>
<td></td>
<td>$22.1</td>
<td>10.4%</td>
</tr>
</tbody>
</table>

(MILLIONS)
SFY 2021 vs. SFY 2022 Act 416 Actual Revenue

December

<table>
<thead>
<tr>
<th>Description</th>
<th>FY 2021</th>
<th>FY 2022</th>
<th>Variance</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motor Fuel</td>
<td>$28.6M</td>
<td>$30.1M</td>
<td>$1.5M</td>
<td>5.2%</td>
</tr>
<tr>
<td>Electric/Hybrid Fees</td>
<td>$1.1M</td>
<td>$1.4M</td>
<td>$0.3M</td>
<td>27.3%</td>
</tr>
<tr>
<td>Casino Tax</td>
<td>$0.0M</td>
<td>$0.0M</td>
<td>$0.0M</td>
<td>0.0%</td>
</tr>
<tr>
<td>Total</td>
<td>$30.7M</td>
<td>$31.5M</td>
<td>$1.8M</td>
<td>6.1%</td>
</tr>
</tbody>
</table>

Variance and % Change for December FY 2021 vs. FY 2022 Act 416 Actual Revenue.

(MILLIONS)
SFY 2022 Budgeted vs. Actual Revenue

December

<table>
<thead>
<tr>
<th>VARIANCE</th>
<th>BUDGET (MILLIONS)</th>
<th>ACTUAL (MILLIONS)</th>
<th>% CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MOTOR FUEL</td>
<td>$29.2</td>
<td>$30.1</td>
<td>3.1%</td>
</tr>
<tr>
<td>ELECTRIC/HYBRID FEES</td>
<td>$1.1</td>
<td>$1.4</td>
<td>27.3%</td>
</tr>
<tr>
<td>CASINO TAX</td>
<td>$0.0</td>
<td>$0.0</td>
<td>0.0%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$30.3</td>
<td>$31.5</td>
<td>4.0%</td>
</tr>
</tbody>
</table>
## SFY 2021 vs. SFY 2022 Fuel Consumption
### December

<table>
<thead>
<tr>
<th></th>
<th>FY 2021</th>
<th>FY 2022</th>
<th>VARIANCE</th>
<th>% CHANGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>GASOLINE</td>
<td>734.8</td>
<td>785.7</td>
<td>41.9</td>
<td>5.6%</td>
</tr>
<tr>
<td>DIESEL</td>
<td>346.6</td>
<td>369.2</td>
<td>22.6</td>
<td>6.5%</td>
</tr>
<tr>
<td>ALTERNATIVE FUELS</td>
<td>0.985</td>
<td>0.985</td>
<td>0.0</td>
<td>0.0%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>1,091.4</td>
<td>1,155.9</td>
<td>64.5</td>
<td>5.9%</td>
</tr>
</tbody>
</table>

(MILLION GALLONS)
Arkansas Fuel Consumption
ROLLING 12-MONTH COMPARISON

<table>
<thead>
<tr>
<th></th>
<th>Previous 12 Months (gallons)</th>
<th>Current 12 Months (gallons)</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gasoline</td>
<td>1,430,511,797</td>
<td>1,517,973,455</td>
<td>6.11%</td>
</tr>
<tr>
<td>Diesel</td>
<td>669,257,073</td>
<td>729,030,770</td>
<td>8.93%</td>
</tr>
<tr>
<td>Alternative</td>
<td>2,064,951</td>
<td>1,905,772</td>
<td>-7.71%</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>2,101,833,821</strong></td>
<td><strong>2,248,909,997</strong></td>
<td><strong>7.00%</strong></td>
</tr>
<tr>
<td></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>20,020,000</td>
<td>20,642,228</td>
<td>622,228</td>
</tr>
<tr>
<td>Aug</td>
<td>20,510,000</td>
<td>20,730,514</td>
<td>220,514</td>
</tr>
<tr>
<td>Sept</td>
<td>20,160,000</td>
<td>20,126,826</td>
<td>(33,174)</td>
</tr>
<tr>
<td>Oct</td>
<td>19,600,000</td>
<td>20,496,438</td>
<td>896,438</td>
</tr>
<tr>
<td>Nov</td>
<td>19,180,000</td>
<td>20,069,204</td>
<td>889,204</td>
</tr>
<tr>
<td>Dec</td>
<td>20,720,000</td>
<td>21,682,195</td>
<td>962,195</td>
</tr>
<tr>
<td></td>
<td><strong>Total</strong></td>
<td><strong>120,190,000</strong></td>
<td></td>
</tr>
</tbody>
</table>

**2022 Sales Tax**

<p>| | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td><strong>Total</strong></td>
<td><strong>123,747,466</strong></td>
</tr>
</tbody>
</table>

**STATE FISCAL YEAR**
## Half-Cent Sales Tax

### Projected vs. Actual Since Inception

<table>
<thead>
<tr>
<th>Projected Net</th>
<th>Actual Receipts</th>
<th>Variance</th>
<th>Percent Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>$1,581,128,512</td>
<td>$1,609,131,417</td>
<td>$28,002,904</td>
<td>1.77%</td>
</tr>
</tbody>
</table>
Federal Highway and Transit Issues

Kevin Thornton
Assistant Chief - Administration
Federal Funding for Transportation

- Infrastructure Investment and Jobs Act Enacted November 15, 2021
- FHWA is currently developing guidance
- Comments submitted for Development of Guidance for Electric Vehicle Charging Infrastructure
- Comments under development for Overall Implementation of the IIJA
- Bridge Formula Program
- Currently operating under a Continuing Resolution
TO ALL TO WHOM THESE PRESENTS COME – GREETINGS:

EXECUTIVE ORDER TO ESTABLISH THE GOVERNOR’S INFRASTRUCTURE PLANNING ADVISORY COMMITTEE

WHEREAS: President Joe Biden signed the Infrastructure Investment and Jobs Act into law on November 15, 2021; and

WHEREAS: The Infrastructure Investment and Jobs Act provides $1.2 trillion in both grants and dedicated spending for infrastructure projects, capital assets, and workforce development; and

WHEREAS: The Infrastructure Investment and Jobs Act includes provisions that allow for disbursements to entities and individuals through various programs operated by agencies of the State of Arkansas; and

WHEREAS: It is in the best interest of the state and its citizens to identify best practices and procedures for ensuring that the State of Arkansas, its citizens, and businesses realize the maximum relief and benefits available under the Infrastructure Investment and Jobs Act;
COVID 19 UPDATE

Crystal Woods
Division Head
Human Resources
Efficiency Review
Recommendation Implementation
Recommendations Adopted by ALC – Nov. 2020

Draft Implementation Rules Adopted by ALC – Nov. 2021

Comment Period on Rules Ended - Jan. 4, 2022

Comments Received and Addressed
Recommendation #6
Implement construction contractor performance measurement

Rule
Establish the Contractor Performance Evaluation Committee made up of ARDOT staff that have the work experience needed to oversee the implementation and long-term management of this recommendation.

Revised Rule
Establish the Contractor Performance Evaluation Committee to include ARDOT staff and two representatives from the highway contracting industry. Members should have work experience needed to oversee the development, implementation and long-term management of this recommendation.
CONSULTANT SELECTION:
ON-CALL NOISE SERVICES
2022 - 2026
CONSULTANT SELECTION:
ON-CALL NOISE SERVICES

• 8 Letters of Interest
• 5 Short Listed and Interviewed
• 2 Recommended to Begin Negotiations:
  ✓ Bowlby & Associates, Inc. – Nashville, Tennessee
  ✓ Burns & McDonnell Engineering Company Inc. – Springdale, Arkansas
2021 Year in Review
Deric Wyatt
District Engineer,
District 6

Drew Hoggard
District Engineer,
District 2
February 2021 Winter Weather Event
May 11, 2021

I-40 Mississippi River Bridge is closed after a fracture was discovered in the tie girder (beam).
Inspecting the I-40 MS River Bridge
"Ooooh! _THAT_ infrastructure!!"
Infrastructure Investment and Jobs Act

- Roads and Bridges: $110B
- Electric Grid Upgrade: $73B
- Passenger and Freight Rail: $66B
- Broadband: $65B
- Improved Water Quality: $55B
- Climate Change Protection: $50B
- Airports & Ports: $42B
- Public Transit: $39B
- Environmental Clean-Up: $21B
- Electric Vehicles: $15B
- Transportation Safety: $11B
- Reconnecting Communities: $1B
Fast Facts

➢ $ 5 million: Average amount spent by ArDOT picking up trash

➢ 900: Average number of volunteer groups assisting Adopt-A-Highway

➢ Impact: Trash causes long-term environmental damage
Projects Awarded in 2021

$500 Million
2020: 17th
NEW YEAR, NEW ARDOT!

We’re now on Facebook and Instagram: @myardot
Arkansas State Police
ARDOT
AT&T
T-Mobile
Verizon
200 Signs
Freeways
Projects Scheduled for 2022

$1 Billion
Connecting Arkansas Program
Final CAP Project Scheduled
Interstate 49

Groundbreaking

- I-40 to Highway 22
06

Slow Down – Phone Down
• State Police
• Highway Police
• Department of Transportation
• Arkansas General Contractors
• Asphalt Pavement Association
• Concrete Pavement Association
• Arkansas Good Roads

<table>
<thead>
<tr>
<th>Year</th>
<th>Crashes</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>1,224</td>
</tr>
<tr>
<td>2019</td>
<td>1,301</td>
</tr>
<tr>
<td>2020</td>
<td>1,459</td>
</tr>
<tr>
<td>2021</td>
<td>2,140</td>
</tr>
</tbody>
</table>
• Launching February 2, 2022
• State Police and Highway Police Increased Presence in Work Zones
• Drivers will be cited for:
  – Handheld Use of Phone
  – Speeding
  – Following Too Close
  – Other Instances of Distracted and Reckless Driving
SLOW DOWN PHONE DOWN in work zones

For more information, visit: ARDOT.GOV/SLOWDOWNPHONEDOWN
07

Upcoming Events
UPCOMING Events

FEBRUARY 15 - 16
Legislator Orientation
Joint House & Senate Transportation cmte.
ARDOT

FEBRUARY 16
Bid Letting
10 a.m. & 1:30 p.m.

FEBRUARY 17
Little Rock Road Show
Director Tudor
11 a.m. - 4 p.m.
Holiday Inn, Little Rock Airport
3201 Bankhead Drive

FEBRUARY 18
RegionSmart – Tri-State Compact Initiative
noon
Vice Chairman Farmer and Director Tudor

FEBRUARY 22 - 23
AAPA/ARDOT Partnering Workshop and Meeting
Director Tudor
Rogers, AR

FEBRUARY 24 - 25
SASHTO Board of Director’s Retreat
Director Tudor
Jackson, MS

MARCH 1 - 4
AASHTO Washington Briefing
Director Tudor

MARCH 10
Arkansas Good Roads Foundation Meeting
10:30 a.m.
Chairman Moore
08
Other Business and Discussion
Perpetual Pavement Award

- Asphalt Pavement Alliance Perpetual Pavement Award
- Highway 1
- Craighead County
Chairman Robert S. Moore, Jr.

2022amp
FIfty
OVER
50
Arkansas State Highway Commission Meeting

February 2, 2022