

# Arkansas Street, Road and Bridge Funding Sources

Budget education information about the one-half  
percent sales and use tax for transportation as it  
affects your city or county



## ARKANSAS STREET, ROAD AND BRIDGE FUNDING SOURCES

In 2012, Arkansans voted in favor of establishing a one-half percent (.5%) sales and use tax dedicated to fund county roads, city streets and bridges. This funding is set to expire in 2023.

Counties and cities receive a total of about \$280 million in turnback funding from the state each year to pay for roads, streets and bridges. Of that figure, 32 percent—or about \$89.6 million—comes from the .5% sales tax. That \$89.6 million is split evenly between cities and counties.

## HOW IS THE CITY AND COUNTY TURNBACK AMOUNT FORMULATED?

City turnback and county turnback are calculated differently according to Arkansas law. City turnback is based only upon the proportion a city's population bears to the population of all cities and towns. County turnback is determined from five factors, all having different weight.

Those factors are:

- Area
- Motor vehicle fees paid in the county
- Total population
- Rural population
- An equal, 1/75th share of the remainder

The following pages outline the amount that both counties and cities/towns will lose when the tax expires in 2023.

# ESTIMATED CITY AND COUNTY TURNBACK

Annual Receipt Analysis Based on Possible Funding Scenarios

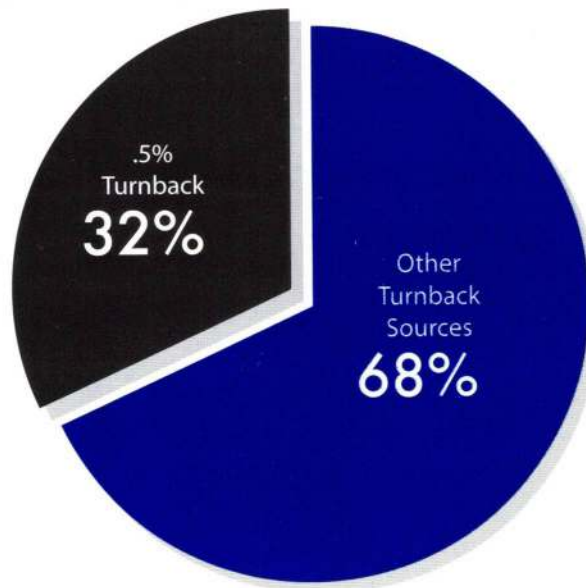
The total turnback revenue generated to pay for Arkansas' county roads and city streets is \$280 million annually. Of that figure, 32% is generated from the current .5% sales tax.

*Report prepared by the Arkansas Department of Transportation for internal planning purposes only. Source information provided by the Arkansas State Treasury, and Arkansas Department of Finance and Administration.*

**\$89,557,558**

Amount Generated Annually for Cities and Counties by the .5% Sales Tax

## TOTAL TURNBACK ESTIMATES



# Garland COUNTY

BUDGET LOST ANNUALLY BEGINNING IN 2024: \$2,000,487

COUNTY	CITY	.5% TURNBACK (FY 2024)
Garland		\$1,148,407
	Fountain Lake	\$11,723
	Hot Springs	\$820,221
	Lonsdale	\$2,191
	Mountain Pine	\$17,946
	CITY TOTALS	\$852,080

# Saline COUNTY

BUDGET LOST ANNUALLY BEGINNING IN 2024: \$2,449,185

COUNTY	CITY	.5% TURNBACK (FY 2024)
Saline		\$1,155,519
	Bauxite	\$11,350
	Benton	\$715,062
	Bryant	\$388,936
	Haskell	\$92,992
	Shannon Hills	\$73,252
	Traskwood	\$12,073
	<b>CITY TOTALS</b>	<b>\$1,293,666</b>