NAPA Overview

Dan Gallagher, Chairman
National Asphalt Pavement Association

2017 WAPAConference
View from the Hill: Legislative Outlook
Meet the Team

• Jay Hansen, Executive Vice President
• Ashley Jackson, Director of Government Affairs
• Steve Palmer, Van Scoyoc Associates
• Channon Hanna, Van Scoyoc Associates
• Martin Whitmer, Whitmer & Worrall
Market Up

US Construction Market for Asphalt

Asphalt Pavement Tons
In Millions

362   360   345   338   330   340   360   371
Congress Confirms Highway Funding Annually.

FAST Act Highway Funding Levels
In billions

- 2016: 42.4
- 2017: 43.3
- 2018: 44.2
- 2019: 45.3
- 2020: 46.4
Beyond 2020, HTF Broken

Estimated Federal Highway Trust Fund Obligations in billions

<table>
<thead>
<tr>
<th>Year</th>
<th>Obligations</th>
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<tbody>
<tr>
<td>2014</td>
<td>39.8</td>
</tr>
<tr>
<td>2015</td>
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<tr>
<td>2025</td>
<td>32.2</td>
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<td>2026</td>
<td>32.2</td>
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Since 2013, 26 States (in green) Approved Gas Tax Increases

States Not Waiting
• FY 2018 Highway Funding
  • Honor the highway funding levels in the FAST Act
• Fix Highway Trust Fund in Tax Reform
  • Increase investments for highway construction
• Trump Infrastructure Plan
  • Direct funding
  • Use existing programs
• Federal Aviation Administration Reauthorization
  • Increase investments for airport construction
  • Seek funding for asphalt pavement deployment and research

• Advocate for pavement neutrality and state autonomy on pavement-type selection and pavement design issues
• FY 2018 Transportation Spending Bill Stuck in Congress
  • Funds federal-aid highway program at $44.2 billion
  • Congress passed 69-day continuing resolution
    • October 1 – December 8, 2017
  • States received 19% of FY’17 allocation.
  • FY’18 Appropriations Bill, if enacted, increases highway funding by $968 million.

Congress needs to pass a full year FY 2018 transportation bill at FAST Act funding levels.
• Congress must enact a new revenue stream to fix a broken Highway Trust Fund and increase funding for highway and roads.
• Current revenues will not support future HTF spending.
• Pressure in Congress to stop general fund transfers.
• Tax bill is the legislative vehicle.

Estimated Federal Highway Trust Fund Obligations
in billions

Long-Term Funding for Highway Trust Fund
• Little information from Administration
• Schedule keeps getting pushed back
• House leadership is waiting for Trump to initiate plan
• Senate EPW Committee drafting environmental streamlining bill.
$1 trillion infrastructure plan will not be $1 trillion

- Budget proposes $200 billion to support infrastructure expenditures totaling $1 trillion.
  - Source for funding not identified

- Three programs identified:
  - Financial incentives to states
  - Rural formula program
  - Transformative projects
• FAA Reauthorization expires March 31, 2018
  • Airport Improvement Program Funds $3.5 billion in projects
  • Passenger Facility Charges (PFCs) generate $3 billion in projects
• There are $15 billion in airport projects that lack funding
• NAPA supports passing a multi-year highway bill that
  • Spends more AIP funds
  • Removes the cap on PFC’s
• Briefed Trump Transition Team
  • Honor FAST Act funding levels
  • Use tax reform to fix Highway Trust Fund
  • Increase spending on highways
• Conducted Grassroots Campaign During Recess
• Face-to-Face Meetings on the Hill
• Past NAPA Chairman Testifies Before Congress
• Working to Strengthen Partnerships
What you can do

• Keep Informed
  • Use NAPA Blog
• In-District Activities
  • Host a plant Tour
  • Attend Town Hall
  • Write an Op-ed
Unified Industry
SHRP R26 Guidelines for Preservation of High Traffic Volume Roadways
NCHRP Synthesis 464, Thin Asphalt Concrete Overlays
PAVEMENT DESIGN
Simplified

Web-Based Pavement Design Tool

Designing the right pavement for the job just got easier thanks to PaveXpress, a free web-based pavement design tool for roadway and parking lot pavements.

Projects created in PaveXpress can be printed, shared, and saved, and design options can easily be evaluated in a side-by-side comparison. As a browser-based tool, PaveXpress is always up to date and can be accessed from any computer or mobile device, regardless of screen size or operating system.

PaveXpressDesign.com
A performance-based system based on engineered solutions for the pavement industry; to eventually replace the recipe or method based specification system.

But for now, the focus is on “balanced” mix design and implementing mixture performance tests.
Online Training

- Backovers/Runovers
- Internal/External Traffic Controls
- Differentiated Content
- Launching 2018
• The NAPA Care Fund relies on donations from NAPA member companies and individuals to ensure that NAPAREF can continue providing emergency financial support to our workers.

• The goal is to permanently endow the NAPA Care Fund by raising $200,000 in cash or pledges by the conclusion of NAPA’s 2018 Annual Meeting in San Diego California.
Contacts

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