

	FY 2025 Actual	FY 2026 Estimated	FY 2027 Requested	FY 2027 Recommended
<b><u>Expenditure By Object</u></b>				
Salaries & Fringe Benefits	4,660,077	5,257,310	5,585,627	5,293,541
Travel	42,389	80,000	80,000	80,000
Contractual Services	262,241	718,489	718,489	718,489
Commodities	69,021	150,300	150,300	150,300
Capital Outlay - Equipment	43,614	182,104	182,104	182,104
Vehicles	84,900	95,000	95,000	95,000
Subsidies, Loans & Grants	120,692,866	229,252,871	360,776,615	229,252,871
<b>Totals</b>	<b>125,855,108</b>	<b>235,736,074</b>	<b>367,588,135</b>	<b>235,772,305</b>
<b><u>To Be Funded As Follows:</u></b>				
Cash Balance - Unencumbered	190,046,090	219,453,630	223,998,130	223,998,130
Federal Funds	35,806,879	59,000,000	59,000,000	59,000,000
State Aid Road Construction Fund	90,325,375	134,297,371	261,677,336	129,789,102
MDA Administrative	0	500,000	500,000	500,000
LSBP Construction	24,755,763	40,000,000	40,000,000	40,000,000
Administrative	4,374,631	6,483,203	6,743,911	6,483,203
Less: Est Cash Available	-219,453,630	-223,998,130	-224,331,242	-223,998,130
<b>Totals</b>	<b>125,855,108</b>	<b>235,736,074</b>	<b>367,588,135</b>	<b>235,772,305</b>
<b><u>Summary Of Headcounts</u></b>				
Permanent	54	54	54	54
Time-Limited	0	0	0	0
<b>Totals</b>	<b>54</b>	<b>54</b>	<b>54</b>	<b>54</b>
<b><u>Summary Of Funding</u></b>				
General Funds	0	0	0	0
State Support Funds	0	0	0	0
Special Funds	125,855,108	235,736,074	367,588,135	235,772,305
<b>Totals</b>	<b>125,855,108</b>	<b>235,736,074</b>	<b>367,588,135</b>	<b>235,772,305</b>

### **Agency Description and Programs**

The Office of State Aid Road Construction (OSARC) administers Mississippi's State Aid Road Program to assist Mississippi's eighty-two (82) counties in constructing and maintaining secondary, non-state-owned roads and bridges. OSARC also helps the Local System Bridge Replacement and Rehabilitation Program repair or replace the neediest bridges in Mississippi and issues special projects funded through the Federal Highway Administration and the Mississippi Development Authority. OSARC administers the FHWA's National Bridge Inspection and Inventory program for Mississippi's county and locally owned bridges.

#### 1. Administrative

This program administers state and federally-funded road and bridge construction projects under the statutory requirements of Sections 65-9(1-33) and 65-37(1-15), Mississippi Code of 1972, by providing project planning, review, project oversight, engineering oversight, accounting, contract administration, and information systems, for the benefit of each of Mississippi's eighty-two (82) counties.

## 2. Construction

This program provides for a State Aid Highway System to comprise the principal collector and distributor routes in the eighty-two (82) counties, connecting with the State Highway System and other top county roads to form a network of secondary roads for the state.

## 3. Local System Bridge

This program provides for a Local System Bridge Replacement and Rehabilitation Program. This program will repair and replace deficient bridges on the local systems in eighty-two (82) counties.

	FY 2025 Actual	FY 2026 Estimated	FY 2027 Requested	FY 2027 Recommended
<b><u>Summary By Program</u></b>				
1. Administrative				
Total Funds	5,162,242	6,483,203	6,811,520	6,519,434
2. Construction				
Total Funds	92,575,536	174,252,871	305,776,615	174,252,871
3. Local System Bridge				
Total Funds	28,117,330	55,000,000	55,000,000	55,000,000

**OFFICE OF STATE AID ROAD CONSTRUCTION  
DEPARTMENT OF TRANSPORTATION  
STATEMENT OF REVENUE AND EXPENDITURES FOR OVERALL STATE AID ROAD PROGRAM**

	Actual FY Ending <u>6-30-2025</u>	Estimated FY Ending <u>6-30-2026</u>	Requested For FY Ending <u>6-30-2027</u>	Increase (+) or Decrease (-) <u>2026 vs 2027</u>
<u>EXPENDITURES</u>				
<u>Construction of Highways</u>				
State Aid Projects	\$ 58,279,741	\$ 85,252,871	\$ 216,776,615	\$ 131,523,744
Federal Aid Projects	30,538,126	59,000,000	59,000,000	0
Local System Bridge Program	28,117,330	55,000,000	55,000,000	0
State Aid Bridge Program	3,757,669	30,000,000	30,000,000	0
Administrative Program	<u>5,162,242</u>	<u>6,483,203</u>	<u>6,811,520</u>	<u>328,317</u>
TOTAL EXPENDITURES - OSARC	<u>\$ 125,855,108</u>	<u>\$ 235,736,074</u>	<u>\$ 367,588,135</u>	<u>\$ 131,852,061</u>
<u>REVENUE SOURCES</u>				
Gasoline Tax (Section 27-65-75) - SAP	\$ 55,810,332	\$ 81,147,371	\$ 212,671,115	\$ 131,523,744
Sales Tax (Section 27-65-75) - SAP	3,000,000	3,000,000	3,000,000	0
Hybrid Vehicle Tax (Section 27-67-31)	597,102	400,000	400,000	0
Use Tax (Section 27-67-31) – LSBP	23,609,254	30,000,000	30,000,000	0
Use Tax (Section 27-67-31) – SABP	23,609,254	40,000,000	40,000,000	0
County Contributions	6,984,451	18,240,000	18,240,000	0
Miscellaneous State Aid Revenue	838,815	1,510,000	1,510,000	0
Interest on Investments	631,931	0	0	0
Administrative	4,374,631	6,483,203	6,811,520	328,317
Transfer from other funds	<u>0</u>	<u>500,000</u>	<u>500,000</u>	<u>0</u>
Total State Revenue - OSARC	<u>\$ 119,455,769</u>	<u>\$ 181,280,574</u>	<u>\$ 313,132,635</u>	<u>\$ 131,852,061</u>
<u>Federal Funds (Allocations) Reimbursements</u>				
FHWA Reimbursements	\$ 35,806,879	\$ 59,000,000	\$ 59,000,000	\$ 0
Federal Aid Matching Requirements	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Federal Funds - OSARC	\$ 35,806,879	\$ 59,000,000	\$ 59,000,000	0
TOTAL REVENUE	<u>\$ 155,262,648</u>	<u>\$ 240,280,574</u>	<u>\$ 372,132,635</u>	<u>\$ 131,852,061</u>
Beginning Funds Balance	\$ 190,046,090	\$ 219,453,630	\$ 223,998,130	0
Ending Funds Balance	<u>219,453,630</u>	<u>223,998,130</u>	<u>228,542,630</u>	<u>0</u>
TOTAL AVAILABLE	<u>\$ 210,873,034</u>	<u>\$ 235,736,074</u>	<u>\$ 367,588,135</u>	<u>\$ 131,852,061</u>

The revenues shown above are based on State and Federal funds during the respective fiscal periods. Expenditures are actual amounts for the Fiscal Year 2025 extracted directly from the Receipts and Disbursements, Contracts Awarded Schedules, and MAGIC Reports for the Fiscal Year 2025 adjusted for lapse period. These figures include current escalations of \$55,000,000.00 for the Local System Bridge Replacement and Rehabilitation Program, \$30,000,000.00 for State Aid Bridge Program, and \$500,000.00 for the administration of Mississippi Development Authority projects authorized for the Administrative Fund for Fiscal Year 2026. All escalations must continue to create the spending authority needed in Fiscal Year 2027.