



Mississippi Association of Supervisors  
2019 New Term Orientation

Sources of Funds for Projects Administered by OSARC

Harry Lee James, PE  
State Aid Engineer

# Sources of Funding Provided to the Counties

- State Aid Road Fund Revenue
  - \$ 4 million monthly or 23.25% of proceeds from fuel taxes
  - \$250,000 monthly from Sales Tax
- Local System Bridge Replacement and Rehabilitation Fund Revenue
  - 5% of Use Tax Revenue
  - Monthly minimum Guarantee
  - Phased in FY 2020 – 2023
- Supplemental Funding for Emergency Road and Bridge Repair Fund (ERBRF) Projects

# Use (Sales) Tax Collections for Local System Bridge Program (LSBP)

**LOCAL SYSTEM BRIDGE PROGRAM (LSBP)  
USE TAX COLLECTIONS @ 5%**

	2019	2020	2021	2022	2023
JAN	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
FEB	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
MAR	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
APR	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
MAY	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
JUN	\$ -	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67
<b>FY Begins</b>					
JUL	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
AUG	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
SEP	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
OCT	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
NOV	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
DEC	\$ 416,666.67	\$ 833,333.34	\$ 1,250,000.00	\$ 1,666,666.67	\$ 1,666,666.67
<b>TOTAL</b>	<b>\$ 2,500,000</b>	<b>\$ 7,500,000</b>	<b>\$ 12,500,000</b>	<b>\$ 17,500,000</b>	<b>\$ 20,000,000</b>

\$57.5 million minimum in 2020-2023 4-year board term

# LSBP Funding Gap

**Office of State Aid Road Construction**  
**Local System Bridge Replacement and Rehabilitation Program (LSBP)**  
**House Bill 001, Section 2, Special Legislative Session 2018**

Fiscal Year	Time Period		Monthly Percentage	Guaranteed Minimum	5% LSBP Distribution		
	Begin Period	End Period			Actual Annual Funding	Expected Funding	Deficiency
2020	8.15.19	7.15.20	1.25%	\$ 416,666.67	\$ 5,000,000	\$ 20,000,000.00	\$ (15,000,000)
2021	8.15.20	7.15.21	2.50%	\$ 833,333.34	\$ 10,000,000	\$ 20,000,000.00	\$ (10,000,000)
2022	8.15.21	7.15.22	3.75%	\$ 1,250,000.00	\$ 15,000,000	\$ 20,000,000.00	\$ (5,000,000)
2023	8.15.22	---	5.00%	\$ 1,666,666.67	\$ 20,000,000	\$ 20,000,000.00	\$ -
					\$ 50,000,000	\$ 80,000,000	\$ (30,000,000)

# Emergency Road and Bridge Repair Fund (ERBRF) Projects

- Supplemental Funding for
  - Expenses incurred prior to the ERBRF Grant Award
  - Cost not covered by the ERBRF Grant