

***NEW MEXICO TRANSPORTATION  
BY THE NUMBERS:***

Meeting the State's Need for Safe, Smooth and  
Efficient Mobility

**FEBRUARY 2016**



*Founded in 1971, TRIP® of Washington, DC, is a nonprofit organization that researches, evaluates and distributes economic and technical data on surface transportation issues. TRIP is sponsored by insurance companies, equipment manufacturers, distributors and suppliers; businesses involved in highway and transit engineering and construction; labor unions; and organizations concerned with efficient and safe surface transportation*

## Ten Key Transportation Numbers in New Mexico

<b>\$1.9 billion</b>	Driving on deficient roads costs New Mexico motorists a total of \$1.9 billion annually in the form of additional vehicle operating costs (VOC), congestion-related delays and traffic crashes.
<b>Albuquerque: \$1,736 Las Cruces: \$838 Santa Fe: \$1,075</b>	TRIP has calculated the cost to the average motorist in New Mexico's largest urban areas in the form of additional VOC, congestion-related delays and traffic crashes. The average Albuquerque area driver loses \$1,736 annually, while each Las Cruces area driver loses \$838 and the average Santa Fe driver loses \$1,075 annually.
<b>351 1,757</b>	On average, 351 people were killed annually in New Mexico traffic crashes from 2010 to 2014, a total of 1,757 fatalities over the five year period.
<b>1.5X</b>	The fatality rate on New Mexico's non-interstate rural roads is more than one and a half times higher than that on all other roads in the state (1.58 fatalities per 100 million vehicle miles of travel vs. 1.01)
<b>25% Statewide 32% Albuquerque 17%Las Cruces 17% Santa Fe</b>	Statewide, 25 percent of New Mexico's major roads are in poor condition. Thirty-two percent of Albuquerque's major roads are in poor condition, while in Las Cruces, 17 percent of major roads are in poor condition, and 17 percent of Santa Fe's major roads are in poor condition.
<b>\$32 B \$47 B</b>	Annually, \$32 billion in goods are shipped from sites in New Mexico and another \$47 billion in goods are shipped to sites in New Mexico, mostly by truck.
<b>16%</b>	A total of 16 percent of New Mexico bridges are in need of repair, improvement or replacement. Seven percent of the state's bridges are structurally deficient and nine percent are functionally obsolete.
<b>36 hours-Albuquerque 8 hours-Las Cruces 19 hours-Santa Fe</b>	The average driver in the Albuquerque area loses 36 hours to congestion annually, while each driver in the Las Cruces urban area loses eight hours annually, and the average Santa Fe driver loses 19 hours annually.
<b>46%</b>	The New Mexico Department of Transportation's (NMDOT) fiscal year (FY) 2016 budget only provides 46 percent of the annual funding required to make needed rehabilitation and repairs on state-maintained roads, highways and bridges.
<b>\$1.00 = \$5.20</b>	The Federal Highway Administration estimates that each dollar spent on road, highway and bridge improvements results in an average benefit of \$5.20 in the form of reduced vehicle maintenance costs, reduced delays, reduced fuel consumption, improved safety, reduced road and bridge maintenance costs, and reduced emissions as a result of improved traffic flow.

## **Executive Summary**

Seven years after the nation suffered a significant economic downturn, New Mexico's economy continues to rebound. The rate of economic growth in New Mexico, which will be greatly impacted by the reliability and condition of the state's transportation system, continues to have a significant impact on quality of life in the Land of Enchantment.

An efficient, safe and well-maintained transportation system provides economic and social benefits by affording individuals access to employment, housing, healthcare, education, goods and services, recreation, entertainment, family, and social activities. It also provides businesses with access to suppliers, markets and employees, all critical to a business' level of productivity and ability to expand. Conversely, reduced accessibility and mobility - as a result of traffic congestion, a lack of adequate capacity, or deteriorated roads, highways, bridges and transit facilities - diminishes a region's quality of life by reducing economic productivity and limiting opportunities for economic, health or social transactions and activities.

With an economy based largely on agriculture, natural resource extraction, government services, manufacturing and tourism, the quality of New Mexico's transportation system will play a vital role in the state's level of economic growth and in the quality of life in New Mexico.

In this report, TRIP looks at the top transportation issues faced in New Mexico as the state addresses its need to modernize and maintain its system of roads, highways, bridges and transit systems.

In December 2015, the president signed into law, a long-term federal surface transportation program that includes modest funding increases and allows state and local governments to plan and finance projects with greater certainty through 2020. The Fixing America's Surface Transportation Act (FAST Act) provides approximately \$305 billion for surface transportation with highway and transit funding slated to increase by approximately 15 and 18 percent, respectively, over the five-year duration of the program. While the modest funding increase and certainty provided by the FAST Act are a step in the right direction, the funding falls far short of the level needed to improve conditions and meet the nation's mobility needs and fails to deliver a sustainable, long-term source of revenue for the federal Highway Trust Fund.

## **COST TO NEW MEXICO MOTORISTS OF DEFICIENT ROADS**

**An inadequate transportation system costs New Mexico motorists a total of \$1.9 billion every year in the form of additional vehicle operating costs (VOC), congestion-related delays and traffic crashes.**

- TRIP estimates that New Mexico roadways that lack some desirable safety features, have inadequate capacity to meet travel demands or have poor pavement conditions cost the state's residents approximately \$1.9 billion annually in the form of additional vehicle operating costs (including accelerated vehicle depreciation, additional repair costs, and increased fuel consumption and tire wear), the cost of lost time and wasted fuel due to traffic congestion, and the financial cost of traffic crashes.
- TRIP has calculated the average cost to drivers in the state's largest urban areas as a result of driving on roads that are deteriorated, congested and lack some desirable safety features. The chart below details the costs to drivers in the Albuquerque, Las Cruces and Santa Fe urban areas.

<b>Location</b>	<b>VOC</b>	<b>Congestion</b>	<b>Safety</b>	<b>TOTAL</b>
<b>Albuquerque</b>	\$669	\$886	\$181	\$1,736
<b>Las Cruces</b>	\$436	\$220	\$182	\$838
<b>Santa Fe</b>	\$441	\$437	\$197	\$1,075
<b>New Mexico</b>	<b>\$752 Million</b>	<b>\$695 Million</b>	<b>\$476 Million</b>	<b>\$1.9 Billion</b>

## **POPULATION AND ECONOMIC GROWTH IN NEW MEXICO**

**Population and economic growth in New Mexico have resulted in increased demands on the state's major roads and highways, leading to increased wear and tear on the transportation system.**

- New Mexico's population reached approximately 2.1 million residents in 2014, a 38 percent increase since 1990.
- New Mexico had 1,444,857 licensed drivers in 2014.
- Vehicle miles traveled (VMT) in New Mexico increased by 55 percent from 1990 to 2013 –from 16.1 billion VMT in 1990 to 25.1 billion VMT in 2013.
- Vehicle miles of travel in New Mexico for the first ten months of 2015 were 2.7 percent higher than the first ten months of 2014. During the first ten months of 2015, U.S. vehicle miles of travel were 3.4 percent higher than the first ten months of 2014.
- By 2030, vehicle travel in New Mexico is projected to increase by another 35 percent.

- From 1990 to 2013, New Mexico’s gross domestic product, a measure of the state’s economic output, increased by 93 percent, when adjusted for inflation. U.S. GDP increased 65 percent during this time.

## **NEW MEXICO ROAD CONDITIONS**

**A lack of adequate state and local funding has resulted in one quarter of major roads and highways in New Mexico having pavement surfaces in poor condition, providing a rough ride and costing motorists in the form of additional vehicle operating costs.**

- Statewide, 25 percent of New Mexico’s major locally and state-maintained roads and highways are in poor condition, while 32 percent are in mediocre or fair condition, and 43 percent are in good condition.
- Based on NMDOT data, the share of the state’s roads in need of repair or reconstruction increased from 28 percent in Fiscal Year (FY) 2014 to 37 percent in FY2015.
- Roads rated in poor condition may show signs of deterioration, including rutting, cracks and potholes. In some cases, poor roads can be resurfaced, but often are too deteriorated and must be reconstructed.
- The chart below details pavement conditions on major urban roads in the Albuquerque, Las Cruces and Santa Fe urban areas:

<b>Location</b>	<b>Poor</b>	<b>Mediocre</b>	<b>Fair</b>	<b>Good</b>
<b>Albuquerque</b>	32%	25%	14%	28%
<b>Las Cruces</b>	17%	21%	18%	44%
<b>Santa Fe</b>	17%	21%	20%	42%

- Driving on rough roads costs New Mexico motorists a total of \$752 million annually in extra vehicle operating costs. The average driver in Albuquerque loses \$669 annually, while the average Las Cruces driver loses \$436 each year as a result of driving on deteriorated roads, and the average Santa Fe driver loses \$441. Costs include accelerated vehicle depreciation, additional repair costs, and increased fuel consumption and tire wear.

## **NEW MEXICO BRIDGE CONDITIONS**

**Sixteen percent of locally and state-maintained bridges in New Mexico show significant deterioration or do not meet current design standards often because of narrow lanes, inadequate clearances or poor alignment. This includes all bridges that are 20 feet or more in length.**

- Seven percent of New Mexico’s bridges are structurally deficient. A bridge is structurally deficient if there is significant deterioration of the bridge deck, supports or other major components. Structurally deficient bridges are often posted for lower weight or closed to traffic, restricting or redirecting large vehicles, including commercial trucks and emergency services vehicles.

- Nine percent of New Mexico’s bridges are functionally obsolete. Bridges that are functionally obsolete no longer meet current highway design standards, often because of narrow lanes, inadequate clearances or poor alignment.
- The chart below details bridge conditions in the Albuquerque, Las Cruces and Santa Fe urban areas:

	<b>Structurally Deficient Number</b>	<b>Structurally Deficient Percentage</b>	<b>Functionally Obsolete Number</b>	<b>Functionally Obsolete Percentage</b>	<b>Total Bridges</b>
<b>Albuquerque</b>	7	1%	53	11%	486
<b>Las Cruces</b>	22	9%	35	15%	238
<b>Santa Fe</b>	15	6%	35	14%	243
<b>New Mexico</b>	284	7%	359	9%	3,951

## **HIGHWAY SAFETY AND FATALITY RATES IN NEW MEXICO**

**Improving safety features on New Mexico’s roads and highways would likely result in a decrease in the state’s traffic fatalities and serious crashes. It is estimated that roadway features are likely a contributing factor in approximately one-third of all fatal and serious traffic crashes.**

- Between 2010 and 2014 a total of 1,757 people were killed in traffic crashes in New Mexico, an average of 351 fatalities per year.
- New Mexico’s overall traffic fatality rate of 1.24 fatalities per 100 million vehicle miles of travel in 2013 is significantly higher than the national average of 1.09.
- The fatality rate on New Mexico’s non-interstate rural roads is more than one and a half times higher than that on all other roads in the state (1.58 fatalities per 100 million vehicle miles of travel vs. 1.01).
- The chart below details the average number of fatalities from 2012 to 2014 in the Albuquerque, Las Cruces and Santa Fe areas, as well as the average cost per driver as a result of traffic crashes.

<b>Location</b>	<b>Ave. Fatalities</b>	<b>Safety Cost</b>
<b>Albuquerque</b>	63	\$181
<b>Las Cruces</b>	20	\$182
<b>Santa Fe</b>	15	\$197

- Roadway features that impact safety include the number of lanes, lane widths, lighting, lane markings, rumble strips, shoulders, guard rails, other shielding devices, median barriers and intersection design. The cost of serious crashes includes lost productivity, lost earnings, medical costs and emergency services.
- Several factors are associated with vehicle crashes that result in fatalities, including driver behavior, vehicle characteristics and roadway features. TRIP estimates that roadway features are likely a contributing factor in approximately one-third of fatal traffic crashes.
- Where appropriate, highway improvements can reduce traffic fatalities and crashes while improving traffic flow to help relieve congestion. Such improvements include removing or shielding obstacles; adding or improving medians; improved lighting; adding rumble strips, wider lanes, wider and paved shoulders; upgrading roads from two lanes to four lanes; and better road markings and traffic signals.
- Investments in rural traffic safety have been found to result in significant reductions in serious traffic crashes. A 2012 report by the [Texas Transportation Institute](#) (TTI) found that improvements completed recently by the Texas Department of Transportation that widened lanes, improved shoulders and made other safety improvements on 1,159 miles of rural state roadways resulted in 133 fewer fatalities on these roads in the first three years after the improvements were completed (as compared to the three years prior). TTI estimates that the improvements on these roads are likely to save 880 lives over the next 20 years.

## **NEW MEXICO TRAFFIC CONGESTION**

**Increasing levels of traffic congestion cause significant delays in New Mexico, particularly in its larger urban areas, choking commuting and commerce. Traffic congestion robs commuters of time and money and imposes increased costs on businesses, shippers and manufacturers, which are often passed along to the consumer.**

- Based on Texas Transportation Institute (TTI) estimates, the value of lost time and wasted fuel in New Mexico is approximately \$695 million per year.
- According to TTI, the average driver in the Albuquerque urban area loses \$886 each year in the cost of lost time and wasted fuel as a result of traffic congestion. The average Albuquerque commuter wastes 36 hours each year stuck in traffic.
- According to TTI, the average driver in the Las Cruces urban area loses \$220 each year in the cost of lost time and wasted fuel as a result of traffic congestion. The average Las Cruces commuter wastes eight hours each year stuck in traffic.
- In the Santa Fe area, TTI finds that the average driver loses \$437 annually in the cost of lost time and wasted fuel as a result of traffic congestion. On average, each Santa Fe driver wastes 19 hours each year stuck in traffic.

- Increasing levels of congestion add significant costs to consumers, transportation companies, manufacturers, distributors and wholesalers and can reduce the attractiveness of a location to a company when considering expansion or where to locate a new facility. Congestion costs can also increase overall operating costs for trucking and shipping companies, leading to revenue losses, lower pay for drivers and employees, and higher consumer costs.

## **TRANSPORTATION FUNDING IN NEW MEXICO**

**Investment in New Mexico’s roads, highways and bridges is funded by local, state and federal governments. The state faces a significant shortfall in funds needed to maintain and improve its transportation system. The recently approved five-year federal surface transportation program includes modest funding increases and provides states with greater funding certainty, but falls far short of providing the level of funding needed to meet the nation’s highway and transit needs. The federal bill does not include a long-term and sustainable revenue source.**

- NMDOT’s FY2016 budget only provides 46 percent of the annual funding required to make needed rehabilitation and repairs on state-maintained roads, highways and bridges.
- Based on NMDOT’s approved FY2016 budget, the state will face a gap of \$469 million in the difference between available funding and the amount needed to make needed improvements to the state’s transportation system. While NMDOT estimates that \$864 million is needed to reconstruct and rehabilitate roads, and repair and replace bridges, only \$395 million will be available.
- From 2009 to 2013, the federal government provided \$1.36 for road improvements in New Mexico for every dollar the state paid in federal motor fuel fees.
- Signed into law in December 2015, the Fixing America’s Surface Transportation (FAST) Act, provides modest increases in federal highway and transit spending, allows states greater long-term funding certainty and streamlines the federal project approval process. But the FAST Act does not provide adequate funding to meet the nation’s need for highway and transit improvements and does not include a long-term and sustainable funding source.
- The five-year, \$305 billion FAST Act will provide approximately a 15 percent boost in highway funding and an 18 percent boost in transit funding over the duration of the program, which expires in 2020.
- In addition to federal motor fuel tax revenues, the FAST Act will also be funded by \$70 billion in U.S. general funds, which will rely on offsets from several unrelated federal programs including the Strategic Petroleum Reserve, the Federal Reserve and U.S. Customs.



- According to the [2015 AASHTO Transportation Bottom Line Report](#), a significant boost in investment in the nation's roads, highways, bridges and public transit systems is needed to improve their condition and to meet the nation's transportation needs.
- AASHTO's report found that based on an annual one percent increase in VMT that annual investment in the nation's roads, highways and bridges needs to increase 36 percent, from \$88 billion to \$120 billion, to improve conditions and meet the nation's mobility needs, based on an annual one percent rate of vehicle travel growth. Investment in the nation's public transit system needs to increase from \$17 billion to \$43 billion.
- The 2015 AASHTO Transportation Bottom Line Report found that if the national rate of vehicle travel increased by 1.4 percent per year, the needed annual investment in the nation's roads, highways and bridges would need to increase by 64 percent to \$144 billion. If vehicle travel grows by 1.6 percent annually the needed annual investment in the nation's roads, highways and bridges would need to increase by 77 percent to \$156 billion.

## **TRANSPORTATION AND ECONOMIC GROWTH IN NEW MEXICO**

**The efficiency of New Mexico's transportation system, particularly its highways, is critical to the health of the state's economy. Businesses rely on an efficient and dependable transportation system to move products and services. A key component in business efficiency and success is the level and ease of access to customers, markets, materials and workers.**

- Annually, \$32 billion in goods are shipped from sites in New Mexico and another \$47 billion in goods are shipped to sites in New Mexico, mostly by truck.
- Sixty-five percent of the goods shipped annually from sites in New Mexico are carried by trucks and another 18 percent are carried by courier services or multiple mode deliveries, which include trucking.
- Businesses have responded to improved communications and greater competition by moving from a push-style distribution system, which relies on low-cost movement of bulk commodities and large-scale warehousing, to a pull-style distribution system, which relies on smaller, more strategic and time-sensitive movement of goods.
- Increasingly, companies are looking at the quality of a region's transportation system when deciding where to re-locate or expand. Regions with congested or poorly maintained roads may see businesses relocate to areas with a smoother, more efficient and more modern transportation system.
- Highway accessibility was ranked the number two site selection factor behind only the availability of skilled labor in a 2013 survey of corporate executives by [Area Development Magazine](#).

- The [Federal Highway Administration](#) estimates that each dollar spent on road, highway and bridge improvements results in an average benefit of \$5.20 in the form of reduced vehicle maintenance costs, reduced delays, reduced fuel consumption, improved safety, reduced road and bridge maintenance costs and reduced emissions as a result of improved traffic flow.

*Sources of information for this report include the New Mexico Department of Transportation (NMDOT), the Federal Highway Administration (FHWA), the American Association of State Highway and Transportation Officials (AASHTO), the Bureau of Transportation Statistics (BTS), the U.S. Census Bureau, the Texas Transportation Institute (TTI) and the National Highway Traffic Safety Administration (NHTSA).*

## **Introduction**

New Mexico's roads, highways and bridges form vital transportation links for the state's residents, visitors and businesses, providing daily access to homes, jobs, shopping, natural resources and recreation. Modernizing New Mexico's transportation system is critical to fostering quality of life improvements and economic competitiveness in the Land of Enchantment.

Supporting quality of life and a robust economy in New Mexico requires that the state provide a safe, efficient and well-maintained transportation system. Inadequate transportation investment, which will result in deteriorated transportation facilities and diminished access, will negatively affect economic competitiveness and quality of life in New Mexico.

To accommodate population and economic growth, maintain its level of economic competitiveness and achieve further economic growth, New Mexico will need to maintain and modernize its roads, highways and bridges by improving the physical condition of its transportation network and enhancing the system's ability to provide efficient, reliable and safe mobility for residents, visitors and businesses. Making needed improvements to New Mexico's roads, highways, bridges and transit systems could also provide a significant boost to the state's economy by creating jobs in the short term and stimulating long term economic growth as a result of enhanced mobility and access.

This report examines the condition, use and safety of New Mexico's roads, highways and bridges, funding needs, and the future mobility needs of the state. Sources of information for this report include the New Mexico Department of Transportation (NMDOT), the Federal Highway Administration (FHWA), the American Association of State Highway and Transportation Officials (AASHTO), the Bureau of Transportation Statistics (BTS), the U.S.

Census Bureau, the Texas Transportation Institute (TTI), and the National Highway Traffic Safety Administration (NHTSA).

## **Population, Travel and Economic Trends in New Mexico**

New Mexico residents and businesses require a high level of personal and commercial mobility. Population increases and economic growth in the state have resulted in an increase in the demand for mobility as well as an increase in vehicle miles of travel (VMT). To foster quality of life and spur continued economic growth in New Mexico, it will be critical that the state provide a safe and modern transportation system that can accommodate future growth in population, tourism, business, recreation and vehicle travel.

New Mexico's population grew to approximately 2.1 million residents in 2014, a 38 percent increase since 1990.<sup>1</sup> New Mexico had 1,444,857 licensed drivers in 2014.<sup>2</sup>

From 1990 to 2013, annual VMT in New Mexico increased by 55 percent, from 16.1 billion miles traveled annually to 25.1 billion miles traveled annually.<sup>3</sup>

During the first ten months of 2015, vehicle miles of travel in New Mexico were 2.7 percent higher than the first ten months of 2014.<sup>4</sup> Similarly, U.S. vehicle miles of travel were 3.4 percent higher during the first ten months of 2015 than the first ten months of 2014.<sup>5</sup>

Based on population and other lifestyle trends, TRIP estimates that travel on New Mexico's roads and highways will increase by another 35 percent by 2030.<sup>6</sup>

From 1990 to 2013, New Mexico's gross domestic product (GDP), a measure of the state's economic output, increased by 93 percent, when adjusted for inflation.<sup>7</sup> U.S. GDP increased 65 percent during this time.<sup>8</sup>

## Condition of New Mexico’s Roads

The life cycle of New Mexico’s roads is greatly affected by the state and local governments’ ability to perform timely maintenance and upgrades to ensure that road and highway surfaces last as long as possible.

Statewide, 25 percent of New Mexico’s major locally and state-maintained roads are in poor condition, while 32 percent are in mediocre or fair condition, and 43 percent are in good condition.<sup>9</sup>

The chart below details pavement conditions on major urban roads in the Albuquerque, Las Cruces and Santa Fe urban areas.<sup>10</sup>

**Chart 1. Pavement conditions on major urban roads.**

<b>Location</b>	<b>Poor</b>	<b>Mediocre</b>	<b>Fair</b>	<b>Good</b>
<b>Albuquerque</b>	32%	25%	14%	28%
<b>Las Cruces</b>	17%	21%	18%	44%
<b>Santa Fe</b>	17%	21%	20%	42%

**Source: Federal Highway Administration.**

Based on NMDOT data, the share of the state’s roads in need of repair or reconstruction increased from 28 percent in FY2014 to 37 percent in FY2015.<sup>11</sup>

The pavement data in this report for all arterial roads and highways is provided by the Federal Highway Administration, based on data submitted annually by the New Mexico Department of Transportation on the condition of major state and locally maintained roads and highways in the state.

Pavement failure is caused by a combination of traffic, moisture and climate. Moisture often works its way into road surfaces and the materials that form the road’s foundation. Road surfaces at intersections are even more prone to deterioration because the slow-moving or standing loads occurring at these sites subject the pavement to higher levels of stress. It is critical

that roads are fixed before they require major repairs because reconstructing roads costs approximately four times more than resurfacing them.<sup>12</sup> As roads and highways continue to age, they will reach a point of deterioration where routine paving and maintenance will not be adequate to keep pavement surfaces in good condition and costly reconstruction of the roadway and its underlying surfaces will become necessary.

### **The Costs to Motorists of Roads in Inadequate Condition**

TRIP has calculated the additional cost to motorists of driving on roads in poor or unacceptable condition. When roads are in poor condition – which may include potholes, rutting or rough surfaces – the cost to operate and maintain a vehicle increases. These additional vehicle operating costs include accelerated vehicle depreciation, additional vehicle repair costs, increased fuel consumption and increased tire wear. TRIP estimates that additional vehicle operating costs (VOC) borne by New Mexico motorists as a result of poor road conditions is \$752 million annually.<sup>13</sup>

The chart below details annual vehicle operating costs per driver in the Albuquerque, Las Cruces and Santa Fe urban areas and statewide.

**Chart 2. Annual vehicle operating costs per driver in the urban areas of Albuquerque, Las Cruces and Santa Fe due to rough roads and statewide total cost.**

<b>Location</b>	<b>VOC</b>
<b>Albuquerque</b>	\$669
<b>Las Cruces</b>	\$436
<b>Santa Fe</b>	\$441
<b>New Mexico</b>	<b>\$752 Million</b>

**Source: TRIP estimate.**

Additional vehicle operating costs have been calculated in the Highway Development and Management Model (HDM), which is recognized by the U.S. Department of Transportation

and more than 100 other countries as the definitive analysis of the impact of road conditions on vehicle operating costs. The HDM report is based on numerous studies that have measured the impact of various factors, including road conditions, on vehicle operating costs.<sup>14</sup>

The HDM study found that road deterioration increases ownership, repair, fuel and tire costs. The report found that deteriorated roads accelerate the pace of depreciation of vehicles and the need for repairs because the stress on the vehicle increases in proportion to the level of roughness of the pavement surface. Similarly, tire wear and fuel consumption increase as roads deteriorate since there is less efficient transfer of power to the drive train and additional friction between the road and the tires.

TRIP's additional vehicle operating cost estimate is based on taking the average number of miles driven annually by a motorist, calculating current vehicle operating costs based on AAA's 2014 vehicle operating costs and then using the HDM model to estimate the additional vehicle operating costs paid by drivers as a result of substandard roads.<sup>15</sup> Additional research on the impact of road conditions on fuel consumption by the Texas Transportation Institute (TTI) is also factored into TRIP's vehicle operating cost methodology.

### **Bridge Conditions in New Mexico**

New Mexico's bridges form key links in the state's highway system, providing communities and individuals access to employment, schools, shopping and medical facilities, and facilitating commerce and access for emergency vehicles.

Sixteen percent of New Mexico's locally and state-maintained bridges (20 feet or longer) are currently rated as structurally deficient or functionally obsolete.

Seven percent of New Mexico’s locally and state maintained bridges are rated as structurally deficient.<sup>16</sup> A bridge is structurally deficient if there is significant deterioration of the bridge deck, supports or other major components. Bridges that are structurally deficient may be posted for lower weight limits or closed if their condition warrants such action. Deteriorated bridges can have a significant impact on daily life. Restrictions on vehicle weight may cause many vehicles – especially emergency vehicles, commercial trucks, school buses and farm equipment – to use alternate routes to avoid posted bridges. Redirected trips also lengthen travel time, waste fuel and reduce the efficiency of the local economy.

Nine percent of New Mexico’s locally and state maintained bridges are rated functionally obsolete.<sup>17</sup> Bridges that are functionally obsolete no longer meet current highway design standards, often because of narrow lanes, inadequate clearances or poor alignment with the approaching roadway.

The chart below details the number and percentage of bridges in the Albuquerque, Las Cruces and Santa Fe urban areas and statewide that are rated structurally deficient or functionally obsolete.

**Chart 3. Bridge Conditions in New Mexico’s Largest Urban Areas and Statewide.**

	<b>Structurally Deficient Number</b>	<b>Structurally Deficient Percentage</b>	<b>Functionally Obsolete Number</b>	<b>Functionally Obsolete Percentage</b>	<b>Total Bridges</b>
<b>Albuquerque</b>	7	1%	53	11%	486
<b>Las Cruces</b>	22	9%	35	15%	238
<b>Santa Fe</b>	15	6%	35	14%	243
<b>New Mexico</b>	284	7%	359	9%	3,951

**Source: National Bridge Inventory, Federal Highway Administration. 2014.**

The service life of bridges can be extended by performing routine maintenance such as resurfacing decks, painting surfaces, insuring that a facility has good drainage and replacing



deteriorating components. But, most bridges will eventually require more costly reconstruction or major rehabilitation to remain operable.

### **Traffic Safety in New Mexico**

A total of 1,757 people were killed in motor vehicle crashes in New Mexico from 2010 through 2014, an average of 351 fatalities per year.<sup>18</sup>

**Chart 4. Traffic Fatalities in New Mexico from 2010 – 2014.**

<i>Year</i>	<i>Fatalities</i>
2010	346
2011	353
2012	365
2013	310
2014	383
<b>Total</b>	<b>1,757</b>

**Source: National Highway Traffic Safety Administration.**

Three major factors are associated with fatal vehicle crashes: driver behavior, vehicle characteristics and roadway features. It is estimated that roadway features are likely a contributing factor in approximately one-third of fatal traffic crashes. Roadway features that impact safety include the number of lanes, lane widths, lighting, lane markings, rumble strips, shoulders, guard rails, other shielding devices, median barriers and intersection design.

New Mexico's overall traffic fatality rate of 1.24 fatalities per 100 million vehicle miles of travel in 2013 is significantly higher than the national average of 1.09.<sup>19</sup> The traffic fatality rate on the state's rural roads is disproportionately high. The fatality rate on New Mexico's non-interstate rural roads is more than one and a half times higher than that on all other roads in the state (1.58 fatalities per 100 million vehicle miles of travel vs. 1.01).<sup>20</sup>

Improving safety on New Mexico's roadways can be achieved through further improvements in vehicle safety; improvements in driver, pedestrian, and bicyclist behavior; and a variety of improvements in roadway safety features.

The severity of serious traffic crashes could be reduced through roadway improvements, where appropriate, such as adding turn lanes, removing or shielding obstacles, adding or improving medians, widening lanes, widening and paving shoulders, improving intersection layout, and providing better road markings and upgrading or installing traffic signals. Roads with poor geometry, with insufficient clear distances, without turn lanes, having inadequate shoulders for the posted speed limits, or poorly laid out intersections or interchanges, pose greater risks to motorists, pedestrians and bicyclists.

Investments in rural traffic safety have been found to result in significant reductions in serious traffic crashes. A [2012 report by TTI](#) found that improvements completed recently by TxDOT that widened lanes, improved shoulders and made other safety improvements on 1,159 miles of rural state roadways resulted in 133 fewer fatalities on these roads in the first three years after the improvements were completed (as compared to the three years prior).<sup>21</sup> TTI estimates that the improvements on these roads are likely to save 880 lives over the next 20 years.<sup>22</sup>

## **Traffic Congestion in New Mexico**

Increasing levels of traffic congestion cause significant delays in New Mexico, particularly in its larger urban areas, choking commuting and commerce. Traffic congestion robs commuters of time and money and imposes increased costs on businesses, shippers and manufacturers, which are often passed along to the consumer.

According to TTI estimates, the value of lost time and wasted fuel in New Mexico is approximately \$695 million per year. The chart below details the cost of congestion in the form of lost time and wasted fuel, and the number of hours lost to congestion by the average commuter in the state’s largest urban areas.

**Chart 5. Cost of congestion and hours lost annually.**

<b>Location</b>	<b>Hours Lost</b>	<b>Congestion Cost</b>
<b>Albuquerque</b>	36 Hours	\$886
<b>Las Cruces</b>	8 Hours	\$220
<b>Santa Fe</b>	19 Hours	\$437

**Source: Texas Transportation Institute Urban Mobility Report, 2015.**

Increasing levels of congestion add significant costs to consumers, transportation companies, manufacturers, distributors and wholesalers. Increased levels of congestion can reduce the attractiveness of a location to a company when considering expansion or where to locate a new facility. Congestion costs can also increase overall operating costs for trucking and shipping companies, leading to revenue losses, lower pay for employees, and higher consumer costs.

### **Transportation Funding**

Investment in New Mexico’s roads, highways and bridges is funded by local, state and federal governments. A lack of sufficient funding at all levels will make it difficult to adequately maintain and improve the existing transportation system.

The state faces a significant shortfall in funds needed to maintain and improve the

transportation system. NMDOT's FY2016 budget only provides 46 percent of the annual funding required to make needed rehabilitation and repairs on state-maintained roads, highways and bridges.<sup>23</sup> Based on NMDOT's approved FY2016 budget, New Mexico will face a gap of \$469 million in the difference between available funding and the amount needed to make needed improvements to the state's transportation system.<sup>24</sup> While NMDOT estimates that \$864 million is needed to reconstruct and rehabilitate roads, and repair and replace bridges, only \$395 million will be available.<sup>25</sup>

In addition to state funding, the federal government is a critical source of funding for New Mexico's roads, highways, bridges and transit systems and provides a significant return to New Mexico in road and bridge funding based on the revenue generated in the state by the federal motor fuel tax. From 2009 to 2013, the federal government provided \$1.36 for road improvements in New Mexico for every dollar state motorists paid in federal motor fuel fees.<sup>26</sup>

Most federal funds for highway and transit improvements in New Mexico are provided by federal highway user fees, largely an 18.4 cents-per-gallon tax on gasoline and a 24.4 cents-per-gallon tax on diesel fuel. Since 2008 revenue into the federal Highway Trust Fund has been inadequate to support legislatively set funding levels so Congress has transferred approximately \$53 billion in general funds and an additional \$2 billion from a related trust fund into the federal Highway Trust Fund.<sup>27</sup>

Signed into law in December 2015, the Fixing America's Surface Transportation (FAST) Act, provides modest increases in federal highway and transit spending. The five-year bill also provides states with greater funding certainty and streamlines the federal project approval process. But the FAST Act does not provide adequate funding to meet the nation's need for

highway and transit improvements and does not include a long-term and sustainable funding source.

The five-year, \$305 billion FAST Act will provide approximately a 15 percent boost in highway funding and an 18 percent boost in transit funding over the duration of the program, which expires in 2020.<sup>28</sup> In addition to federal motor fuel tax revenues, the FAST Act will also be funded by \$70 billion in U.S. general funds, which will rely on offsets from several unrelated federal programs including the Strategic Petroleum Reserve, the Federal Reserve and U.S. Customs.

According to the [2015 AASHTO Transportation Bottom Line Report](#), a significant boost in investment in the nation's roads, highways, bridges and public transit systems is needed to improve their condition and to meet the nation's transportation needs. The AASHTO report found that based on an annual 1 percent increase in VMT that annual investment in the nation's roads, highways and bridges needs to increase by 36 percent, from \$88 billion to \$120 billion to improve conditions and meet the nation's mobility needs.<sup>29</sup> Investment in the nation's public transit system needs to increase from \$17 billion to \$43 billion.<sup>30</sup>

The [2015 AASHTO Transportation Bottom Line Report](#) found that if the rate of vehicle travel increased by 1.4 percent per year, the needed annual investment in the nation's roads, highways and bridges would need to increase by 64 percent, to \$144 billion. If vehicle travel grows by 1.6 percent annually the needed annual investment in the nation's roads, highways and bridges would need to increase by 77 percent, to \$156 billion.<sup>31</sup>

## **Importance of Transportation to Economic Growth**

Today's culture of business demands that an area have well-maintained and efficient roads, highways and bridges if it is to remain economically competitive. Global communications and the impact of free trade in North America and elsewhere have resulted in a significant increase in freight movement, making the quality of a region's transportation system a key component in a business's ability to compete locally, nationally and internationally.

Businesses have responded to improved communications and the need to cut costs with a variety of innovations including just-in-time delivery, increased small package delivery, demand-side inventory management and e-commerce. The result of these changes has been a significant improvement in logistics efficiency as firms move from a push-style distribution system, which relies on large-scale warehousing of materials, to a pull-style distribution system, which relies on smaller, more strategic movement of goods. These improvements have made mobile inventories the norm, resulting in the nation's trucks literally becoming rolling warehouses.

Highways are vitally important to continued economic development in New Mexico, particularly to the state's manufacturing, mineral extraction and tourism industries. As the economy expands, creating more jobs and increasing consumer confidence, the demand for consumer and business products grows. In turn, manufacturers ship greater quantities of goods to market to meet this demand, a process that adds to truck traffic on the state's highways and major arterial roads.

Every year, \$32 billion in goods are shipped from sites in New Mexico and another \$47 billion in goods are shipped to sites in New Mexico, mostly by trucks.<sup>32</sup> Sixty-five percent of the goods shipped annually from sites in New Mexico are carried by trucks and another 18 percent are carried by courier services or multiple-mode deliveries, which include trucking.<sup>33</sup>

The cost of road and bridge improvements are more than offset by the reduction of user costs associated with driving on rough roads, the improvement in business productivity, the reduction in delays and the improvement in traffic safety. The [Federal Highway Administration estimates](#) that each dollar spent on road, highway and bridge improvements results in an average benefit of \$5.20 in the form of reduced vehicle maintenance costs, reduced delays, reduced fuel consumption, improved safety, reduced road and bridge maintenance costs and reduced emissions as a result of improved traffic flow.<sup>34</sup>

Local, regional and state economic performance is improved when a region's surface transportation system is expanded or repaired. This improvement comes as a result of the initial job creation and increased employment created over the long-term because of improved access, reduced transport costs and improved safety.

Increasingly, companies are looking at the quality of a region's transportation system when deciding where to re-locate or expand. Regions with congested or poorly maintained roads may see businesses relocate to areas with a smoother, more efficient and more modern transportation system. In fact, highway accessibility was ranked the number two site selection factor behind only the availability of skilled labor in a 2013 survey of corporate executives by [Area Development Magazine](#).<sup>35</sup>

## **Conclusion**

As New Mexico works to build and enhance a thriving, growing and dynamic state, it will be critical that it is able to address the state's most significant transportation issues by providing a 21<sup>st</sup> century network of roads, highways, bridges and transit that can accommodate the mobility demands of a modern society.

New Mexico will need to modernize its surface transportation system by improving the physical condition of its transportation network and enhancing the system's ability to provide efficient and reliable mobility for residents, visitors and businesses. Making needed improvements to the state's roads, highways, bridges and transit systems could provide a significant boost to the economy by creating jobs in the short term and stimulating long-term economic growth as a result of enhanced mobility and access.

While the modest funding increase provided by the FAST Act will be helpful, numerous projects to improve the condition and expand the capacity of New Mexico's roads, highways, bridges and transit systems will not proceed without a substantial boost in state or local transportation funding. If New Mexico is unable to complete needed transportation projects it will hamper the state's ability to improve the condition and efficiency of its transportation system and to enhance economic development opportunities and quality of life.

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## Endnotes

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- <sup>3</sup> U.S. Department of Transportation - Federal Highway Administration: Highway Statistics 1990 and 2013.
- <sup>4</sup> TRIP analysis of Federal Highway Administration's monthly Traffic Volume Trends (2015) Federal Highway Administration.
- <sup>5</sup> Ibid.
- <sup>6</sup> TRIP calculation based on U.S. Census and Federal Highway Administration data.
- <sup>7</sup> TRIP analysis of Bureau of Economic Analysis data.
- <sup>8</sup> Ibid.
- <sup>9</sup> Federal Highway Administration (2015). Pavement condition data is for 2013.
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- <sup>12</sup> Selecting a Preventative Maintenance Treatment for Flexible Pavements. R. Hicks, J. Moulthrop. Transportation Research Board. 1999. Figure 1.
- <sup>13</sup> TRIP calculation
- <sup>14</sup> Highway Development and Management: Volume Seven. Modeling Road User and Environmental Effects in HDM-4. Bennett, C. and Greenwood, I. 2000.
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- <sup>29</sup> 2015 AASHTO Bottom Line Report (2014) AASHTO. P. 2.
- <sup>30</sup> Ibid.
- <sup>31</sup> Ibid.
- <sup>32</sup> Bureau of Transportation Statistics (2010), U.S. Department of Transportation. 2007 Commodity Flow Survey, State Summaries. [http://www.bts.gov/publications/commodity\\_flow\\_survey/2007/states/](http://www.bts.gov/publications/commodity_flow_survey/2007/states/)
- <sup>33</sup> Ibid.
- <sup>34</sup> FHWA estimate based on its analysis of 2006 data. For more information on FHWA's cost-benefit analysis of highway investment, see the 2008 Status of the Nation's Highways, Bridges, and Transit: Conditions and Performance.
- <sup>35</sup> Area Development Magazine (2014). 28th Annual Survey of Corporate Executives: Availability of Skilled Labor New Top Priority. . <http://www.areadevelopment.com/Corporate-Consultants-Survey-Results/Q1-2014/28th-Corporate-Executive-RE-survey-results-6574981.shtml?Page=2>

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