

A REVIEW OF HIGHWAY PROGRESS

By Thos. H. MacDonald, Chief,
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at Annual Convention of
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Not long ago the question was asked if the quality of highway engineering technique and administration is advancing in step with the increase in expenditure of Federal highway funds. Concern was expressed that with the problem of providing employment so acute, and with the consequent pressure to get work under way rapidly to the full extent of available funds, there might be a let-down in standards heretofore existing.

Such a question is a most natural one. There have been previous experiences which justify a doubt. Also, it is a difficult question to answer convincingly because of the magnitude of the sum total of the thousands of individual projects involved. No mere assertion of opinion is important except as it accurately reflects a conclusion that may logically be drawn from the facts. There is another and broader question, that of the direction in which we are going and the indicated implications as to the future.

While those constituting the American Road Builders Association have what may be termed the interest of responsibility, the general public has the interest of user and owner. The consequences of an operation of nation-wide dimensions and of such a personal service character reach far into the future. A road system is not rebuilt annually. To be a sound public business, roads into which public funds have gone must earn more than their annual upkeep. The difference between an asset and a liability is decidedly more than a matter of opinion. Thus it appears important to present in as concise a manner as possible a review of highway progress covering a number of years, to record the facts and to develop the important trends as support for the conclusions reached.

BASE PERIOD
1925-1929.

All measurements are relative, and for the purpose of this review where comparisons are made the five-year average, 1925-1929, is taken as the basing period. This average was selected some time ago by the Bureau as the most representative of the highway improvement activity as a whole, prior to the depression.

MILES COMPLETED.

As an over-all picture of highway improvement, without distinction as to the degree, or between types, the base

period 1925-1929 shows an average annual completion of 17,577 miles without Federal participation in the cost and 10,063 with Federal participation, a total of 27,640 miles.

The succeeding 5-year period, 1930-1934, shows an average annual completion of 22,068 miles from State funds without participation in the cost from Federal highway funds administered by the Bureau of Public Roads. The State funds in some States were increased through loans and grants administered by the Public Works Administration and also by support from the Federal Emergency Relief Administration. In addition, there was an average annual completion of 15,514 miles with the whole or a part of the cost met from Federal highway funds administered by the Bureau of Public Roads. Together, these total an average annual completion of 37,582 miles or nearly 10,000 miles per year above the preceding 5-year average. These averages, however, fail to show the major influences which the Public Works appropriation of June, 1933, and succeeding Federal appropriations have had in holding highway building to the high level for this period. For the two years 1933-1934 the average completion mainly through State expenditures dropped to 15,963 miles and for the same period the average mileage completed with the cost in whole or in part from Federal funds administered through the Bureau rose to 20,048 miles. Together, the average for this two-year period

is 36,012 miles. Without the record for 1935 and 1936 the conditions are such that it may be predicted the same relative results will inevitably follow for these years.

For the years 1933-1936 inclusive, the Federal appropriations for highways are the major influence in holding the average annual mileage completion at a figure well above the average for the pre-depression base period and very close to the highest 5-year average. (See Schedule 1).

HIGHWAY FUNDS.

Essentially the same story is told by a study of highway funds. Divided among the major purposes for which they are used, the following averages show the trends:

For construction by the States:

Average expenditures from State funds	
For the 5-year base period	- \$367,000,000
Federal aid funds	- <u>82,000,000**</u>
Total annual average	- \$449,000,000
For the 5-year period 1930-1934:	
State funds	- \$403,000,000*
Federal aid and grants	- <u>192,000,000**</u>
Total annual average	- \$595,000,000
For the 2-year period 1933-1934:	
State funds	- \$234,000,000*
Federal aid and grants	- <u>257,000,000**</u>
Total annual average	- \$491,000,000

* May include some Federal grants from the Public Works Administration or Relief Administration.

** Only includes funds administered through Bureau of Public Roads.

In 1934, for the first time since the original Federal-aid act of 1916, the Federal contribution for construction rose well above that of the States. This will also be true undoubtedly for the 2-year average of 1935-1936.

For maintenance, equipment, interest and miscellaneous -

Annual average for the 5-year base period	- \$225,700,000
Annual average for the 5-year period 1930-1934	- 258,700,000.

In 1934 the expenditures for these purposes were \$293,400,000, an amount \$34,700,000 higher than the average for the 5-year period and \$74,200,000 higher than for the previous year.

For construction, maintenance and miscellaneous expenditures by local governments -

Annual average for the 5-year base period	- \$615,700,000
Annual average for the 5-year period 1930-1934	- 528,800,000
Annual average for the 2-year period 1933-1934	- 388,000,000.

The average annual expenditure by the local governments for the 2-year period 1933-1934 falls below the average for the five years 1930-1934, by \$140,800,000 and below the average for the base period 1925-1929 - \$227,700,000. (For expenditures by years see Schedule 2).

SURFACED MILEAGES.

During the 5-year base period the net progress on the State highway systems in the construction and reconstruction of surfaced

roadways was made up of 42,575 miles of low type and 33,640 miles of high type road surfacings, an average annual net increase of 15,243 miles and a total net increase for the period of 76,215 miles.

For the 5-year period 1930-1934 corresponding net increases were 45,823 miles of low type construction, 34,841 miles of high type construction, an average annual net increase of 16,133 miles and a total net increase of 80,664 miles.

On the face of these figures, the first five years of the depression produced 4,400 miles net increase in surfaced roadways on the State highways over the production for the preceding five years of prosperity. Actually, the real gain was much larger, in part due to a more accurate classification of types, and in part to a marked advance in the standards of design and construction. (For details by years see Schedule 3).

SECONDARY ROADS UNDER STATE CONTROL.

In addition to the increase in the mileages of surfaced roadways on the State highways, there has been a very important advance in the improvement of secondary roads which have been placed under the control of State highway departments in the period 1932-1934.

The total surfaced mileage on secondary roads under State control increased 51,000, the details of which are shown in Schedule 4.

There is no other new departure from the previously existing general plan of administration of highway affairs that is as likely to make the same rapid progress as the changing of local roads to the control of the State highway departments. The compelling motives are two: - First, to place the cost burden upon the State for the purpose of lowering or doing away with local road taxes, and second, to secure for the secondary roads a larger participation in the gas taxes and motor vehicle license fees, plus the benefits of administration under the State highway departments. This move would undoubtedly be in the direction of efficiency and economy, if the States were provided with the necessary funds. All of the States which up to this time have been required to take over all or a large part of secondary roads have been given the added responsibility without a commensurate increase in support funds. Were it not for the heavy increases in Federal highway funds which must be regarded as temporary, these States would now find themselves in an impossible situation. The inevitable results of continuation of the policy as it has been put into effect will be to stop necessary new construction and reconstruction of the principal State arterial highways. Sane policies of administration should take exactly the opposite direction. The major highways must be continuously brought to the highest serviceability to provide the inducement for a greater traffic use from which increased revenues may be obtained.

SECONDARY ROADS UNDER LOCAL CONTROL.

One of the most striking changes is in the accelerated increase in mileages of surfaced secondary or local roads. During the 5-year base period, 1925-1929, surfacings were increased by 99,530 miles low type, and 15,022 miles high type, roadways. For the 5-year period, 1930-1934, there was an increase in surfaced mileage of 211,900 miles low type, and 6,247 high type, road surfaces - a total of 218,000 miles or nearly double the increase in surfaced roadways for the preceding 5-year period. This increase reflects both increased support for local roads from the road user revenues, the gas and motor vehicle taxes, work made possible through loans and grants from the Public Works Administration and large support from the Federal Emergency Relief Administration and the Federal agencies established to provide employment.

During the period that the greatest increase in rural road mileage has taken place, local revenues from local sources, have materially decreased. In this connection see Schedule No. 5.

TYPES OF HIGHWAY IMPROVEMENTS.

As an illustration of the build-up of the large highway construction programs and the different types which constitute the program, Schedule 6 is submitted.

This program has been financed for the major part from Federal grants with minor participation by the State, and

differs from previous Federal aid programs in that approximately 25 per cent of the funds were used for improvements of secondary roads, 25 per cent for municipal improvements and the remaining 50 per cent on the rural Federal aid system. The large mileage of gravel surfacings reflects the improvement of secondary roads.

DISTINCTION BETWEEN CONTRACT AND
FORCE ACCOUNT WORK.

The policy of doing public construction work by force account has frequently agitated those engaged in the contracting business. As an indication of the conduct of the Federal highway work from Federal grants administered by the Bureau the attached Schedule No. 7 is submitted.

In this schedule the status of the program for the final week of each of the years 1934 and 1935 divided between contracting and force account work is shown.

Force account projects constitute so minor a part of the program as to dispel any real cause for valid criticism from the contracting industry. The fact should be further noted that most of the projects included in the force account program are for secondary road construction where the individual projects are small and hardly suitable for contracting. There has been only one instance where force account has been carried on by the State beyond reasonable limits and this policy has since been abandoned.

PRICE TRENDS AND COSTS

The relative average prices for road construction have been calculated by using a composite mile made up of the different units of work in proportion as these were used in the total program. The composite mile at the prices bid for the 5-year base period, 1925-1929, gave a cost index of \$17,026. This index dropped sharply for 1932 to about 60 per cent. It rose in 1933 to an average of 74 per cent. It continued slightly upward in 1934 and for 1935 leveled off at approximately 80 per cent. We would therefore at this time be paying approximately 80 per cent of the cost for the pre-depression period if it were not for the factor of changes in design. The changes and adaptation of modern highway designs to present day needs are discussed in another paper by Mr. R. E. Toms, Chief, Division of Design, Bureau of Public Roads, and will not be touched upon here except insofar as they affect cost.

There has been a gradual increase in the number of units of construction used through the design changes to provide better and safer highways, so that compared with the average number of units used for the base period the index now stands as an average at slightly above 140 per cent. That is, about 42 per cent more units are being used per mile of standard highway construction than for the base period.

Since the price index stands at approximately 80 per cent the cost of the very much better designed and constructed highways has only increased to approximately 114 per cent.

On the basis of this showing as to prices and costs, therefore, while so serious a need exists for the providing of employment and for the construction and reconstruction of highways, it is a sound public policy to give maximum employment upon the highways so long as this can be done within the reasonable costs now prevailing.

THE PROGRAM FOR THE IMMEDIATE FUTURE.

The opportunity is now presented for one of the largest annual construction programs we have ever had. A summary of the Federal appropriations available to the State for construction during 1936 amounts to a total of \$579,291,000 which is divided approximately as follows:

This summary is made up of balances of the Federal highway grants and the regular Federal aid funds for 1936, plus State funds which have been programmed.

1. Going contracts	- \$152,314,000
2. Plans approved, ready for contract	- 113,884,000
3. Funds available for new projects	- <u>333,300,000</u>
4. Total	- \$599,528,000

On the above showing it is apparent that the greatest activity and the highest cooperation must prevail among all agencies in order to get this very large program under way and push it vigorously for the purpose of providing the largest amount of employment possible and of demonstrating the possibility of sound highway construction as an employment measure.

While there has been some tendency to find fault with the rules and regulations governing highway improvement, it must be taken into consideration that the reason these funds have been provided in such large amounts is for the purpose of furnishing employment, and the regulations have been established to secure this objective. A discussion as to the amounts of labor provided by highway construction is provided in a paper prepared for this meeting by Mr. T. Warren Allen, Chief, Division of Management, Bureau of Public Roads, so will not be touched upon further here. It is important, however, that if the highway industry is to fulfill the purposes for which these funds were supplied, the program must be put under way more rapidly than it has been in previous months and labor must be given employment in rapidly increasing numbers.

Schedule 1.

Miles Completed

	<u>Without Federal Participation</u>	<u>With Federal Participation</u>	<u>Total Built</u>
1925	12,152	11,000	23,152
1926	15,830	10,722	26,552
1927	16,502	10,220	26,722
1928	19,496	9,756	29,252
1929	<u>23,904</u>	<u>8,618</u>	<u>32,522</u>
5 yr. average	17,577	10,063	27,640
1930	24,844	10,433	35,277
1931	28,634	16,000	44,634
1932	24,933	11,038	35,971
1933	14,926	18,545	33,471
1934	<u>17,001</u>	<u>21,552</u>	<u>38,553</u>
5 yr. average	22,068	15,514	37,581

Schedule 2.

State and Federal Expenditures on State Systems
and Funds Expended on Local Roads

Year	State funds for		Federal funds	Funds Expended on Local Roads
	Construction	Maintenance, equipment, interest, and miscl.		
	Million	Million	Million	Million
1925	\$ 297.1	\$ 208.6	\$ 92.2	\$ 543.5
1926	277.0	219.8	79.2	587.7
1927	324.1	236.3	80.2	643.4
1928	457.2	221.3	80.8	659.2
1929	479.8	242.5	77.6	644.8
5-year average	367.0	225.7	82.0	615.7
1930	620.7	266.9	92.5	700.5
1931	512.9	248.6	218.1	637.2
1932	414.6	265.3	136.9	530.1
1933	266.3	219.2	180.6	413.8
1934	203.2	293.4	334.5	362.3
5-year average	403.5	258.7	192.5	528.8

Schedule 3.

STATE HIGHWAY SYSTEM MILEAGE EXISTING
HIGH AND LOW-TYPE SURFACING

Year	Total surfaced miles	Low-type surfaced miles	High-type surfaced miles
1925	144,854	96,505	48,349
1926	163,059	109,110	53,949
1927	176,566	116,427	60,139
1928	193,138	124,765	68,373
1929	208,324	133,211	75,113
5 yr. average	177,188	116,003	61,184
1930	226,772	142,659	84,113
1931	242,700	146,359	96,341
1932	260,484	151,782	108,702
1933	271,845	157,995	113,850
1934	288,988	179,034	<u>1/</u> 109,954
5 yr. average	258,157	155,565	102,592

1/ Drop in high-type milcage due to resurvey of Texas system, as a result of which approximately 6,000 miles previously reported as bituminous macadam were assigned to the lower types.

Schedule 4.

SECONDARY ROADS UNDER STATE CONTROL

Year	Total surfaced miles	Low-type surfaced miles	High-type surfaced miles
1932	5,576	4,543	1,033
1933	38,648	36,440	2,208
1934	57,077	55,166	<u>1/</u> 1,911

1/ Decrease due to miscellaneous adjustments in State records.

Schedule 5.

Local Road Milcage Existing

Year	Total surfaced miles	Low-type surfaced miles	High-type surfaced miles
1925	376,406	348,409	27,997
1926	387,005	357,967	29,038
1927	412,155	380,358	31,797
1928	432,999	398,813	34,186
1929	454,111	416,770	37,341
5 yr. average	412,535	380,463	32,072
1930	467,338	425,742	41,596
1931	587,028	541,614	45,414
1932	595,999	549,767	46,232
1933	642,423	594,403	48,020
1934	*672,254	*628,666	*43,588
5 yr. average	593,008	548,038	44,970

* 7 States estimated

U. S. PUBLIC WORKS HIGHWAY PROJECTS
 (From 1934 Public Works Appropriation \$400,000,000
 apportioned June 23, 1933)

Schedule 6

and
 (1935 Hayden-Cartwright \$200,000,000 apportionment, June 19, 1934)

Summary by Types of Construction - December 31
 (This summary table is accumulative)

Types	1933		1934		1935	
	Estimated Total Cost Thousands	Miles	Estimated Total Cost Thousands	Miles	Estimated Total Cost Thousands	Miles
Graded and drained	32,170	4,149.0	54,503	6,561.5	59,322	6,969.8
Sand Clay, Untreated	2,708	569.9	3,546	975.6	4,289	1,155.5
Treated	4,205	557.7	9,199	1,048.4	10,861	1,199.0
Gravel, Untreated	32,646	4,973.5	66,077	9,351.7	80,940	11,121.9
Treated	12,038	1,317.7	13,012	1,291.6	16,540	1,776.3
Macadam, Untreated	2,312	203.8	2,148	208.1	2,303	179.4
Treated	3,877	238.5	12,932	867.1	15,275	991.5
Low cost bituminous mix	15,918	1,801.1	29,716	3,232.6	35,801	3,739.7
Bituminous macadam	10,248	461.1	20,407	1,006.5	21,812	1,051.4
Bituminous concrete	22,806	706.0	46,324	1,328.1	56,398	1,655.3
Portland cement concrete	91,418	2,520.9	163,522	4,297.9	190,474	4,947.9
Block	4,509	63.0	9,699	121.9	11,417	140.5
Bridges & Approaches	32,262	72.2 (2431)	69,426	124.9 (5055)	82,730	154.9 (5767)
Grade separations)	5,811	12.1	24,509	39.2	33,634	51.8
Railroad-Highway)		(150)		(524)		(675)
Grade separations)	704	.5	2,827	1.4	3,702	1.9
Between highways)		(9)		(49)		(69)
Miscellaneous	216		2,977		7,096	
Total	273,848	17,647.0	530,824	30,456.5	632,594	35,136.8

Note: The figures in parentheses indicate the number of structures.

SUMMARY STATUS HIGHWAY PROGRAM
 (From 1934 Public Works Appropriation \$400,000,000
 apportioned June 23, 1933)
 and
 (1935 Hayden-Cartwright \$200,000,000 apportionment, June 19, 1934)
 Week ending Dec. 29, 1934.

	Contract Only			Force Account Only		
	Estimated Cost (thousands)	Mileage	No. of Proj.	Estimated Cost (thousands)	Mileage	No. of Proj.
Approved	\$29,135	1350	585			
Contract Awarded	32,374	1881	697	\$1,137	88	97
Under Construction	138,124	6081	2062	9,635	828	353
Completed	297,607	17750	6395	22,762	2476	939
TOTAL	497,240	27062	9739	33,584	3393	1389
				Week ending Dec. 31, 1935		
TOTAL	596,463	31901	12165	36,131	3235	1713