



Transportation Funding Options

Joint Informational Hearing
Senate Transportation and Housing Committee
Senate Budget and Fiscal Review Subcommittee No. 2

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California Transportation Commission



Revenue Solutions

- **Near-Term Solutions**

- Truck Weight Fees
- Excise Tax
- Early Loan Repayments
- Cap & Trade



- **Long-Term Sustainable Solutions**

- Congestion Pricing/Tolling
- Public Private Partnerships (P3's)
- Road Charge Program (SB 1077)



Near-Term Solutions

Truck Weight Fees

- Direct weight fees back to the State Highway Account
- Generates \$1.015B/yr
- Potential increase in weight fees from 1990 levels

Excise Tax

- State and Federal Excise Tax Rates fixed in early 1990's, not indexed to inflation
- Increase excise tax on fuels (example: \$.01 increase \approx \$146M)
- Index the taxes to inflation (example: indexed to CPI = \$.28/gal or to the "CA Price Index for Selected Highway Construction Items" = \$.38/gal vs. \$.18/gal)



Near-Term Solutions (cont.)

Early Loan Repayment

- Builds on \$351M to be repaid in current fiscal year
- Frees up \$1B+ in Outstanding Loans
- Requires no new fees or taxes

Cap & Trade

- Transportation Sector Proceeds should support the achievement of AB 32 goals - through a multi-modal corridor based competitive program



Long Term Solutions

Congestion Pricing/Tolling

- Manage congestion
- Increase reliability
- Corridor maintenance/operations
- Supplemental revenue source

Public Private Partnership (P3's)

- Extend authority
- Streamline process



Long Term Solutions (cont.)

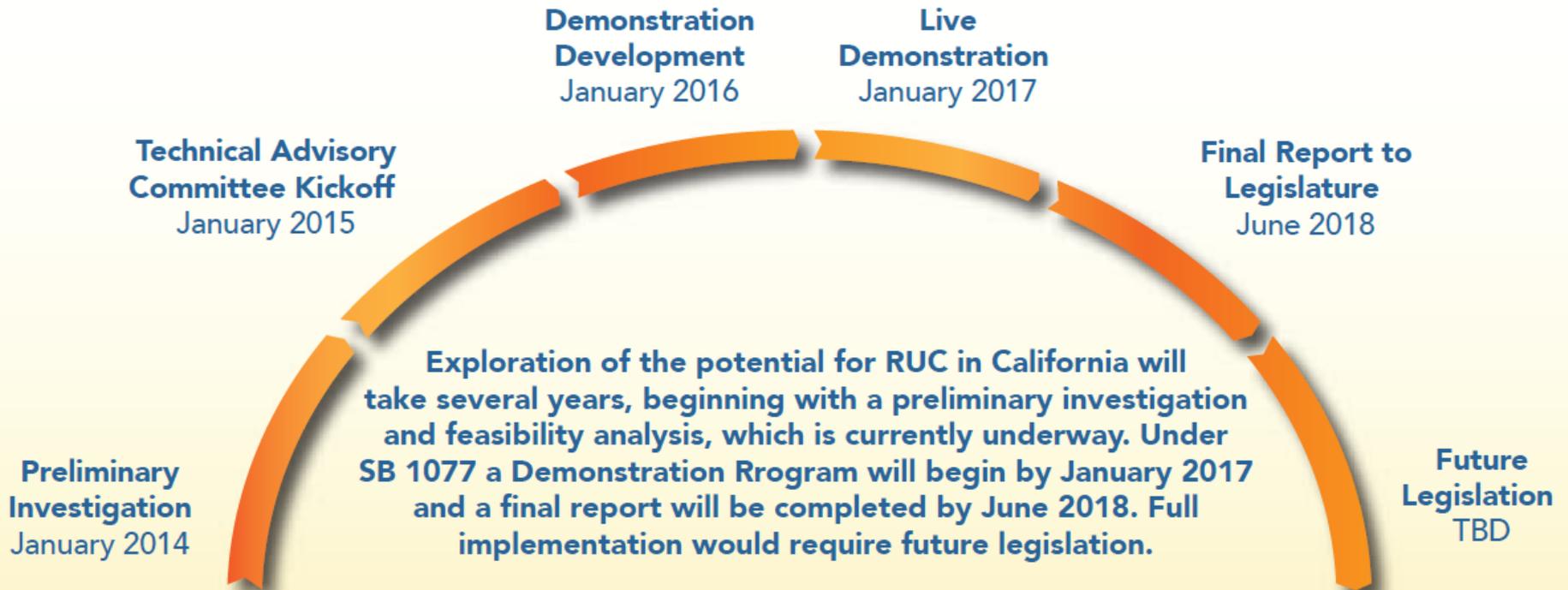
Road Charge (SB 1077)

- Potential replacement to gas tax
- Based on number of miles driven
- Initiated the study of a road charge pilot
- Pilot demonstration complete June 2018



Road Charge Program

Road Usage Charge Activity Timeline





QUESTIONS

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