

Mileage-Based User Fees and the Toll Industry

by

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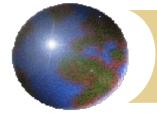
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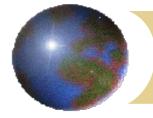
The toll industry must be actively involved in shaping the transition to MBUFs

- Ensure policies that avoid repeating the flaws of per-gallon fuel taxes.
- Ensure a strong role for tolled highways in the MBUF world.



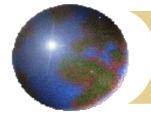
Making MBUFs more viable than fuel taxes

- 1. States as lead implementers, not feds
- 2. MBUF as replacement of fuel tax, not in addition
- 3. Index MBUF rates for inflation
- 4. Give customers alternative ways to pay
- 5. Different rates for premium vs. regular highways
- 6. Pay the charge directly to road providers (to depoliticize the system)



Toll industry adaptations

- All limited-access highways become toll roads.
- Convert all toll rates to a per-mile basis.
- Apply the MBUF to all miles driven—except on tolled facilities.
- Hence, states must give drivers rebate of MBUFs for all miles on toll facilities.



Questions?

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