

Goal: Package of funding tools that the legislature could consider to meet the following objectives:

- 1) **Revenue Stream:** Provide a stream of revenue commensurate with transportation system funding needs.
- 2) **Public Benefits/Reflects Use:** Provide a clear purpose and policy rationale linked to transportation system use, economic development, and other state policies and goals.
- 3) **Equitable:** Funding burden is geographically equitable and equitably allocates the costs to those who benefit.
- 4) **Local:** Allows for viable local transportation funding options that recognize the distinct needs of different local systems.

Threshold Criteria (to make list of funding methods). Funding method

1. Is an appropriate state level fee or tax, and
2. Has a nexus with transportation.

Criteria by Objective

Revenue Stream Criteria

- Revenue potential
- Responsive to inflation and growth
- Stable and predictable, including potential effects from fleet, VMT, and energy price changes
- Administration is easy for the public to understand and comply with and collection is cost-efficient
- Compatible with current or potential federal funding sources

Benefits/Reflects Use

- Link to a clearly identified transportation service or facility
- Reflects use
- Available to fund a full range of transportation choices
- Positively affects transportation system performance and other state policies and goals.
- Create and grow system connections.

Equitable

- Costs reflect user benefits
- Costs reflect user impact
- Costs reflect geographic variations in: access to multi-modal transportation choices, needs, highway types, and level of use.
- Costs on low tax base communities.

Local

- Provides revenue stream that could support local systems.
- Provides an opportunity for viable local options
- Provides continuity of transportation system.