

Just

FIX IT

or Just Ignore it?

The Consequences of Doing Nothing

So far this year, four states – Indiana, Montana, Tennessee and California – have passed significant, long-term transportation packages, including gas tax increases, for a total of 21 states since 2013.

Source: Transportation Investment Advocacy Council

FACT

Wisconsin either invests for the future or risks falling behind.

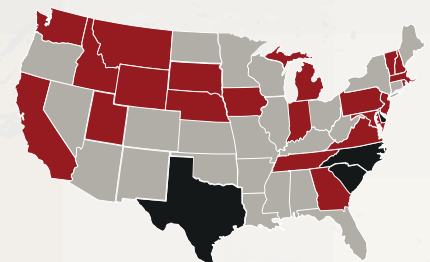
Indiana's Republican-controlled legislature approved, and Governor Eric Holcomb (R) signed, **legislation that will provide \$1.2 billion annually** in new transportation funding beginning in 2024—\$900 million annually for state roads and bridges and \$300 million a year for local road and bridge projects.

The bill includes:

- A 10 cents-per-gallon increase in the state motor fuel taxes effective July 1, 2017. The fuel tax will be indexed to inflation for the next seven years with any increase capped at 1 cent a year;
- A gradual shift of the sales tax on gasoline from the General Fund to the State Highway Fund, beginning in 2020. Currently only 14.3 percent of the sales tax on gasoline is deposited into the State Highway Fund and 85.7 percent is deposited into the General Fund;

- New \$15 annual vehicle fee;
- \$150 annual fee for electric vehicles and \$50 for hybrid vehicles;
- Study of tolling as a possible future revenue source, and submittal of a waiver asking the federal government to allow the state to approve tolling.

States Continue to Approve Transportation Funding



Details on next page.

Author of Indiana Plan at TDA Forum in Milwaukee

Republican Indiana State Representative Ed Soliday, chair of the Indiana House Roads and Transportation Committee, acknowledged at a recent TDA event that increasing the gas tax to pay for roads may not be considered conservative by some, but roads need to be fixed.

"There are certain things you have to pay for," he said. "And they're the role of government and that's infrastructure. Without infrastructure, we can't get the kids to school, we can't get grandma to the doctor, we can't get goods and services to the people."

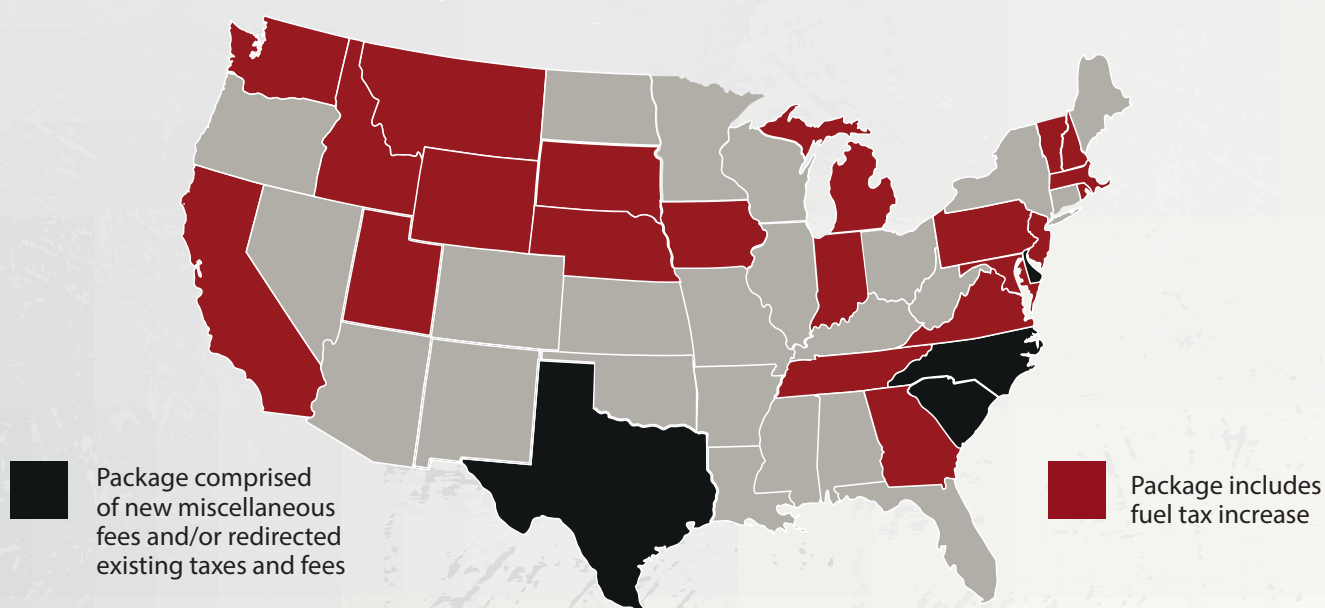


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25 States Approved Recurring Transportation Funding

2013-2017



	INCREASE IN GAS TAX	ESTIMATED ANNUAL REVENUE
California	12 cents	\$5 billion
Delaware	-	\$23.9 million
Georgia	6.7 cents	\$1.2 billion
Idaho	7 cents	\$95 million
Indiana	10 cents	\$1.2 billion
Iowa	10 cents	\$200 million
Maryland	13-20 cents	\$830 million
Massachusetts	3 cents	\$800 million
Michigan	7.3 cents	\$1.2 billion
Montana	6 cents	\$40 million
Nebraska	6 cents	\$75 million
New Hampshire	4.2 cents	\$35 million
New Jersey	23 cents	\$2 billion

	INCREASE IN GAS TAX	ESTIMATED ANNUAL REVENUE
North Carolina	-	\$440 million
Pennsylvania	9.5 cents	\$2.3 billion
Rhode Island	1 cent	\$150 million
South Carolina	-	\$200 million
South Dakota	6 cents	\$100 million
Tennessee	6 cents	\$350 million
Texas	-	\$1.2 - \$4.2 billion
Utah	5 cents	\$75 million
Vermont	5.9 cents	\$30 million
Virginia	variable	\$880 million
Washington	11.9 cents	\$1 billion
Wyoming	10 cents	\$70 million