

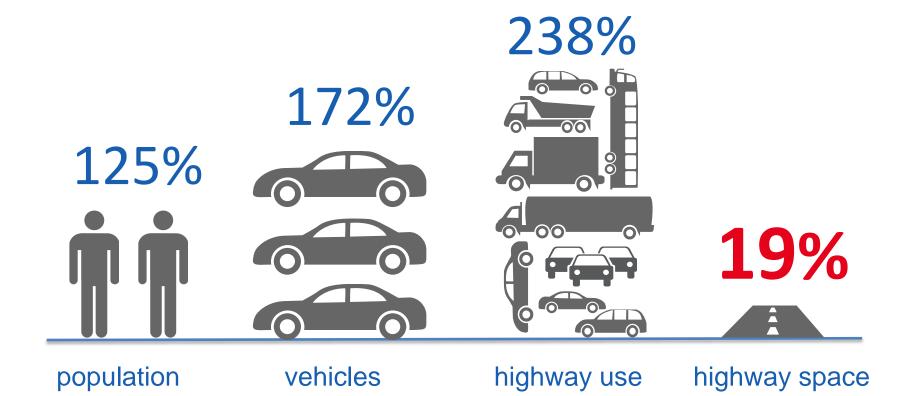
RETHINKING OUR PATH to MOBILITY

Oak Hill Parkway Presentation

Texas Highway Funding: The Short Story

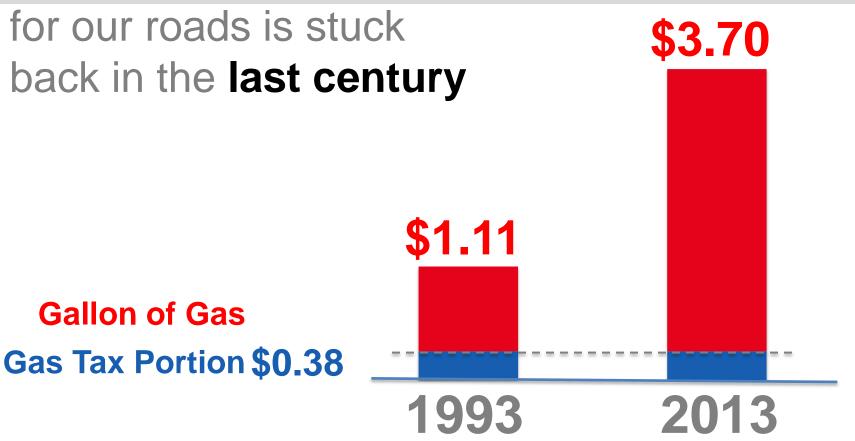
#### How did we get in this hole?

It's all about supply and demand

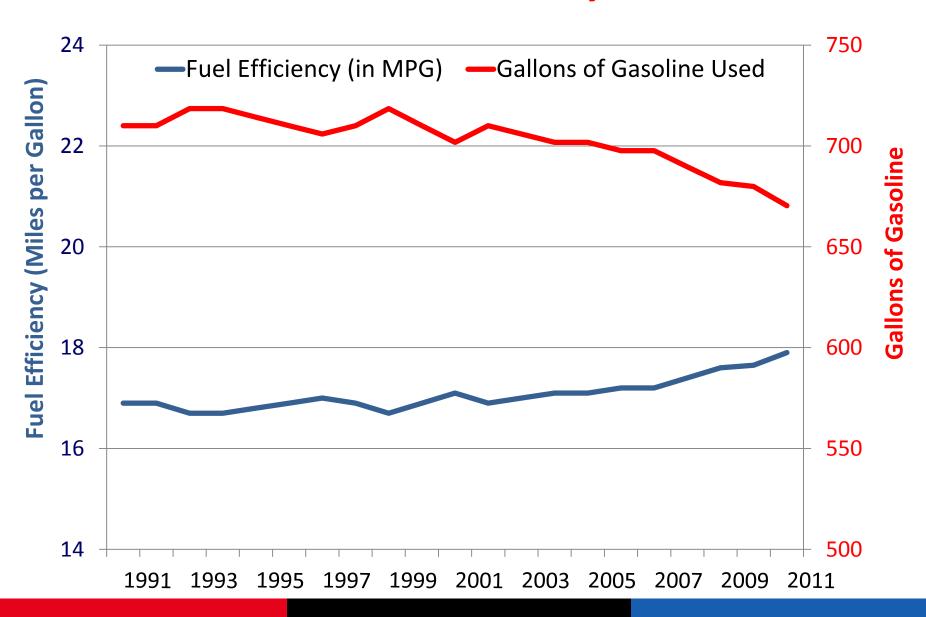


#### How did we get in this hole?

### **Financing**

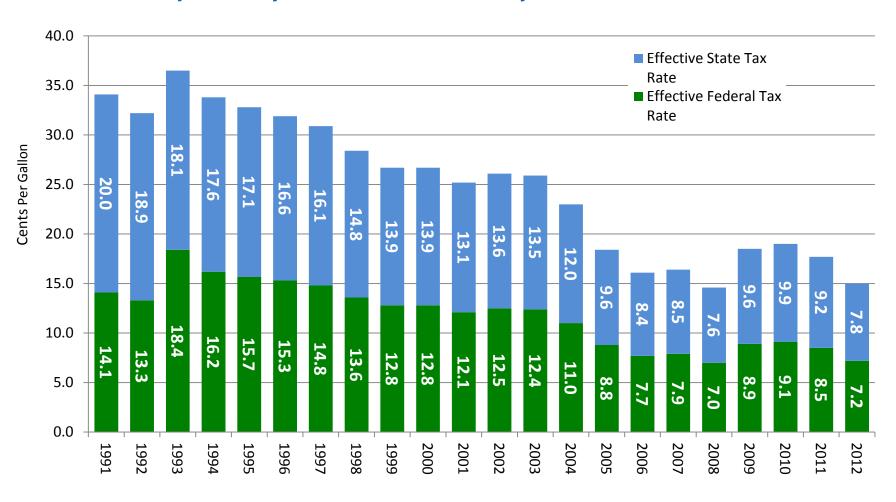


#### The Downside of Fuel Efficiency

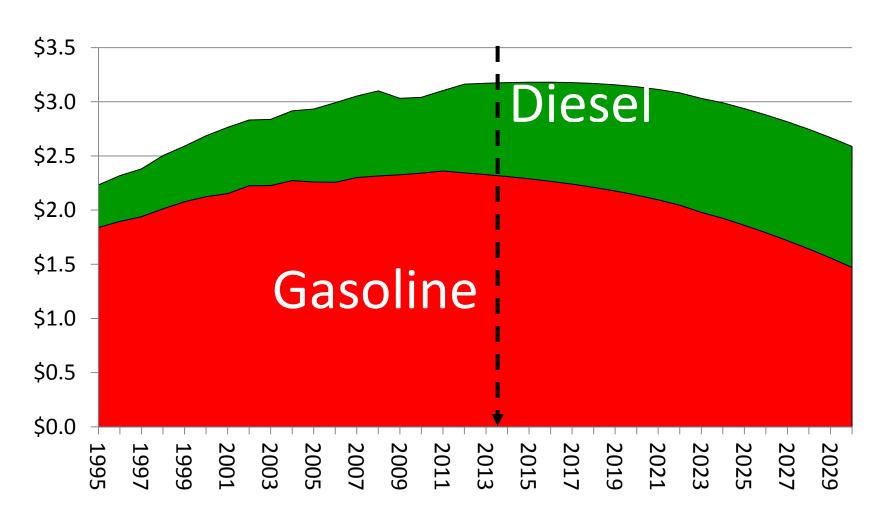


#### Purchasing Power of the Motor Fuels Tax

Tax Rate Adjusted by Inflation in Roadway Construction Costs



### What will happen: Motor fuel tax revenue (in \$ billions)

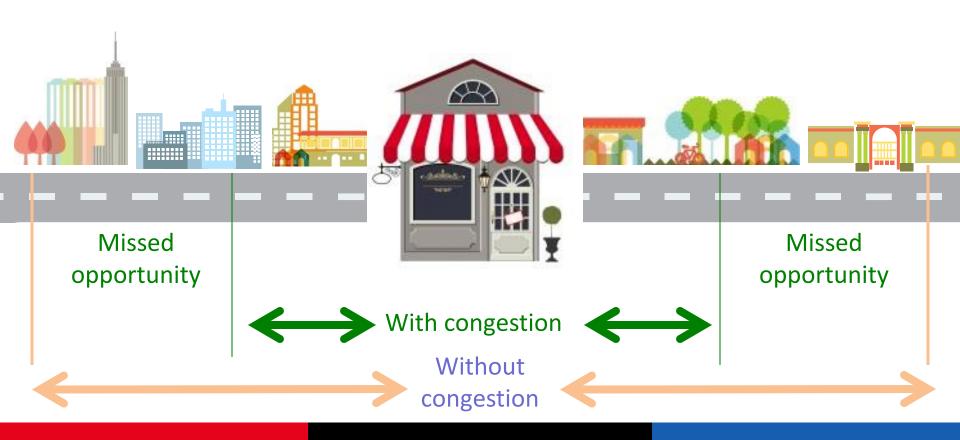


### How do we pay for our roads?

2014 Revenue Other 4% **Fuel Tax** 20% Debt financing has **Bonds/Borrowing** 28% Registration Fee now 13% surpassed revenue from **Federal Funds** the state gas 35% tax

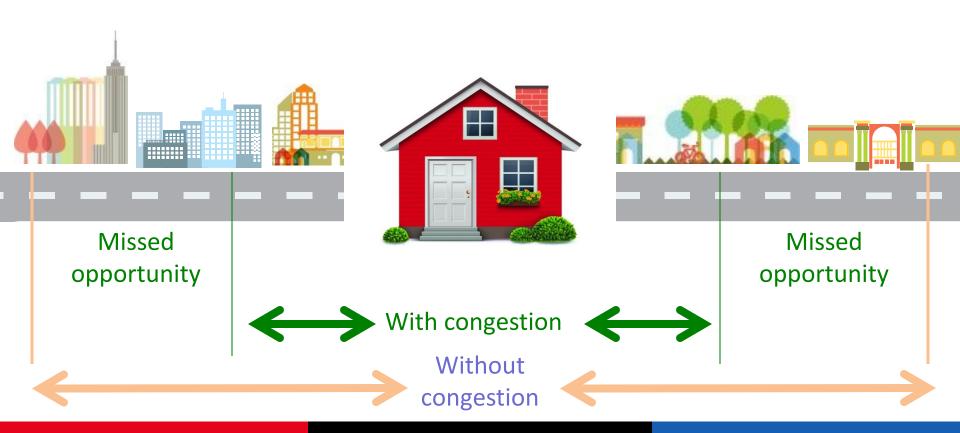
#### Business Cost of Congestion

Distance traveled to connect with **customers** in 30 minutes



#### Business Cost of Congestion

Commuting distance for **employees** in 1 hour



## What do we Know?

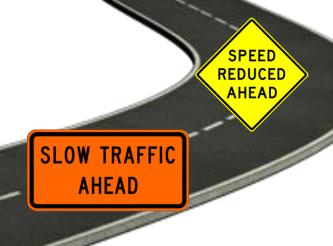
Funding has not kept pace with demand

PREPARED TO STOP

 Mobility will get worse: how much depends on our efforts

The cost of doing nothing is

high!



## What's Next?

**Increase** the **Fuel Tax**?

**Index** the **Fuel Tax**?

Increase the

**Registration Fee?** 

Vehicle Mile Fee?

**Local Transportation** 

Taxes?

**Property Tax?** 

Public/Private

Partnerships?

**Toll Roads?** 

Drive Less?

Move Somewhere Else?





# If you want a change



http://mobility.tamu.edu/mip/rpm.php