



Oregon's Road Usage Charge Program

Road User Fee Task Force

February 5, 2015



Oregon's Per Mile Road Usage Charge Law

Senate Bill 810 (2013)

- Road usage charge operational by July 2015
 - *Open* system required
 - Taxpayer *choices* for mileage reporting, one without vehicle location capability
 - 1.5 cents per mile
 - Fuel tax credit
 - Protects personally identifiable information
 - 5,000 volunteers
- 
- A photograph showing three individuals seated at a table during a public hearing or press conference. From left to right: a man in a brown jacket, a woman in a purple top, and a man in a dark suit. They are all looking towards the right side of the frame. There are microphones and water glasses on the table in front of them.
- Penalties for fraud and tampering
 - Requires public private partnerships for
 - Collecting mileage data
 - Tax processing
 - Account management



SB 810 Implementation



Project Approach

Scope

Critical Path defined and actively worked for each work stream.

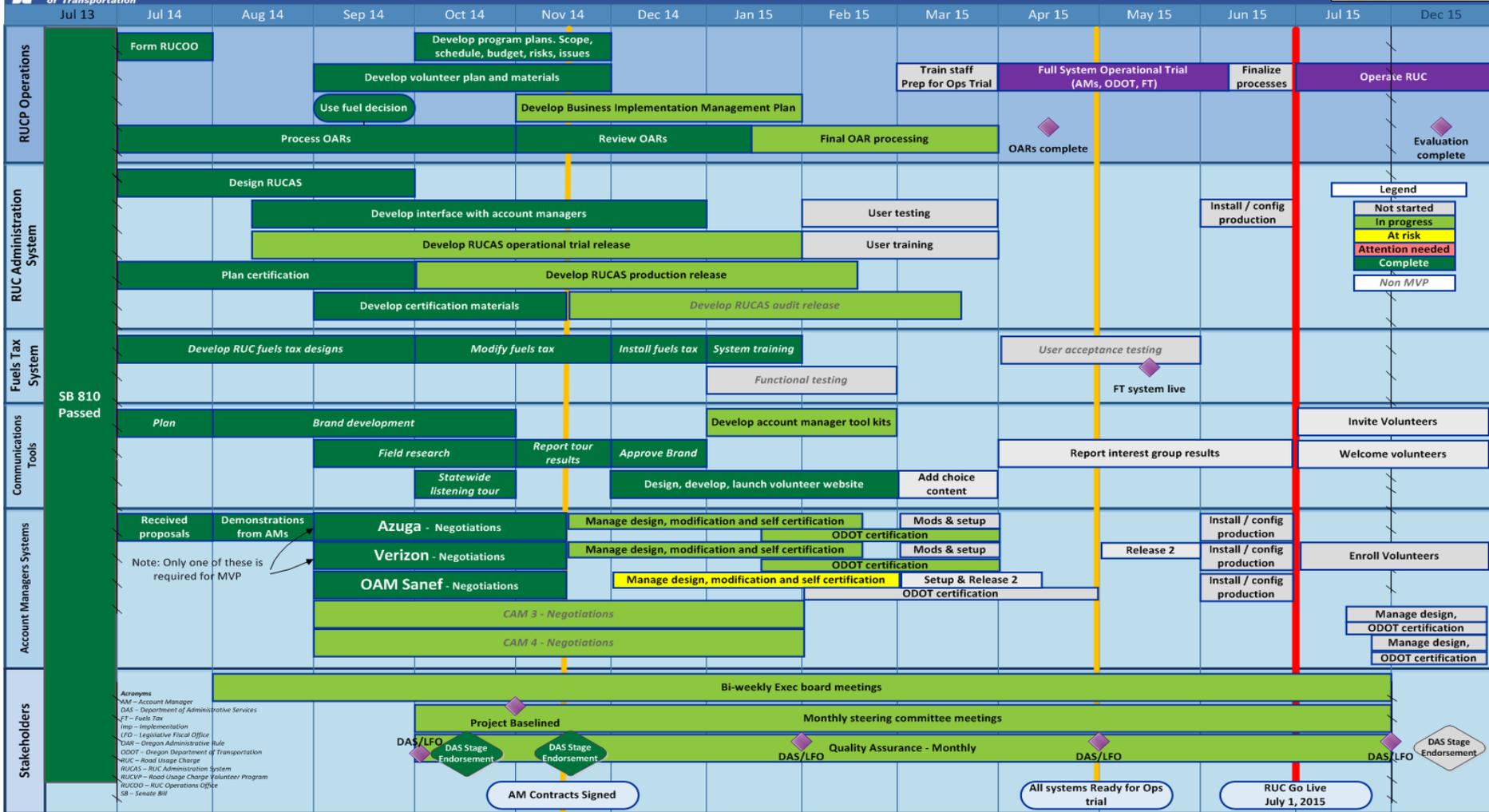
Schedule

- Operational Trial: April 1 (on target)
- Go-Live: July 1 (on target)

Budget

\$8.4 million





Oversight

Internal

- Road Usage Charge Executive Board
- Project Steering Committee

External

- Department of Administration Services, CIO Office
- Legislative Fiscal Office
- Public Knowledge, Quality Assurance



Major Accomplishments

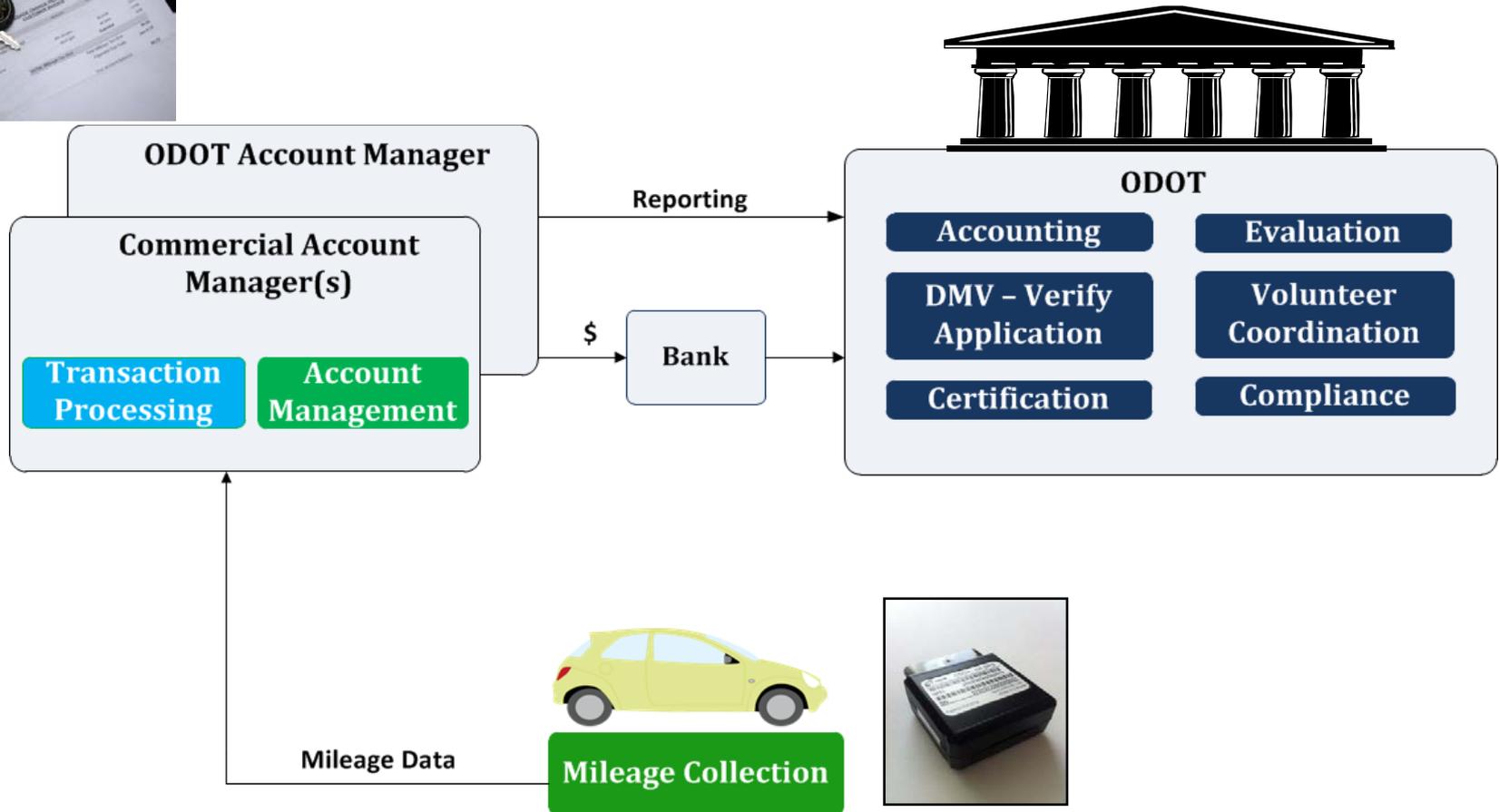
Major Accomplishments

- Signed contracts with three vendors
 - Two Commercial Account Managers
 - One ODOT Account Manager
- OR Administrative Rules ready to be filed with Secretary of State
- Launched website (MyOReGO.org)
- Outreach activities underway
- Designed, built and tested Road Usage Charge Administration System
- Built and deployed the account manager interface
- Documented business processes and procedures
- Collaborated with Fuels Tax System project to design, build and test per mile tax reporting

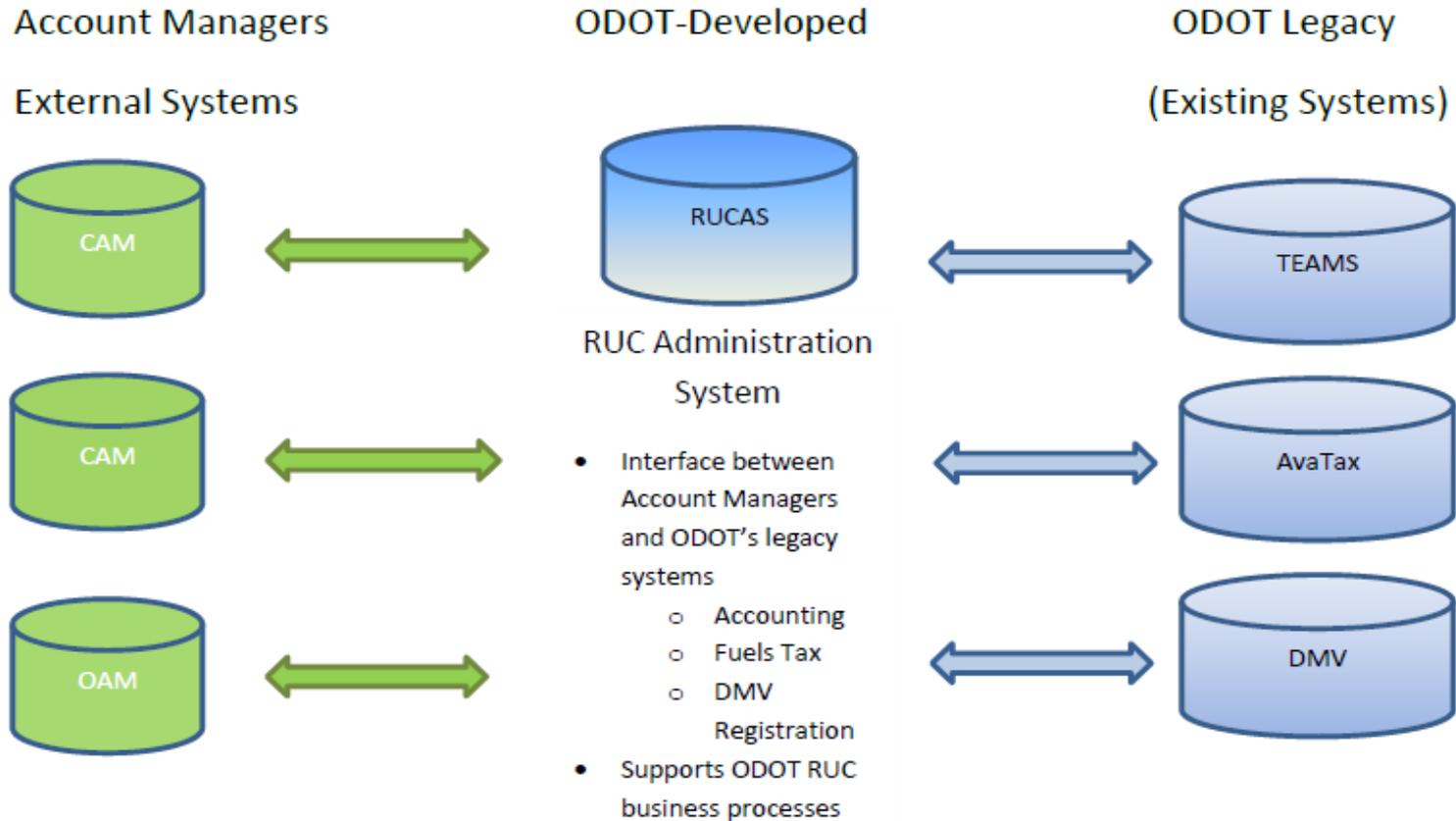


System Design

Oregon Road Usage Charge Open System



Road Usage Charge Administration Subsystem



Account Managers



Law creates a new market
driven by private sector.



Road Usage Charge Account Management

Creating a Commercial Market



61.230	↓	0.472	↓	2.80%	N/A	0
61.8175	↓	0.420	↓	1.53%	22.550	0
82.230	↓	0.1325	↓	0.68%	30.400	200
16.370	↓	1.250	↓	0.21%	N/A	200
39.500	↓	0.340	↓	1.50%	N/A	0
62.748	↓	0.340	↓	2.03%	N/A	0
1.570	↓	0.412	↓	0.87%	16.310	0
4.440	↓	4.300	↓	0.65%	38.900	600
770	↑	0.130	↑	0.96%	N/A	3400
69	↑	0.010	↑	0.80%	N/A	0
5	↓	1.0331	↓	1.55%	6.080	12000
	↓	0.7825	↓	2.15%	N/A	0
	↓	0.190	↓	1.06%	N/A	0

ODOT Account Management

- Accept any volunteer
- Basic Reporting (no GPS)
- No value added services

Commercial Account Managers

- Choose market
- Advanced Reporting
- Offer value added services



OAM



- Basic MRD
- No value added services
- Bill quarterly and when account is \$20 or more
- ODOT to handle refunds

CAMs

Verizon Telematics

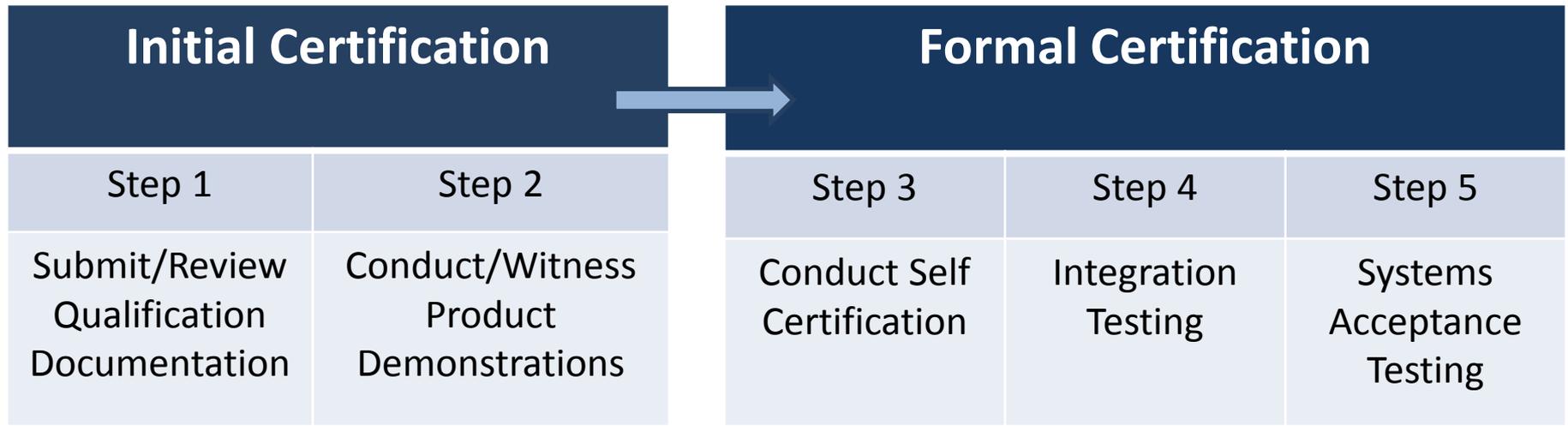
- Focusing on private insurance customers
- Bill Monthly



- Several value added services
- Bill when "wallet" is low



Certification Process



- Initial Certification – pre-contract validation of **potential** account managers
- Formal Certification – validation of account managers



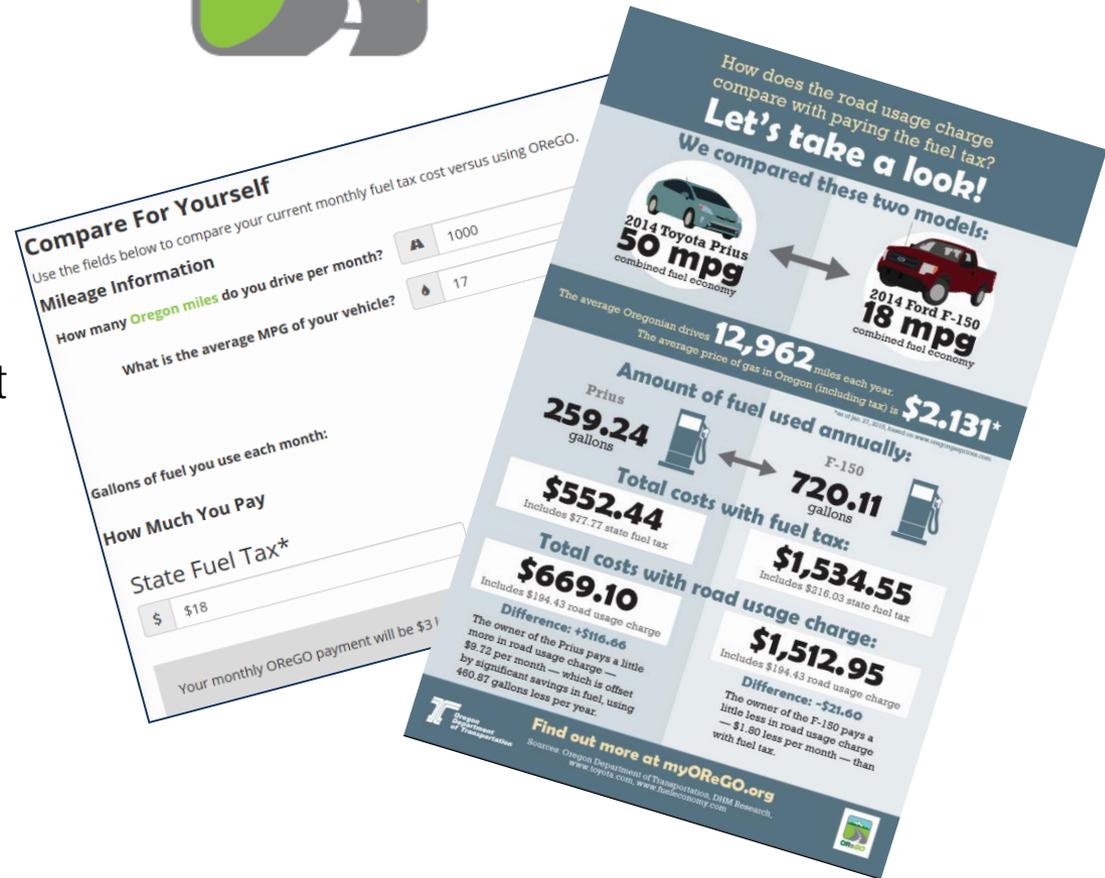
Outreach

Outreach



OREGO

- MyOREGO.org
(www.myorego.org)
- Infographics
- Information to Interest List
- Social Media
- Earned Media



The Volunteer Experience



The Volunteer Experience

1. Access OReGO Website
2. Choose an Account Manager
3. Receive & install mileage reporting device (MRD)
4. Settle account



Volunteer Entry into Road Usage Charge Program

Choosing your plan
To activate your account, you must choose a charging plan. Your charging plan will include a road usage charge service provider – either ODOT or a private provider, Sonaf – and a method to report the miles you drive (click on the plan line in the table below).
Need help? Click on [Help](#) or [SOPH](#) for more information.

Plan Options

	Miles Reported	Invoice	Payment	Online account management	Uses GPS?
ODOT Basic Plan	All	Mailed Monthly	Check	No	No, does not report where miles are driven
ODOT Flat Rate Plan	N/A	Once, at start	Check	No	No device
Sonaf Basic Plan	All	Emailed Monthly	Credit/debit card	Yes	No, does not report where miles are driven
Sonaf Advanced Plan	Public roads in Oregon only	Emailed Monthly	Credit/debit card	Yes	Yes
Sonaf Smartphone Plan	With application running, only roads in Oregon; without application running, all roads	Emailed Monthly	Credit/debit card	Yes	Yes, when the application's running



1. **Choose** provider via OReGO website
OR
via recruitment by account manager

2. **Select** mileage reporting method

- Basic
- Advanced

3. **Activate** mileage reporting device



A long, straight asphalt road with a double yellow center line stretches into the distance under a dramatic, cloudy sky. The road is flanked by a flat, open landscape with sparse vegetation and distant hills. The sky is filled with large, white and grey clouds, with patches of blue visible. The word "Drive" is centered in the middle of the image in a large, black, sans-serif font.

Drive

Road Usage Charge Activity Outside Oregon



Western Road Usage Charge Consortium



MEMBER STATES

Arizona
California
Colorado
Idaho
Hawaii
Montana
Nevada
Oregon
Texas
Utah
Washington



Western RUCC Work Plan 2014-15

- ✓ Analysis of nonresident travel between states
- Critical examination of Oregon Road Usage Charge System
- Communications task force
- Impacts of changing fleet fuel economy on state DOT revenue sources
- Impact of Road Usage Charging on rural drivers
- Road map for consideration of road usage charge by states
- Web based on-line calculator

- ✓ Completed
- Commenced



Proposed Western RUCC Work Plan 2015-16

Carry Over Projects

- Analysis of nonresident travel between nations
- Identifying information gaps and research needs related to road usage charge systems

WRUCC Board Suggested Projects

- Privacy: Public expectations and solutions
- Enforcement: Policy options
- Gas pump payment options
- Local jurisdiction applications
- Distribution of revenue and indexing
- Public acceptance by rural motorists

Western DOT CEOs Suggested Projects

- Third party certification process available to multiple states



Road Usage Charge Pilots and Demonstrations in the United States

- **Completed**
 - ✓ Oregon, 2006-07
 - ✓ University of Iowa, 2008-10
 - ✓ Minnesota, 2010-12
 - ✓ Oregon, Washington and Nevada, 2012-13
- **Pending**
 - Oregon, 2015 and beyond
 - California (SB 1077), 2016-17
 - Washington, 2016
 - Colorado, 2016



Legislative Matters



House Bill 2271 (2015)

Summary

- Replaces voluntary Road Usage Charge Program with a mandate for all light vehicles 55 MPG and above beginning July 1, 2017
- In lieu of the per-mile road usage charge, registered owner *may* pay a flat annual road usage charge in the amount of the rate multiplied by 35,000 miles per annum



SB 810 (2014) Technical Corrections Amendment

- Making emblem requirement optional for use fuel vehicles
- Removal of requirement to report mileage by rounding up reported to the next whole mile

