# Are There Transportation Taxes that People Support? A Review of Evidence

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MTI's National Transportation Finance Center

- 1. Sources of information
- 2. Not all taxes have the same support—and some are acceptable to the public
- 3. Support for taxes/tax increases if they are . . .
- 4. Summary

#### Sources of Information

- 1. Local and state ballot measures
- 2. Surveys

## Surveys – many types

- Local govts & interest groups testing support for specific ballot measures
- Polls looking at more general opinions
  - Interest groups (e.g., construction industry, environmental groups)
  - National pollsters (e.g., Gallup)
  - Academics & research-oriented nonprofits

## The 4 MTI surveys

Year	Loc.	Topic
2006	CA	Variety of taxes/tolls
2009	CA	"Green" tax options
2010	US	Gas tax, mileage fee, sales tax
2011	US	"

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#### Local and state ballot measures

- 1. In 2010, 77% of 57 "transportation" ballot measures approved nationally (CFTE data)
- 2. Californian voters have approved:
  - Local-option sales taxes in 19 counties
  - Toll increase on Bay Area bridges
  - Local vehicle registration fee surcharges

## Support levels: 2006 CA survey

Tax/Toll	Support (%)
HOT lanes	55
Gas tax (10¢ in 10 yrs)	40
Sales tax (1/2¢)	40
Vehicle registration fee	32
Mileage fee	28

## Support levels: 2009 CA survey

Tax	Support (%)
Feebate	65
Vehicle registration fee	41
Mileage fee	28

## Support levels: 2011 US survey

Tax	Support (%)
Sales tax	55
Gas tax	24
Mileage fee	22

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#### Lessons from ballot initiatives

Taxes are more popular if they are:

- Local
- Support specific projects

## Lessons from surveys

#### Taxes are more popular if they:

- Have a specific purpose
- Support themes of maintenance, safety, environment
- Are supported with education (?)

## Green taxes more popular (2009)

Fee	Support (%)	Green option boost
Vehicle reg'n fee		
Flat	41	<ul><li>22 points</li></ul>
Green	63	ZZ POIITO
Mileage fee		
Flat	28	<ul><li>22 points</li></ul>
Green	50	

## Maintenance popular (2011)

Gas tax type	Support	Boost
General	24%	→ 38 points
Maintenance	62%	v oo ponito

# Safety popular (2011)

Gas tax type	Support	Boost
General	24%	→ 32 points
Safety	56%	

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## Summary

- 1. Raising transportation taxes/fees can be acceptable to the public, if carefully crafted.
- 2. Increase support with taxes that are:
  - a. Local
  - b. Support specific projects
  - c. Have a specific purpose
  - d. Support themes of maintenance, safety, env't
  - e. (Come with some education?)

### Want to learn more?

- Survey reports at http://www.transweb.sjsu.edu/MTIportal/re search/Publications.html#TransportationFi nanceRR
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