International Fuel Tax Association, Inc.
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IFTA, INC. BOARD OF TRUSTEES
CHARGE TO THE
ATTORNEY ADVISORY COMMITTEE (AAC)

SECOND EXTENDED TIMELINE

1. History:

Since its inception, IFTA membership through Federal Legislation, Intermodal Surface Transportation Act of 1991 (ISTE), has been able to encourage the fullest and most efficient possible use of the highway system by making uniform the administration of fuels use taxation laws with respect to motor vehicles used in multiple member jurisdictions (IFTA Articles of Agreement Article I, Sections R310). As part of the presentation on a future IFTA Strategic Plan at the 2022 IFTA Annual Business Meeting, several items were identified regarding the future direction of IFTA as not only an association but as an instrument of tax administration. Among the strategies to be researched was a plan to address IFTA, Inc.'s role in a possible transition to a different taxation method for sustaining a dedicated revenue source for infrastructure. The various national and regional studies being conducted now are researching a possible replacement for fuel use taxes and could involve mileage-based taxes and/or fees. Some jurisdictions have started to propose and pass legislation on a new taxation structure that include mileage.

IFTA has proactively addressed the future through the passage of Ballot 8-2022 and the intent to establish an Alternative Fuels Committee as a Standing Committee. A significant part of the future is uniformity in fuel use tax across the jurisdictional and international members of IFTA. IFTA actively is working on ballots to address the change to this taxation method for our member jurisdictions. IFTA has provided a process for distribution of fuel use taxes among member jurisdiction with an efficiency to members and carriers. By proactively continuing to help our member jurisdictions to use this platform to efficiently transfer new taxation mechanisms amongst the member jurisdictions we will continue to serve our members and carriers.

2. Purpose of Charge:

Research any current legislation that has been passed by member jurisdictions for alternate taxation or fees on alternative fuel vehicles. Using the core principles in the IFTA Articles of Agreement Article I, Sections R310 develop a White Paper, Best Practice Paper, or other information to help jurisdictions develop legislation that will encourage the fullest and most efficient possible use of the highway system by making uniform the administration of alternative fuel vehicle tax/fee for vehicles used in multiple jurisdictions.

3. Charge:

3.1 Create a sub-committee made up of various IFTA standing committees including IAC.

3.2 Research current alternative fuel legislation/bills of member jurisdictions.

3.3 Create information to help with uniform administration for possible jurisdiction legislation.

3.4 Recommendations on delivery methods for the information to a wide variety of stakeholders.

4. Timeline for Completion of Project:

- Provide updates on progress at each IFTA Board of Trustee quarterly board meeting.
- Provide a draft distribution information at or before the 4th Quarter 2023 IFTA Board of Trustee quarterly board meeting.
- Provide a proposed delivery method to reach as many stakeholders as possible at or before the 4th Quarter 2023 IFTA Board of Trustee quarterly board meeting.
- Have the final draft of information ready to be distributed within 3 weeks after the 4th Quarter IFTA Board of Trustee quarterly board meeting upon board approval.

5. Timeline Extension:

Have the final draft of information ready to be distributed one month prior to the 2025 IFTA Annual Business Meeting.

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Rodney Richard (AR), President
IFTA, Inc. Board of Trustees

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Date