

IFTA, INC. BOARD OF TRUSTEES CHARGE TO THE LAW ENFORCEMENT COMMITTEE (LEC)

1. **History:** Articles VI R605 and R625 of the IFTA Articles of Agreement and Section P320 of the IFTA Procedures Manual set forth the standards for the issuance, display, and design of the IFTA decals. The requirements to issue (Base Jurisdiction) and display (IFTA Licensee) decals combined with the issuance and possession of a valid IFTA License (Articles R605 and R620) form the identification requirement for motor carriers to operate qualified motor vehicles in the member jurisdictions of IFTA. Article R615 mandates that the decal *"shall not be so designed as to require vehicle specific data"*, a compromise member jurisdictions made to accommodate the needs of the motor carrier industry. There have been numerous attempts over the years to move toward electronic credentials for IFTA. Each of these attempts were met with dissent from law enforcement because the IFTA decals had always represented a visual verification at roadside. Over the past decade the development of technologies to identify and validate the authenticity and status of an IFTA License and the compliance with IFTA (and other governmental initiatives) have evolved. Frequent discoveries by roadside enforcement of counterfeit credentials being used have caused an increasing level of concern by the law enforcement community as to the legal status of some motor carriers operating qualified motor vehicles in the IFTA member jurisdictions. The discovery of counterfeit credentials has effects well beyond roadside enforcement. The operation of qualified motor vehicles with counterfeit credentials no doubt results in the loss of revenue in member jurisdictions where no fuel was purchased tax paid.

Technology has changed over the years and there are number of other safety associations progressing toward a means to identify various vehicle and driver information using digital technology as a vehicle passes by a scanning camera or other similar device.

2. **Purpose of Charge:**

Review and research the feasibility of eliminating the issuance of decals as a requirement for identification of a vehicle operating under an IFTA License in accordance with Article R600 of the IFTA Articles of Agreement and providing for a vehicle specific electronic credential in lieu of the decals. As part of this initiative, the Board of Trustees assigns the LEC to:

1. Develop a subcommittee consisting of, but not limited to, law enforcement personnel, jurisdiction administrative and audit staff, motor carriers, service providers, and representatives from the technology sector.
2. Research the impact upon member jurisdictions in eliminating the decals in favor of electronic credentialing for qualified motor vehicles.
3. Research the various technologies available at roadside for the identification and verification of electronic credentials.

4. Determine needs for member jurisdictions, the IFTA Clearinghouse, motor carriers, service providers, and the technology companies that provide IFTA tax administration systems.
5. Determine which Articles and Sections of the IFTA Governing Documents would need to be amended, added, or deleted to provide for electronic credentialing of qualified motor vehicles operating under an IFTA License.
6. Reach out to CVSA to learn about their Level VIII program and whether or not IFTA, Inc. could be included in their plans for an electronic verification and if so, would their program be enough to warrant an elimination of the IFTA decals.

3. Charge:

- 3.1 Develop subcommittee.
- 3.2 Review and research.
- 3.3 Provide Board Charge updates at each Board Meeting.
- 3.3 Provide results of the research, make recommendations to the Board including if applicable, draft recommended revisions for changes to the governing documents of IFTA.

4. Timeline for Completion of Project:

- Establish the subcommittee by the 4Q2026 Board Meeting. Receive approval from the Board Liaisons in accordance with Section VI of the LEC Charter.
- Complete the required research and provide recommendations to the IFTA Board of Trustees by the 4Q 2027 Board Meeting for review including, if applicable, a proposal and draft for amendments to the Agreement for consideration by Membership at the 2028 Annual Business Meeting.



Darrin Gerry (SD), President
IFTA, Inc. Board of Trustees

September 8, 2026

Date