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Governor Wolf Commits to Phasing Out Gas Tax, Announces Commission to Develop Funding Solutions

Harrisburg, PA – Governor Tom Wolf today reiterated his commitment to phase out Pennsylvania's gas tax, which is becoming an unreliable source for funding Pennsylvania's vast transportation network. To make this possible and to further address the state's transportation funding needs, the governor has also signed an Executive Order establishing the Transportation Revenue Options Commission, which will develop comprehensive funding recommendations for Pennsylvania's large and aging infrastructure.

"Our economy, our communities, and our future rely on a strong transportation system that supports our safety and growth. We have more than \$9 billion in annual unmet needs across our state-maintained transportation system alone. At the same time, Pennsylvania is relying too much on outdated, unreliable funding methods, and the federal government hasn't taken meaningful action in decades," Gov. Wolf said. "Phasing out the burdensome gas tax, coupled with seeking long-term reliable funding solutions that will keep pace with our infrastructure needs, deserves a close examination. Forming this bipartisan commission will bring multiple, bipartisan voices to the table to ensure that we can examine reliable, sustainable revenue solutions to address both near-term and long-term funding needs."

Pennsylvania has one of the largest state-owned transportation networks in the country, with nearly 40,000 miles of roads and over 25,400 bridges under its direct purview. PennDOT also oversees aviation, rail freight, public transportation, ports, pedestrian and bicycle programs. In 2019, the Transportation Advisory Committee (TAC) identified major risks to transportation funding such as reduced fuel revenues, unpredictable federal funding, and legislative changes to reduce commitments.

PennDOT's latest assessment places the annual gap of its needs in all modes and facilities at \$9.3 billion, growing to an annual \$14.5 billion gap by 2030.

Further, as more fuel-efficient cars and technologies are created, reliance on the gas tax for state revenue is less and less dependable. Any phase out of the gas tax will need to be coupled with new or replacement revenue.

The Transportation Revenue Options Commission is comprised of transportation, economic, and community stakeholders from both the public and private sectors, including majority and minority leaders from the House and Senate Transportation and Appropriations committees. PennDOT Secretary Yassmin Gramian will serve as commission chair.

The commission will have its first meeting by March 25 and a report of commission activities and funding options will be submitted to the Governor before Aug. 1, 2021.

The following individuals were invited to join the commission, with additional representatives from transportation's varied stakeholders to be invited before the first meeting:

- Rep. Stan Saylor, Chair, House Appropriations Committee;
- Rep. Matthew Bradford, Minority Chair, House Appropriations Committee;
- Sen. Pat Browne, Chair, Senate Appropriations Committee;
- Sen. Vincent Hughes, Minority Chair, Senate Appropriations Committee;
- Sen. Wayne Langerholc, Chair, Senate Transportation Committee;
- Sen. John Sabatina, Minority Chair, Senate Transportation Committee;
- Rep. Tim Hennessey, Chair, House Transportation Committee;
- Rep. Mike Carroll, Minority Chair, House Transportation Committee;
- Gene Barr, Pennsylvania Chamber of Business and Industry;
- Carl Belke, Keystone State Railroad Association (KSRRA);
- Becky Bradley, Lehigh Valley Planning Commission;
- Sarah Clark Stuart, Pennsylvania Pedalcycle and Pedestrian Advisory Committee;
- Howard Cohen, Temple University, Public-Private Transportation Partnerships Board;
- Mark Compton, Pennsylvania Turnpike Commission;
- Patricia Cowley, Pennsylvania Bus Association;
- Secretary Dennis Davin, Pennsylvania Department of Community and Economic Development;
- Ronald Drnevich, State Transportation Commission;
- Secretary Cindy Dunn, Pennsylvania Department of Conservation and Natural Resources;
- Colonel Robert Evanchick, Pennsylvania State Police;
- Rich Fitzgerald; Allegheny County Executive;
- James Harper Jr., Laborers' International Union of North America;
- Katherine Kelleman, Port Authority of Allegheny County;
- Amy Kessler, North Central Pennsylvania Regional Planning and Development Commission;
- James Kunz, International Union of Operating Engineers;
- Mike Glezer, Wagman;
- Jeffrey L. Iseman, Pennsylvania Statewide Independent Living Council;
- Robert Latham, Associated Pennsylvania Constructors;
- Brock Myers, Alan Myers;
- Secretary Patrick McDonnell, Pennsylvania Department of Environmental Protection;
- Rebecca Oyler, Pennsylvania Motor Truck Association;
- Secretary Russell Redding, Pennsylvania Department of Agriculture;
- Leslie Richards, Southeastern Public Transit Authority;
- Shawna Russell, Pennsylvania Public Transportation Association;

- Dave Sanko, Pennsylvania State Association of Township Supervisors;
- Bob Shaffer, Aviation Advisory Committee;
- Leeann Sherman, American Council of Engineering Companies of Pennsylvania;
- Karl Singleton, Pennsylvania Diversity Coalition;
- Secretary Jen Swails, Office of Budget;
- Andrew Swank, Swank Construction;
- Jerry Sweeney, Southeast Partnership for Mobility;
- Secretary Robert Torres, Pennsylvania Department of Aging; and,
- George Wolff, Keystone Transportation Funding Coalition.

"I am grateful to all the commission members for contributing their time and expertise to this critical issue," said PennDOT Secretary Yassmin Gramian. "We must work together to find sustainable, future-focused funding solutions that will keep Pennsylvanians moving." For more information about transportation funding in Pennsylvania, visit www.PennDOT.gov/funding.