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# **Puget Sound Traffic Choices Study**

Transportation Research Forum  
47<sup>th</sup> Annual Forum, New York, NY

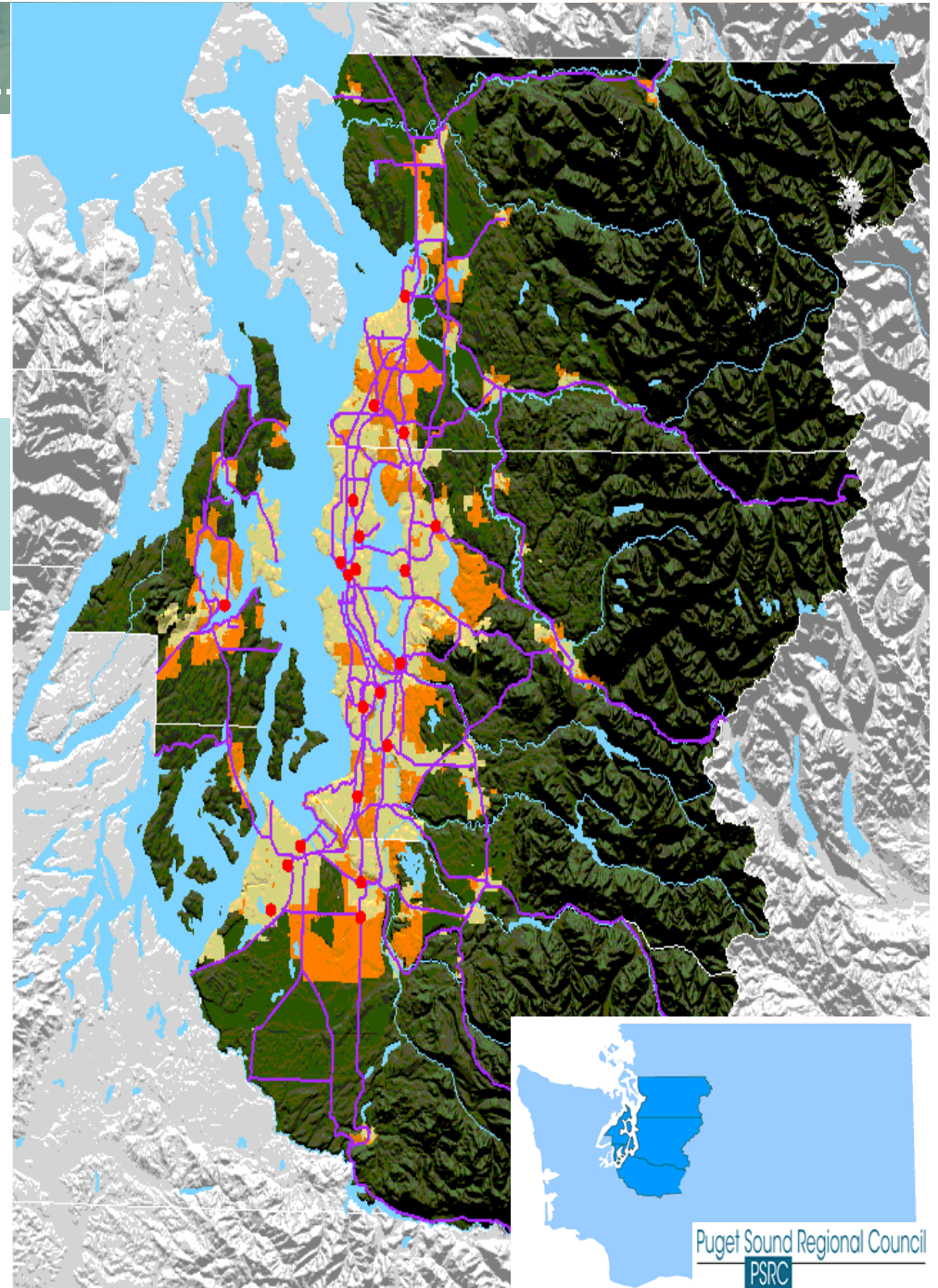
March 23, 2006

# Puget Sound Region

## **Puget Sound Regional Council**

Metropolitan Planning Organization  
designated under federal legislation

- 3.4 million people
- 1.8 million jobs
- 16,300 sq. kilometers
- Expecting significant growth over the next 25 years
- New growth will largely occur within existing urban areas





## Existing Road Finance System

- **System is financially weak**
  - Poor fiscal elasticity of the gas tax, especially with new fuels
  - New capacity costs are rising with urbanization, and preservation and maintenance costs are rising as system ages
- **System performance is declining**
  - Congestion, road conditions deteriorating
  - Land use regulation, transit policy not obviating the problem
- **Gas tax (and other tax-based) finance perceived as unfair**
  - Expensive new capacity that benefits targeted taxpayers
  - Requires cross-subsidies, among regions, types of users
  - Hence, public support for general tax increases is ambiguous



## Future of Road Finance?

- **Conventional road finance is a vicious circle**
  - We levy an average charge on all mileage...
  - ...creating localized congestion during peak periods
  - The congestion prompts road authorities to build
  - But the low charges cannot cover the costs!
- **Demand pricing can break the circle**
  - Charges are levied selectively on certain vehicle-miles
  - Controls excessive congestion during peak periods
  - Demand pricing generates the revenue to build capacity when it is really needed
  - Revenue is collected from those who burden capacity



# *Puget Sound Traffic Choices Study*



Puget Sound Regional Council



## Traffic Choices Study

The Traffic Choices Study is a federally funded pilot project that will test new ways to combat traffic congestion and fund transportation.

Our region will develop a better understanding of the policy and technical issues associated with road pricing, which will inform updates to the region's plans and influence decisions about our future.



## **Project Objectives**

- Familiarize real people with the concept of road pricing
- Learn whether drivers will pay to use a variety of roads
- Develop a better understanding of the policy and technical issues
- Test technology and program design



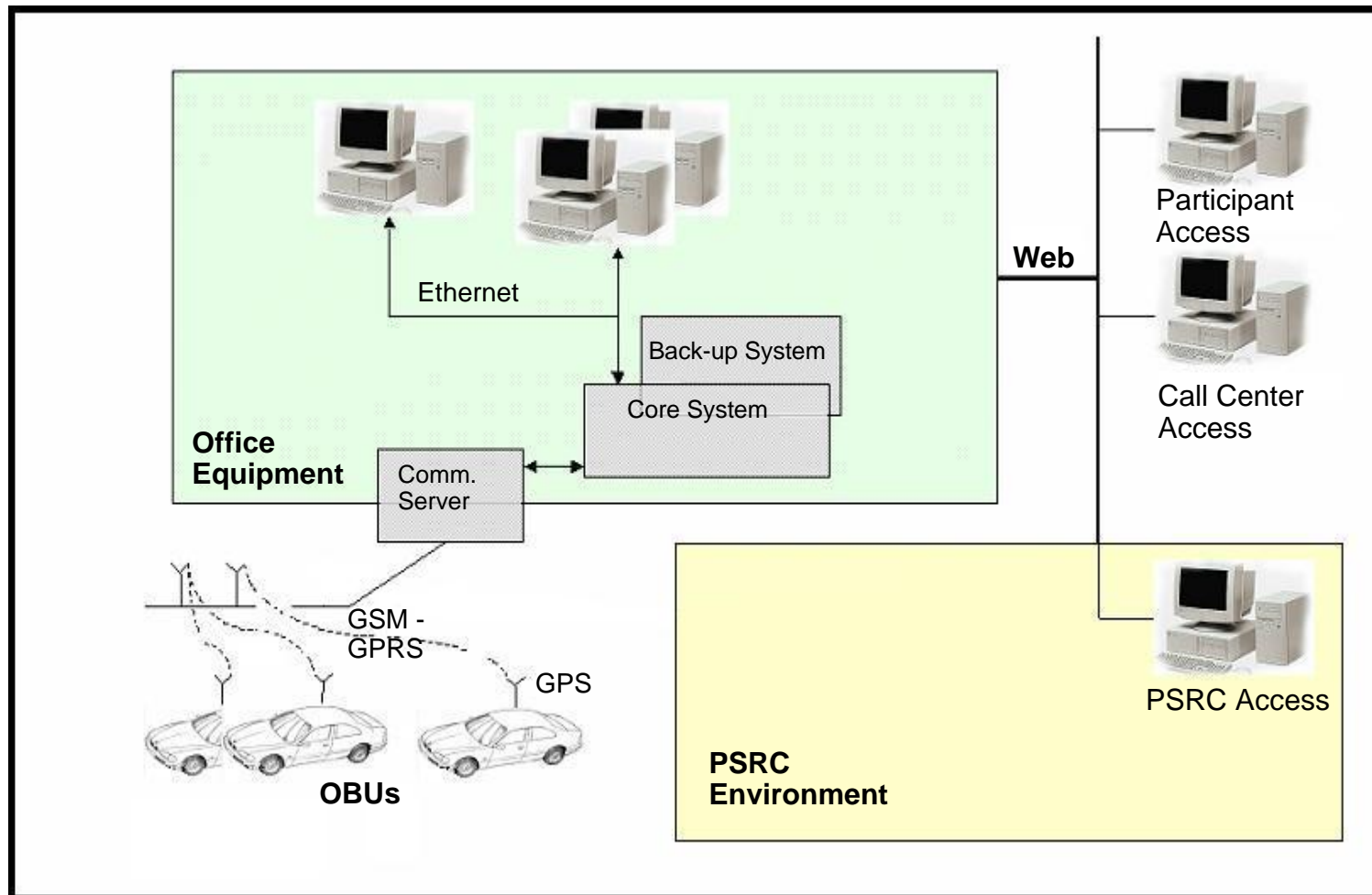
## **Key Attributes of the Project**

- Study effects of system-wide congestion pricing on traveling public within controlled research environment
- Groundwork for one future finance option for Puget Sound's roadway network
- Use of existing off-the-shelf technology
  - Proven, tested, safe equipment and installation
  - Secure, reliable back office system
- GPS-based tracking of vehicles; GPRS/GSM communications to central office
- “Hold-Harmless” billing using participant Endowment Accounts





## Overview of Main System Components



# Puget Sound Traffic Choices Study

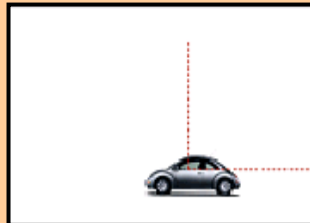


## Start-up Period



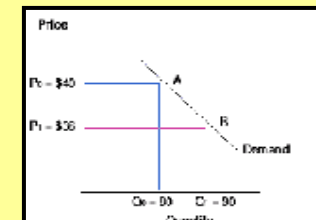
- Enroll participants
- Install in-vehicle equipment
- Baseline data collection
- Loaded system test
- Develop household travel budgets

## Active Period



- In-vehicle toll display
- Driver modifies travel or pays toll
- Vehicle charged for road use
- Tolls levied against endowment accounts
- Participants keep unspent account balance

## Analysis Period

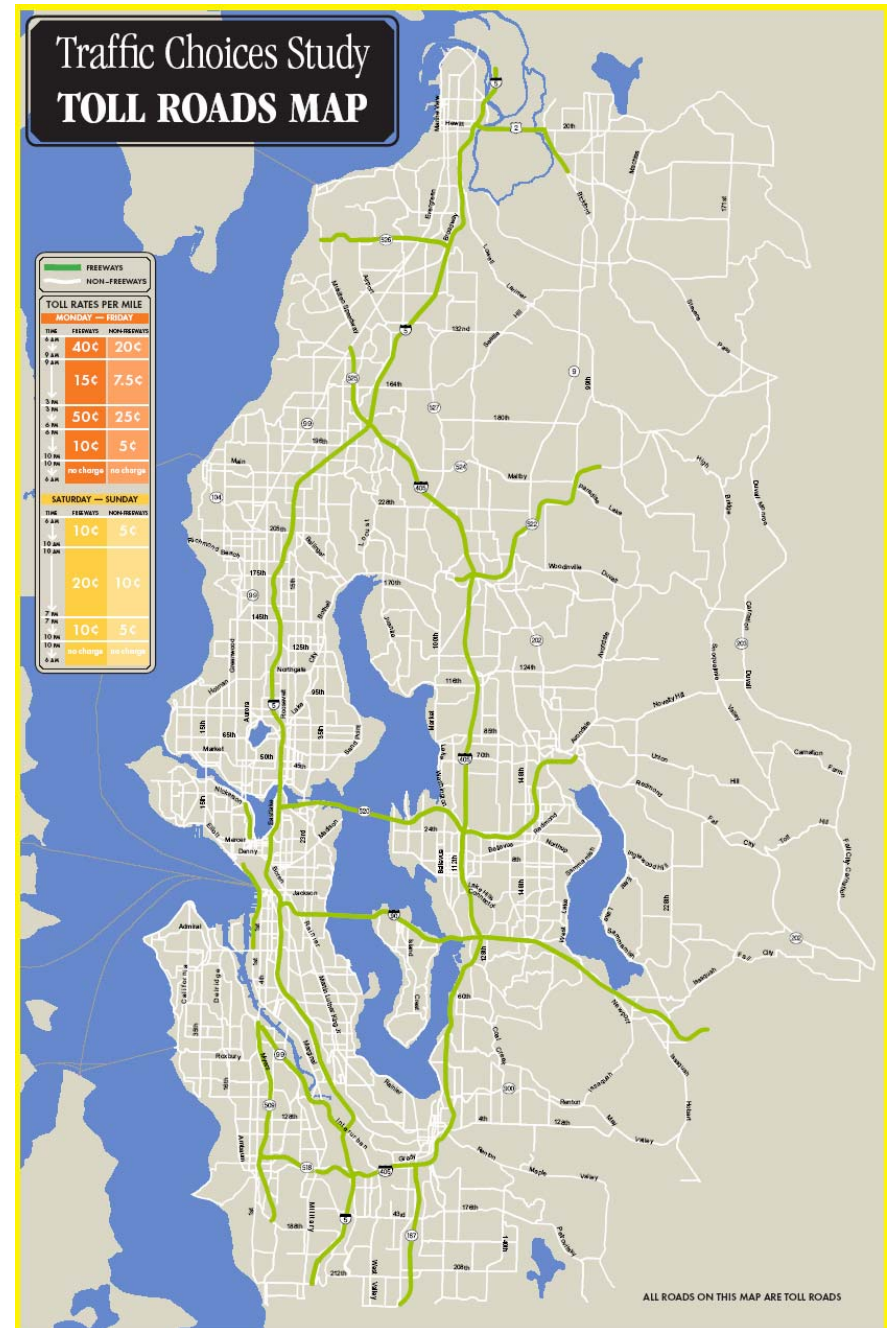


- Calculate price elasticities
- Behavioral response
- Technical documentation
- Examine policy areas
- Full documentation of all aspects of the project

# Puget Sound Traffic Choices

## Priced Roads

Highways and Major Arterials





## Toll Schedule

### Tolls vary by:

- road facility type
- weekday versus weekend
- time of day

**AM Peak** - higher tolls

**Midday** - lower tolls

**PM Peak** - higher tolls

**Evening** - lower tolls

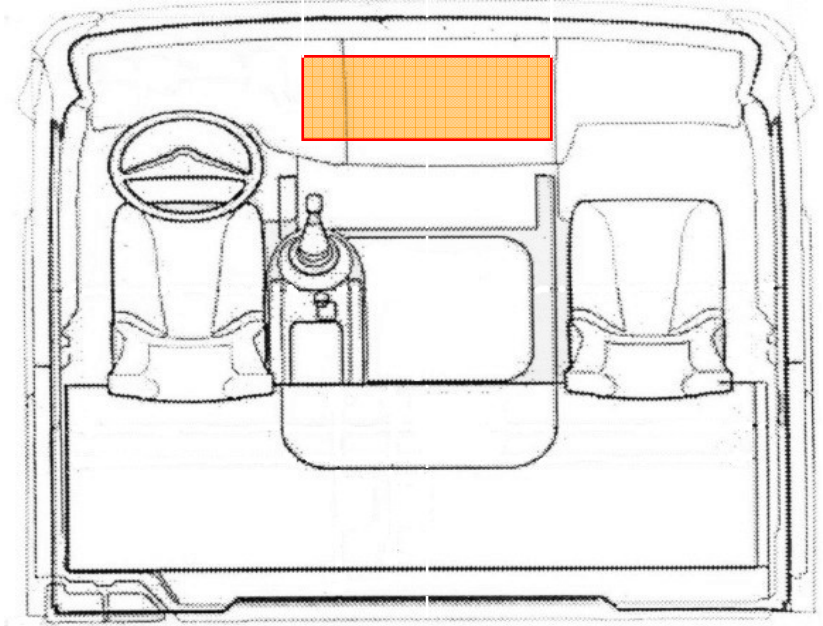
**Night** - zero tolls



## The On-Board Unit

- Internal GPS module
- Internal GPRS module
- Stores 8,000 link digital road network
- Software matches GPS signal returns to road links
- 2X16 character display (road name and toll/mile)

Mounting location





## OBU Tolling Display

**First Line:**

The toll sum for each trip is displayed.

**Second Line:**

The name of the link and costs per mile is displayed.







## Deployment: Some findings to date

- Core technology for satellite-based toll systems is mature
- Quality of the underlying geodata base is a crucial factor
- At times, GPS signal reception may need to be augmented with additional positioning technologies
- Arterial tolling systems have different design requirements than a freeway only systems
  - Short length trips may result in a few trips without sufficient location data
  - Digital characterization of roadway network is significantly more complex
  - On board unit storage limitations, a solvable problem
  - Enforcement...
- Significant deployment issue is the installation of hardware



## **Deployment: Verification and Payment**

- Will GPS be sufficient to meet a standard of proof to allow billing and enforcement?
- Occasional users and non-banking individuals impose challenges for any Electronic Payment System
- Enforcement may require other facility use verification (DSRC, video capture, mobile enforcement).
- Trade-off between verification and protection of privacy –issues with technology implications that influence the underlying economics of system design



## Deployment: Fairness of Road Pricing

- Direct use charging addresses existing horizontal inequalities
  - Across users groups (e.g. vehicle classes)
  - Across geography (e.g. urban/rural)
- Other equity concerns (across income classes) may remain, and are best addressed through a comprehensive treatment of both revenue and expenditure policies
- Road financing that improves overall economic efficiency leaves society with greater resources available to address equity



## Deployment: Privacy

- Privacy questions involve what data leaves the vehicle, and what safeguards are in place to limit its availability and use.
- It will be possible to design an approach where only “generic” facility use data is used by a central billing system.
- Audit/dispute functions could be preserved through temporarily storing data within the vehicle.
- Ultimately, any charging system must be technically verifiable and legally enforceable, within bounds of what is politically acceptable.



## Outlook

- Project demonstrates general feasibility of GPS-based solution for tolling applications in US
- Successful operational results may influence long-term planning and policy making in the Seattle region and elsewhere
- Important policy questions such as privacy and equity will be better understood
- Large-scale deployment of a GPS-based tolling solution depends on a viable business model and public acceptance of underlying concepts

## ***Puget Sound Traffic Choices Study***



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**<http://www.psrc.org/projects/trafficchoices/index.htm>**