

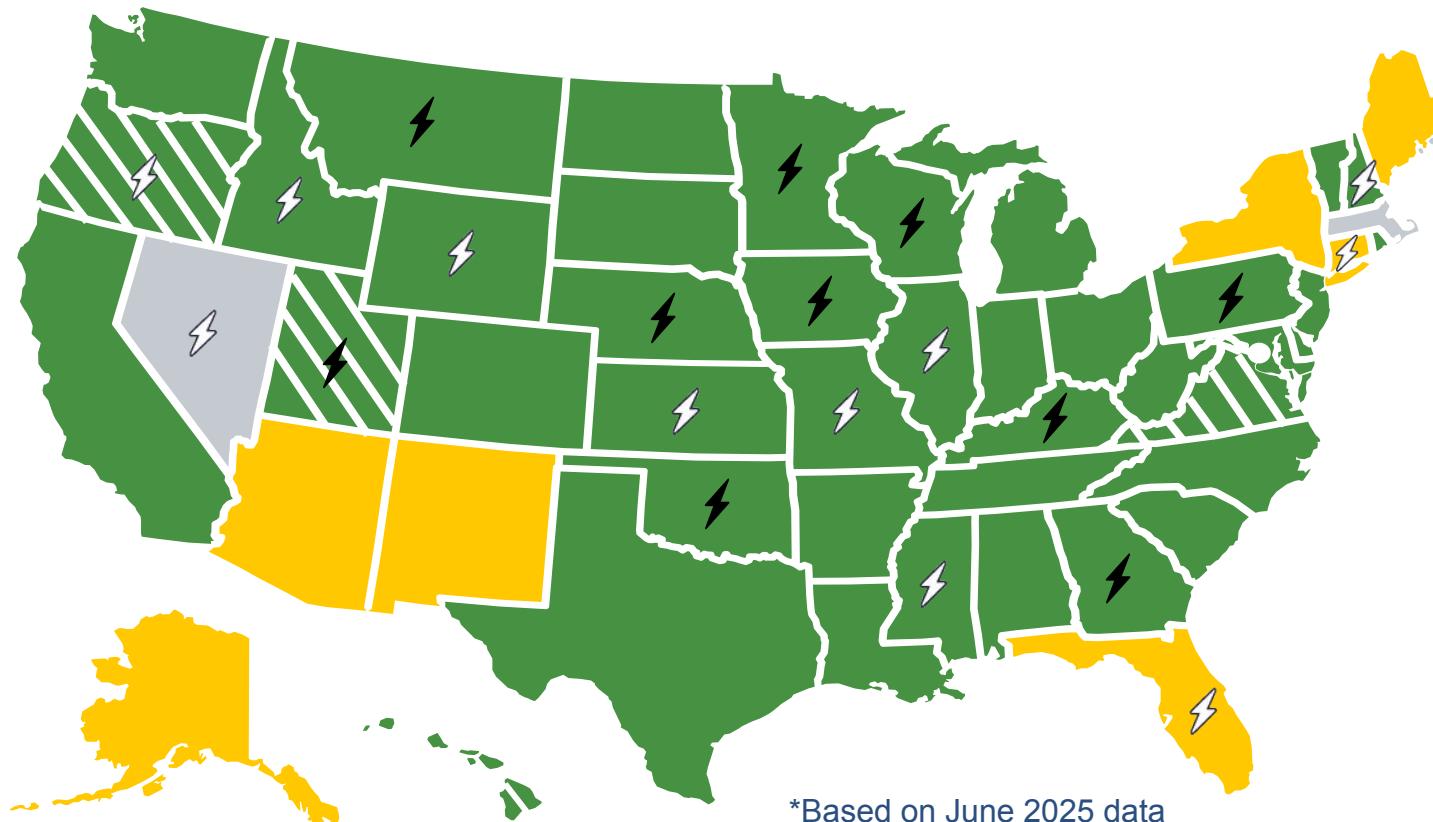
Utah Road Usage Charge (RUC) Program

January 15, 2026

Lyle McMillan, Director of Strategic Technologies

Utah Fleet & RUC Program Characteristics

Alternative Fuel Vehicle Annual Fees & EV Charging Taxes



Per-mile RUC/MBUF Legislation Enacted:

Annual Fees: Introduced Enacted

EV Charging Tax: Introduced Enacted

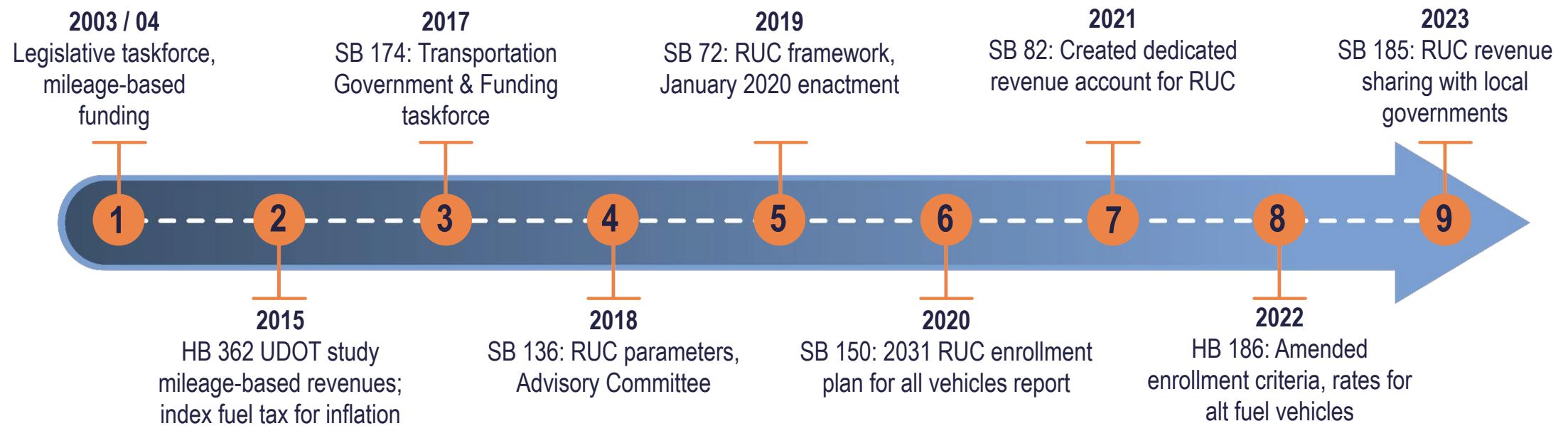
| Per-mile RUC | US Range* | US Avg | Utah |
|-------------------------|---------------|--------|----------|
| Leg. Enacted | 0.80¢–\$2.00¢ | 1.26¢ | 1.11¢ |
| Annual Fees | US Range | US Avg | Utah |
| EVs | \$50–\$260 | \$151 | \$143.25 |
| PHEVs | \$20–\$235 | \$94 | \$56.50 |
| Hybrids | \$20–\$100 | \$65 | \$21.75 |
| EV Charge Tax (per kWh) | US Range | US Avg | Utah** |
| Leg. Enacted | 1.72¢–5¢ | 3.05¢ | 3.80¢ |

*Virginia's rate is assumed to be the rate that EV owners pay

**Utah's tax is 12.5% of the retail cost

DATA UPDATED THRU AUG 2025

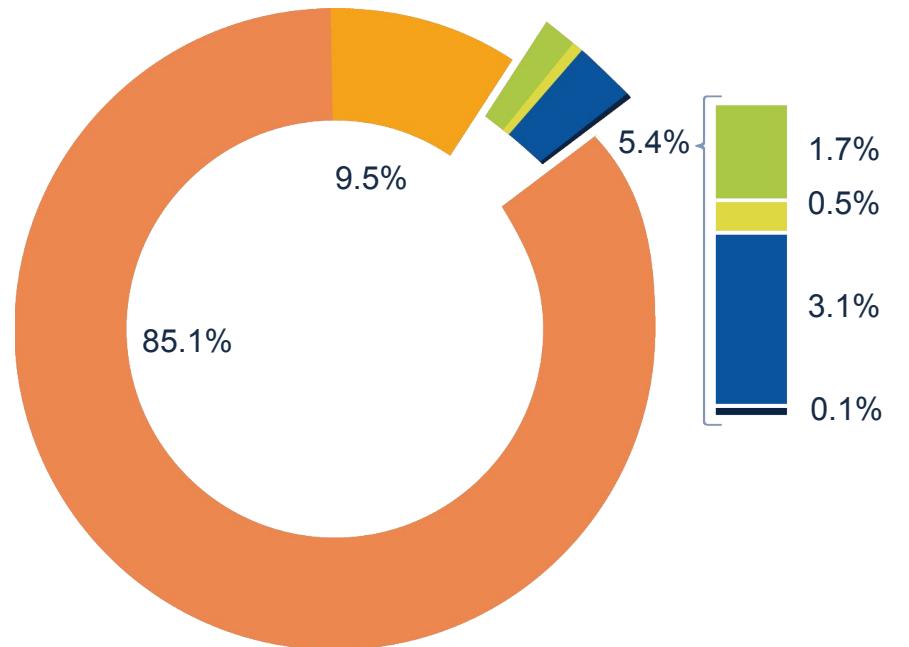
Utah's Road Usage Charge Legislation History



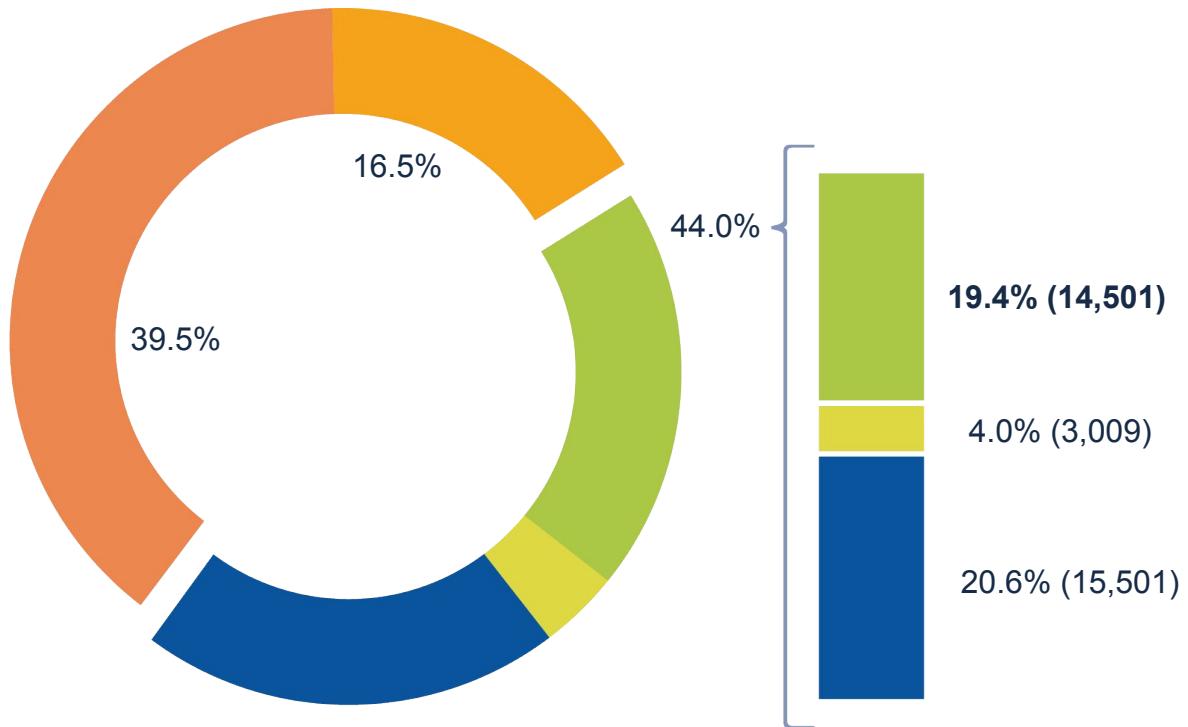
DATA UPDATED THRU DEC 2025

Size & Growth of Utah's Vehicle Fleet

Total Registered Vehicles
3,016,990 (Feb 2025)



Annual Increase in Registered Vehicles
74,517 (Feb 2024 to Feb 2025)



■ Gasoline ■ Diesel ■ EV ■ PHEV ■ Gas Hybrid ■ Other Fuel

64,222 EVs registered currently. 11,288 are enrolled in RUC; 52,934 are not. This participation rate is 18% overall and 22% of EVs sold > 1 year ago that are eligible to join RUC.

DATA UPDATED THRU FEB 2025

Elements of Utah's RUC System

Technology

- Telematics
- Digital Odometer



Privacy

- Flat Fee or RUC
- User Agreement
- No Data Distribution



Vehicle Types

- Electric (EV)
- Plug-in (PHEV)
- Gas Hybrid



Enrollment

- Voluntary
- Online
- VIN entry
- Initial Odometer Capture
- DMV Interface

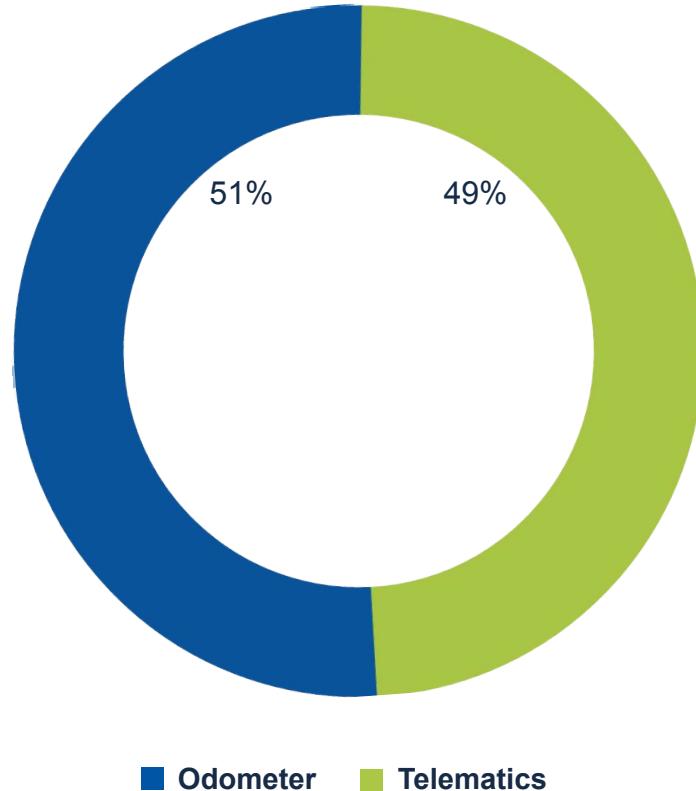


Comm Acct Mgr

- Prepaid Wallet
- Quarterly Billing

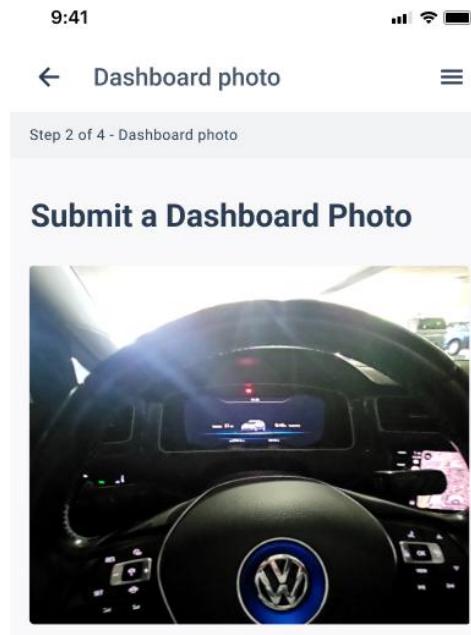


Mileage Reporting Option Selections



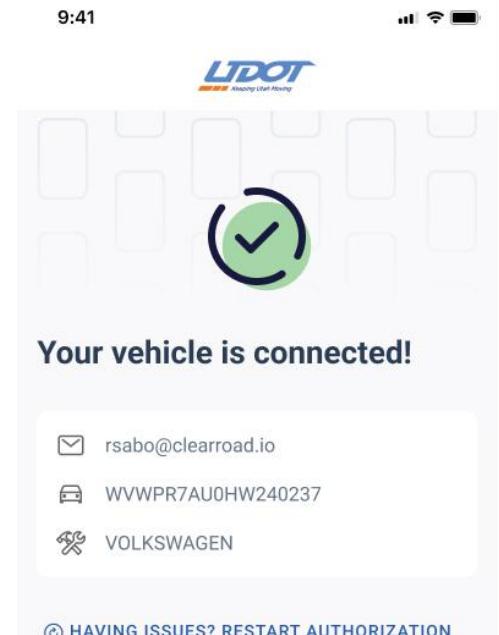
Odometer Photo

- Mileage reading sent via SMS and smartphone app
- Usable for any make/model
- \$7.20 annual CAM cost (\$2.80 at higher enrollment)



Telematics

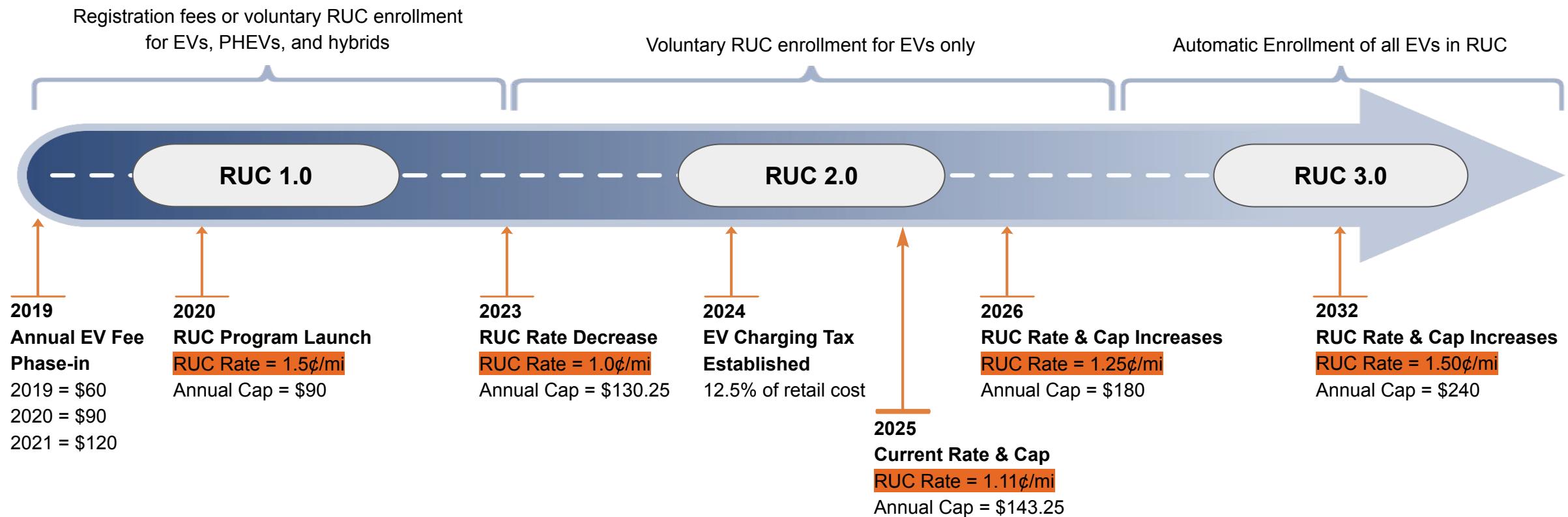
- Mileage sent wirelessly
- Available on many EVs; some require paid subscription
- \$38.40 annual CAM cost; (\$16.00 at higher enrollment)



Flat Fee & RUC Rate Options for EVs



Utah's EV Flat Fee & RUC Program Timeline

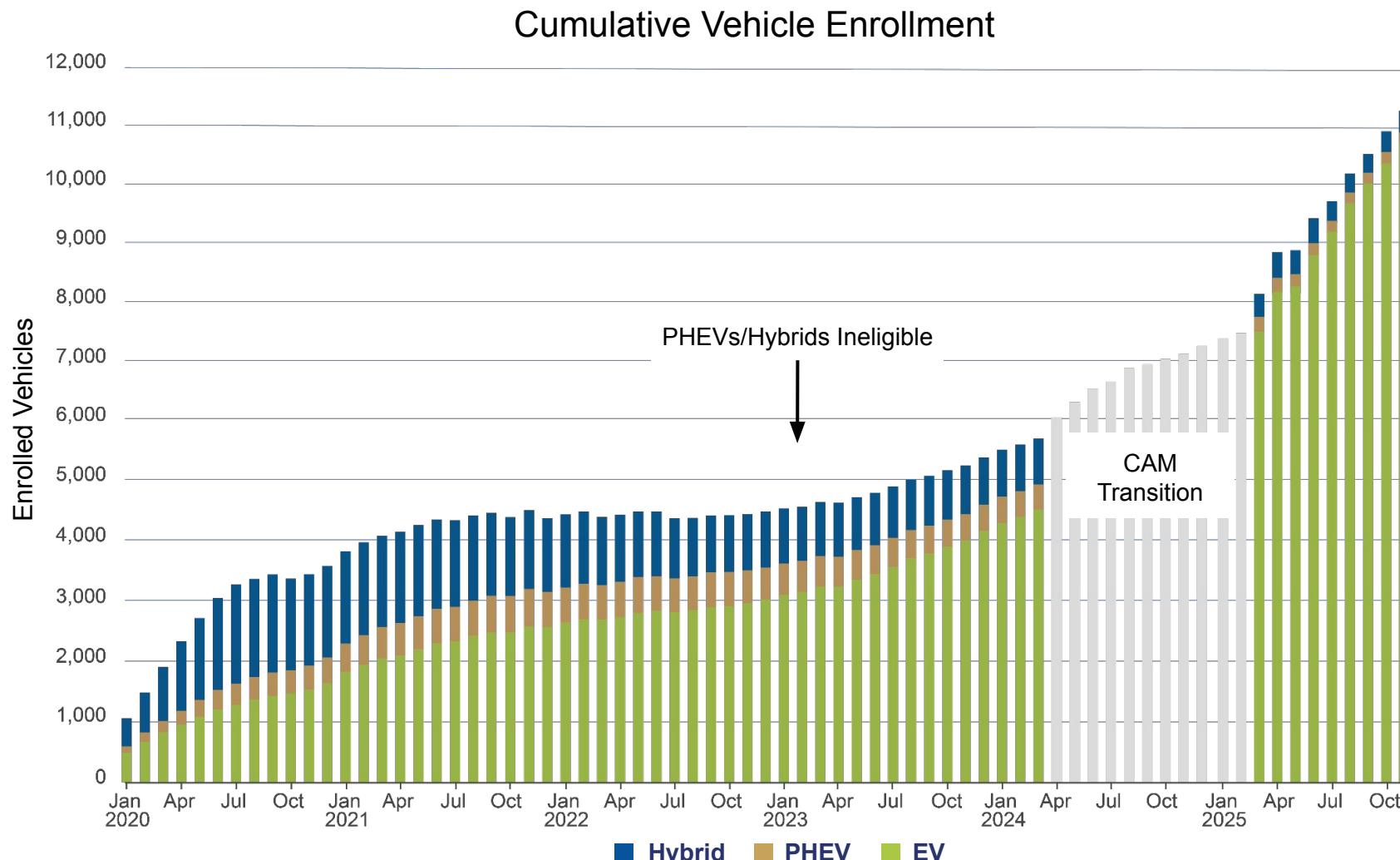


*RUC rates and annual fees/caps are subject to CPI adjustments between 2026 and 2032, as well as after 2032.

DATA UPDATED THRU DEC 2025

Enrollment & Revenue History

RUC Program Enrollment Growth



IN NOV 2025 THERE WERE
11,288 Vehicles Enrolled

GAS HYBRID
327

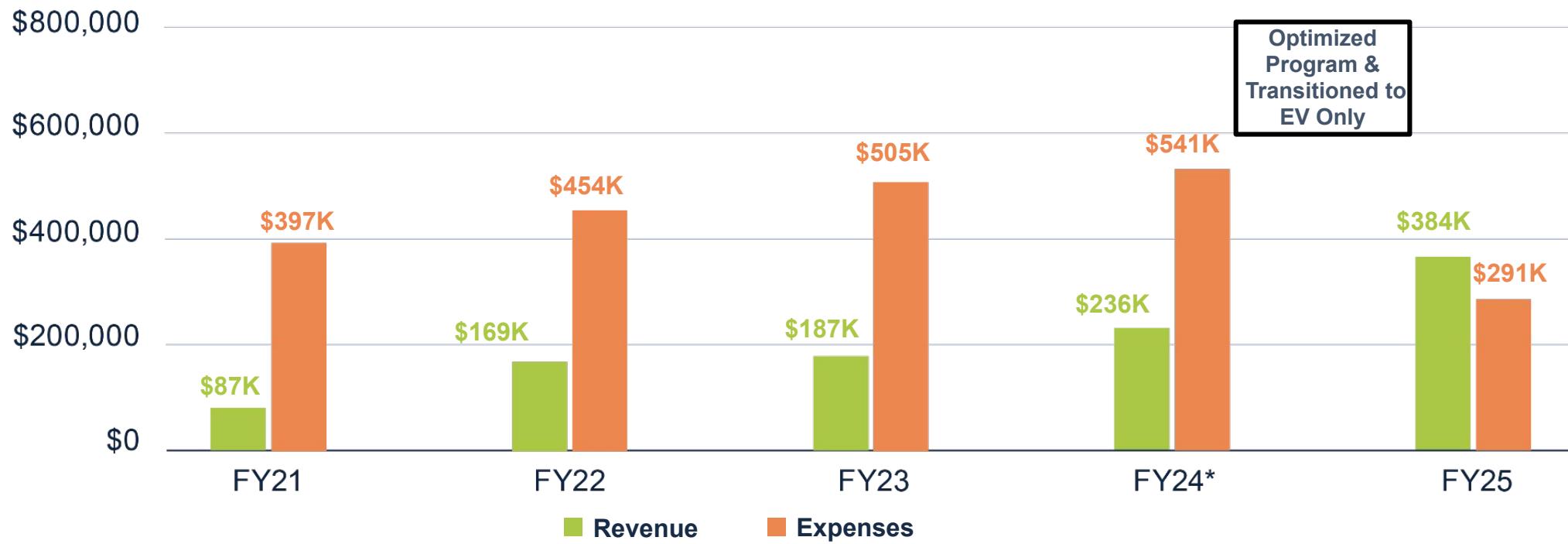
PHEV
182

EV
10,779

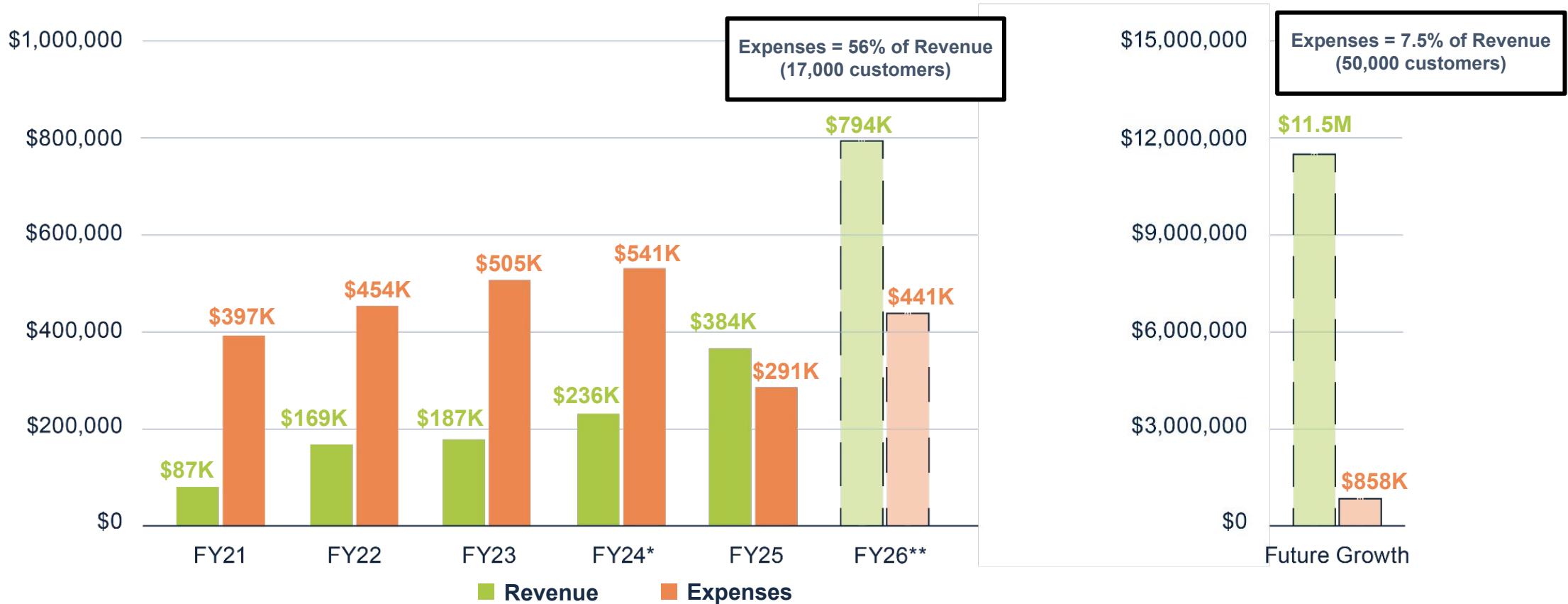
DATA UPDATED THRU NOV 2025

Per-user Admin Cost Reductions & RUC Fee Caps

66% admin cost % reduction
from FY24 to FY25



RUC Program Revenue & Expenses



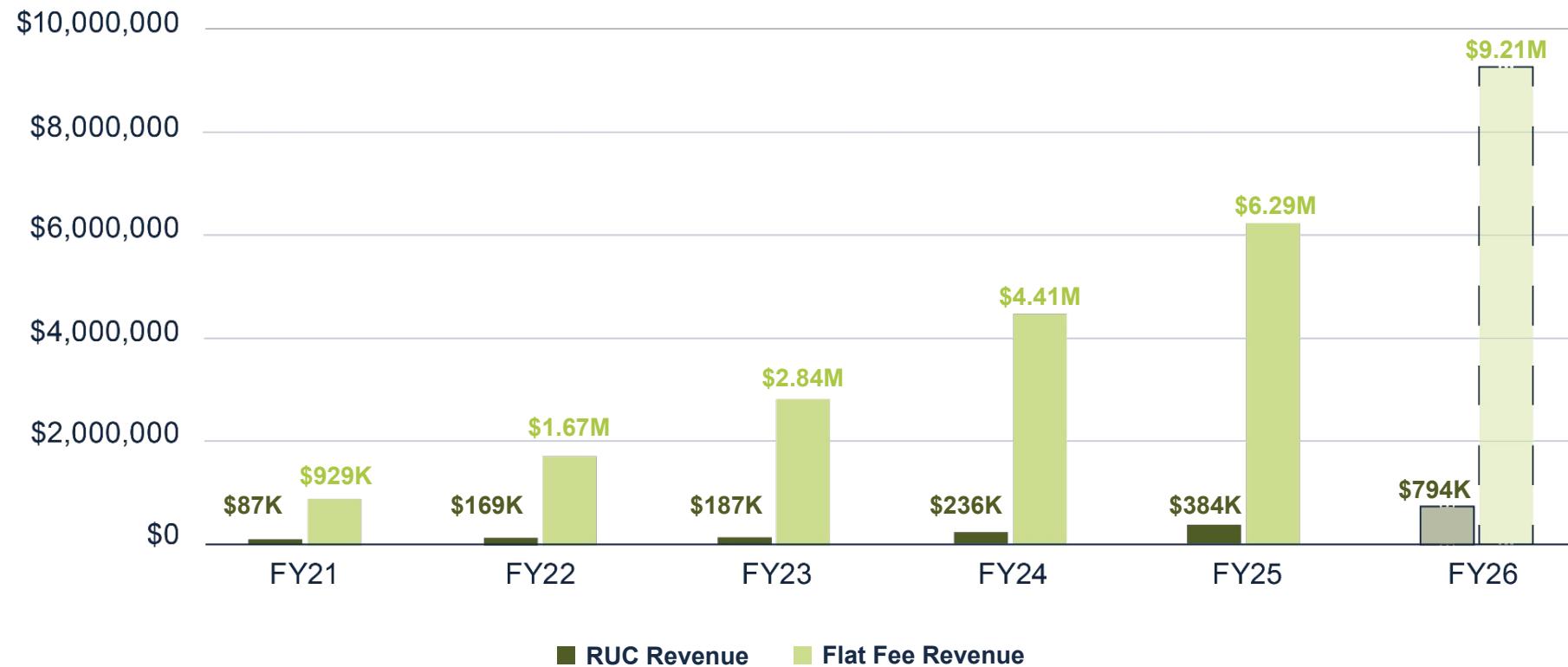
* One-time cost of \$320K for transition to RUC 2.0 not included

** RUC rate increases from 1.11 cents/mi to estimated 1.25 cents/mi on Jan 1, 2026

\$381K of revenue and \$314K of expenses in last 6 months (May-Nov 2025)

DATA UPDATED THRU DEC 2025

RUC & Flat Fee Revenues



DATA UPDATED THRU DEC 2025

RUC 2.0 Program Improvements



ROAD USAGE CHARGE

**5-yr contract with
ETAN beginning
May 1, 2024**



Cost Reduction Measures

- ◆ Quarterly reporting (instead of monthly)
- ◆ Odometer capture via smartphone
- ◆ Additional telematics make/models
- ◆ No plug-in devices



System Improvements

- ◆ Quarterly mileage totals reported (No location tracking)
- ◆ Reduced data collection
- ◆ Improve registration and renewal experience including account operations and DMV customer interfaces.

Future Opportunities

Framework for Revenue Neutral RUC Rate

Future State Fuel Tax Neutral RUC Rate*

No Credit for EV Charging Tax

1.84¢/mi

(\$255/yr for average Utah driver)

Credit for EV Charging Tax

1.66¢/mi

(\$230/yr for average Utah driver)

*Projected rates assume state fuel tax of 40.4 cents/gal, avg MPG of 22.0, and 13,884 mi driven per veh

Future System Expansion Challenges

- Continue to reduce Admin expenses
- Increasing value proposition
- User experience improvements
- Point-of-sale RUC enrollment
- Interoperability with other states
- Scam mitigation
- Support vendor community
- Preserving/optimizing technology potential
- Full indexing of RUC rate and fees to CPI



Program Comparison by State

| Program Attributes | Utah | Oregon (Current) | Oregon (Proposed) | Hawaii | Virginia |
|-------------------------------|----------------------|-----------------------------------|--|------------------------------------|---|
| Administrative Model | DOT via single CAM | DOT via multi CAMs/OAM | DOT via multiple CAMs | DOT via DMVs (No CAM) | DMV via single CAM |
| MROs | Telematics/Odo Photo | OBD-II/Telematics/Odo Photo | TBD | Odo @ safety insp | OBD-II/Telematics |
| Annual Registration Surcharge | EV = \$143.25 | EV = \$115; 40+ MPG = \$35 | EV = \$340; 40+ MPG = \$35 | EV = \$50 | EV = \$131.88; gas cars vary by MPG |
| Eligible Veh Types | EVs | EVs and 20+ MPG | EVs and 20+ MPG | EVs | EVs and 25+ MPG |
| RUC Rate | \$0.0111/mi | \$0.02/mi (5% of 20 mpg fuel tax) | \$0.02/mi (5% of 20 mpg fuel tax) | \$8 per 1,000 miles (\$0.008/mi) | \$0.019 for EVs |
| RUC Cap | \$143.25/yr | N/A | N/A | \$50/yr | EVs = \$131.88; varies for 25+ MPG cars |
| Mandatory/Voluntary RUC | Voluntary | Voluntary | EV's voluntary until 7/1/27, then mandatory. 20+ MPG Voluntary | Voluntary now but mandatory 7/1/28 | Voluntary |
| RUC Payment Freq & Method | Quarterly e-wallet | Monthly e-wallet | Monthly e-wallet | Annual with registration | Monthly e-wallet |