A Price Worth Paying (Second edition, June 2007)
A guide to the new EU rules for road tolls for lorries*, T&E 07/1


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A T&E publication
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SUMMARY: RULES AND OPPORTUNITIES OF THE DIRECTIVE

Basic rules of the amended ‘Eurovignette’ Directive at a glance

1) The Directive does NOT oblige Member States to introduce road pricing for lorries. Member States are free to decide whether or not to introduce so-called ‘user charges’ (time-related fees such as stickers and vignettes) or ‘tolls’ (distance-related fees) for lorries.

2) The Directive sets rules for Member States that have, or want to introduce, user charges or tolls for vehicles with a maximum permitted weight of over 3.5 tonnes on roads belonging to the Trans-European Road network (TEN-R).

3) The Directive leaves Member States free to decide on any road pricing scheme outside the scope of the Directive. Pricing for other vehicles (cars and vans) and pricing on ‘other’ (non-TEN-R) roads is therefore NOT subject to the rules of this Directive. For such schemes only the general rules of the Treaty of the European Union¹ apply - notably the principles of non-discrimination and proportionality. Non-discrimination means that no user from any EU Member State may be charged differently solely on the grounds of their origin. Proportionality means that the impact of an instrument on the internal market, mainly the free flow of goods, should correspond to the objective pursued by implementing the instrument.

4) The revenues of user charges or tolls may not exceed the infrastructure costs – but there are important exceptions. The so-called ‘weighted average fee’ (total revenues divided by total vehicle kilometres) shall in principle not exceed construction costs and the costs of operating, maintaining and developing the network concerned, i.e. the network on which tolls are levied. But there are important exceptions – see opportunities 2 and 5, on the next page.

<table>
<thead>
<tr>
<th>Application on / for:</th>
<th>Rules applying under</th>
<th>Old regime</th>
<th>New regime</th>
</tr>
</thead>
<tbody>
<tr>
<td>Motorways</td>
<td>Directive 99/62</td>
<td>Directive 2006/38</td>
<td>(if motorways belong to TEN-R) or subsidiarity (if not part of TEN-R)</td>
</tr>
<tr>
<td>TEN-Roads (TEN-R)</td>
<td>Directive 99/62 (if motorways or no charges allowed (if non-motorways)</td>
<td>Directive 2006/38</td>
<td></td>
</tr>
<tr>
<td>Parallel roads</td>
<td>Allowed under restricted conditions under 99/62</td>
<td>Subsidiarity / Treaty</td>
<td></td>
</tr>
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<td>Other roads</td>
<td>Not allowed</td>
<td>Subsidiarity / Treaty</td>
<td></td>
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<td>Urban areas</td>
<td>Subsidiarity / Treaty</td>
<td>Subsidiarity / Treaty</td>
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<td>Lorries &gt; 3.5 tonnes and &lt; 12 tonnes</td>
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<td>Cars and vans &lt; 3.5 tonnes</td>
<td>Subsidiarity / Treaty</td>
<td>Subsidiarity / Treaty</td>
<td></td>
</tr>
</tbody>
</table>

Opportunities of the amended ‘Eurovignette’ Directive at a glance

¹ Consolidated version of the Treaty establishing the European Community, OJ 325/33, 24/12/2002.
1) **It allows Member States to levy user charges or tolls on the entire road network.**
The old Directive allowed Member States to levy charges on motorways only. The new Directive sets rules for user charges or tolls for vehicles over 3.5 tonnes on the TEN-R network. For charges on other roads and other vehicles (cars and vans) the general rules of the Treaty apply, i.e. non-discrimination and proportionality.

2) **It allows Member States to levy ‘regulatory charges’ to combat congestion and pollution, on top of the weighted average fee.** Article 9 allows Member States to levy additional so-called ‘regulatory charges’ that are specifically designed to combat time- and place-related congestion or environmental impacts, for example in urban areas. These charges can be levied on top of the ‘weighted average fee’. These additional regulatory charges need only comply with the rules of the Treaty, i.e. non-discrimination and proportionality. The Directive does not define ‘time- and place-related congestion’ or ‘environmental impacts’.

3) **It allows Member States to vary fees on the basis of 1) day of the week and time of day, and even obliges Member States to vary fees on the basis of 2) ‘Euro’ emission classes or PM / NOx emissions as of 2010.** The maximum variation between the highest and lowest fees is 100% (factor 2) for each of these two factors – and the variations can be added. For example: the fee for a 40 tonne ‘Euro 0’ lorry driving in Tuesday rush hour can be at most 4 times (2 x 2) the fee for a 40 tonne ‘Euro 5’ lorry driving on Sunday evening. As of 2010, Member States in principle have to vary tolls under the scope of the Directive on the basis of emissions – but there are some exemptions.

4) **It obliges Member States that operate user charges or tolls to include all vehicles above 3.5 tonnes – but there are some exemptions.** All other vehicles below 3.5 tonnes and roads outside the TEN-R network can be charged according to the less specific rules of the Treaty. Until 2012, Member States can still choose to leave out vehicles between 3.5 and 12 tonnes.

5) **It allows Member States to levy ‘mark-ups’ in very specific cases.** In mountainous areas Member States can levy so-called ‘mark-ups’ on top of the weighted average fee on condition that the additional revenues are used for a priority TEN-T project in the same corridor. For cross-border priority projects the mark-up may be 25% at most. For other priority projects it can be a maximum of 15%.

6) **It allows Member States to decide how the revenues from tolls or user charges should be used.** The Directive recommends that the revenues should be used to benefit the transport sector and optimise the entire transport system (i.e. not just for roads). As recommendations are not legally binding, Member States may also use the revenues for non-transport purposes.

7) **It obliges Member States to ensure that systems are properly implemented.** To achieve this, Member States may take all necessary measures and establish penalties which are effective, proportionate and dissuasive.
DEFINITION OF TERMS IN THE AMENDED DIRECTIVE

“Toll” means a specified amount payable for a vehicle travelling a given distance on a section of infrastructure; the amount shall be based on the distance travelled and the type of vehicle.

“Weighted average toll” means the total revenue raised through tolls over a given period divided by the number of vehicle kilometres travelled on a given network subject to tolling during that period. Both the revenue and the vehicle kilometres are calculated for the vehicles to which tolls apply.

“User charge” means a specified amount, payment of which confers the right for a vehicle to use the infrastructure for a given period of time.

“Vehicle” means a motor vehicle or articulated vehicle combination intended or used exclusively for the carriage by road of goods and having a maximum permissible laden weight of over 3.5 tonnes.

“Type of vehicle” means a category into which a vehicle falls according to the number of axles, its dimensions or weight, or other vehicle classification factors reflecting road damage, e.g. the road damage classification system set out in Annex IV of the Directive, provided that the classification system used is based on vehicle characteristics which either appear in the vehicle documentation used in all Member States or are visually apparent.

“Open toll system” refers to a system where a toll is only paid when the user passes a toll station. However, it is possible to enter and exit the section between toll stations. This type of system may be introduced where there is concern about penalising local traffic or a desire to stimulate intra-regional motorway traffic.

“Closed toll system” refers to a system with toll stations posted on every access road; users pay per kilometre travelled.

ABBREVIATIONS

DSRC Dedicated Short-range Communications
EFC Electronic Fee Collection
ETC Electronic Toll Collection
GPS Global Positioning System
GSM Global System for Mobile communications
HGV Heavy Goods Vehicle
TEN-T Trans-European Transport Network
TEN-R Trans-European Road Network
1) INTRODUCTION

Scope and objective

The objective of this paper is to provide guidance to interested people in EU Member States that are considering introducing or changing existing charging systems for lorries. It should help them to interpret the complex European rules on lorry charges within their own particular national context. The most recent version of these rules was agreed by the European Parliament in December 2005 and formally adopted by the transport ministers in March 2006. The new rules came into force upon publication of Directive 2006/38/EC in the official journal of the European Union on 9 June 2006.

This paper seeks to address two questions: ‘What must be done?’ and ‘What can be done?’ In other words, it hopes to provide clarity on the obligations and the remaining design choices faced by Member States in implementing their own national lorry charging systems.

Background

Ever since the emergence of the single market, the EU has had legislation concerning lorry charges. This has never required Member States to introduce such charges, however, ‘merely’ setting the rules of the game for those wishing to do so.

An important reason for EU involvement has always been to ensure proper functioning of the internal market – a key element of which was to prevent centrally located EU countries from extracting excessive fees from transit traffic, and from foreign hauliers in particular.

These rules are constantly evolving, and for good reasons.

In the past, simple annual motorway vignettes or flat-rate charges for designated road sections have been widely employed. The purpose of these early systems was simply to pay for the infrastructure costs. As the charges are not linked to specific cost items, such as infrastructure costs, environmental or safety costs, they do not give incentives to reduce these costs and are hence inefficient pricing tools. Moreover, they are often discriminatory. Flat-rate fees end up being cheaper for domestic firms as they can usually spread the costs over more kilometres driven on their national networks than their foreign competitors.

Because of these important drawbacks of flat fees, the EU and its Member States are increasingly looking for more sophisticated ways to make lorries pay for their costs. Technological advances have made this possible. Modern distance-based road charges can be used to address a wide range of issues, including financial, traffic management, safety and environmental concerns. Such modern, non-discriminatory charging systems also make it less necessary for the EU to be concerned about discrimination and hence reduce the case for strong restrictions to be imposed on Member States.

The most recent version of the EU rules is to some extent a reflection of this evolution. The rules are indeed more flexible and modern than the old ones, but are also more complex – which is why we wrote this manual.

History of the decision-making process

On 15 December 2005, the European Parliament accepted a compromise proposal elaborated by representatives of the Council of transport ministers and the European Parliament’s transport committee (TRAN) on the rules governing lorry tolls. At the European level, the first directive on charging for the use of road transport infrastructure, widely known as the ‘Eurovignette Directive’, was
adopted in 1993. This directive was subsequently amended by Directive 1999/62. In July 2003, the European Commission presented another proposal to amend this Directive. The vote in the European Parliament on 15 December 2005 and the formal approval by the transport ministers on 27 March 2006 accomplished this revision and ended a period of almost two and a half years of discussions in the European Parliament and the Transport Council.

The European Federation for Transport and Environment (T&E) was disappointed with the Commission’s proposal of July 2003 and presented an alternative proposal to amend Directive 1999/62. Since early 2004, T&E has been leading a broad coalition of stakeholders who have been arguing for a more flexible Directive in the European Parliament and the Transport Council. In particular, this coalition recommended that it is essential that any revised directive should give Member States the right to:

1. Apply road user charges to their entire road network, without any restrictions
2. Decide on how the revenues are to be used, and
3. Include all external costs.

The vote in the European Parliament Transport Committee on 13 November 2005 reflected most of the recommendations made by T&E’s coalition. However, the Council of EU Transport Ministers strongly opposed the inclusion of external costs. T&E is disappointed that the compromise accepted on 15 December 2005, prevents Member States from including environmental and health costs for several years. The final version of the amended Directive merely asks the Commission to agree on a methodology for calculating external costs and to present a new proposal for changing the Directive accordingly.

The Commission must present a model for the assessment of all external costs of all modes of transport in June 2008. The model will serve as a basis for future calculations of infrastructure charges and should be accompanied by a strategy for implementation in all modes of transport. The European Parliament and the Council have agreed to diligently examine any new proposal by the Commission on this topic.

The amended Directive does entail some degree of progress, however, and creates scope for reducing the environmental impact of road transport. Member States will now be able to charge lorries for using their entire road network, not just motorways. In addition, Member States operating lorry charges are obliged to include all vehicles over 3.5 tonnes only after 2012, but they may already do so before this date. This is an improvement on the current 12 tonnes minimum. After 2010, Member States must differentiate tolls according to the environmental performance of vehicles. Regulatory charges may also be levied to combat environmental problems. Finally, in mountainous areas, a mark-up may be added on top of the average toll for financing priority projects of the Trans-European Transport Network (TEN-T) in the same corridor.

The modest progress enshrined in this amended Directive will only be beneficial in practice if Member States indeed make use of these opportunities. This is the main motivation behind this paper: to describe the opportunities for the Member States created by the amended Directive on heavy goods vehicles charging, and to indicate the challenges.

Before doing so, however, we start out by taking a brief look at experiences with road charges in several EU countries (Chapter 2). We then examine exactly what will change through introduction of the amended Directive, by comparing its terms and provisions with those of Directive 1999/62 (highlighting the changes in bold type, for ease of reading). In each case this is followed by a brief explanation and comment. In Chapters 3 to 9 we thus examine the following aspects of the legislation:

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2 Directive 1999/62/EC on the charging of heavy goods vehicles for the use of certain infrastructures
vehicle scope, geographic scope, differentiation of tolls, mark-ups, regulatory charges, use of revenues and enforcement.

**Update 2007**

A year on from the entry into force of the new rules, four Member States operate nationwide distance-based charging schemes for lorries and many more are making plans or investigating possibilities. Important developments in the last year include: extension of the German scheme to include some federal highways to which traffic had been diverting from tolled motorways; approval from the European Commission for an increase in the toll rate in Austria; and an entirely new kilometre-charge brought into operation in the Czech Republic. The Czech system is expected to be the first of many such toll schemes in the New Member States.

The current and planned situations in each Member State are described in the subsequent annexes. The opportunities for each Member State under the amended Directive are outlined. This update also includes the Baltic States and 2007 EU newcomers, Romania and Bulgaria.

Annex 1 presents an extensive comparative table summarising the existing situation and the specific opportunities in each Member State. This is based on the findings presented in the subsequent annexes, including Annex 2 which focuses on the opportunities in sensitive mountainous areas.
2) RECENT EXPERIENCE WITH DISTANCE-BASED TOLL SYSTEMS

Until now, distance-related vehicle charges have been implemented by only a handful of Member States. The cases most frequently cited are the motorway tolls levied in France, Italy, Portugal and Spain. In all these countries, tolls are applied only on part of the motorway network. Austria and Germany have recently introduced charging systems on a wider scale, including all motorways. Outside the EU, Switzerland has implemented a heavy goods vehicle fee on all roads.

A new development as of 2007 is the introduction of distance-based charging on motorways and high-speed roads in the Czech Republic. However, it is too early to draw conclusions from the Czech system.

Although the systems implemented are similar, they vary in a number of key characteristics:

<table>
<thead>
<tr>
<th>Characteristics</th>
<th>Austria</th>
<th>Germany</th>
<th>Switzerland</th>
<th>Czech Republic</th>
</tr>
</thead>
<tbody>
<tr>
<td>Introduction</td>
<td>1 Jan 2004</td>
<td>1 Jan 2005</td>
<td>1 Jan 2001</td>
<td>1 Jan 2007</td>
</tr>
<tr>
<td>Vehicles</td>
<td>&gt; 3.5 tonnes</td>
<td>&gt; 12 tonnes</td>
<td>&gt; 3.5 tonnes</td>
<td>&gt; 3.5 tonnes</td>
</tr>
<tr>
<td>Network</td>
<td>Motorways and a few expressways</td>
<td>Motorways + 3 national highways from 1 Jan 2007</td>
<td>All roads within the country</td>
<td>All state-managed motorways and expressways</td>
</tr>
<tr>
<td>Differentiation</td>
<td>Axles</td>
<td>Axles and emission classes</td>
<td>Maximum laden weight and emission classes</td>
<td>Axles and emission classes</td>
</tr>
<tr>
<td>Maximum fee level: €/km (40 tonnes / 4+ axles, excl. VAT)</td>
<td>From 1 July 2007: € 0.3255/km</td>
<td>From 1 Sept 2007: EURO 0-II: €0.155</td>
<td>From 1 Jan 2005: EURO 0-I: €0.69 (CHF1.15)</td>
<td>From 1 Jan 2007: EURO 0-I: €0.19 (CZK 5.40)</td>
</tr>
<tr>
<td></td>
<td>EURO III-IV: €0.13</td>
<td>EURO III-IV: €0.52 (CHF 0.86) (Price rise planned for 2008)</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td></td>
<td>EURO V: €0.11</td>
<td>EURO V: €0.61 (CHF 1.01)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Technology</td>
<td>Microwave (DSRC)</td>
<td>Satellite navigation (GPS) and mobile communication (GSM)</td>
<td>Tachograph, microwave (DSRC), satellite navigation (GPS) for checks</td>
<td>Microwave (DSRC), plans to convert to GPS.</td>
</tr>
<tr>
<td>Operating costs</td>
<td>12% of revenues</td>
<td>18% of revenues</td>
<td>5% of revenues</td>
<td>No data</td>
</tr>
</tbody>
</table>

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5 Based on exchange rate as of July 2007.
7 According to German Ministry of Transport, Construction and Urban Development: [www.bmvbs.de](http://www.bmvbs.de)
8 Matthias Rapp, Rapp Trans, Presentation FNE, visite technique, 30 January 2006.
As the Swiss, Austrian and German systems have now been operational for several years, it is possible to analyse the effects and draw the following conclusions:

- Reduced vehicle kilometres: After a steady increase in vehicle kilometres for over 30 years, this trend has clearly been broken in Switzerland since the introduction of the heavy vehicle fee. In the first two years after introduction of the fee, vehicle kilometres fell by 5% per year (ARE 2004\(^9\)). The total number of lorries crossing the Swiss Alps continues to fall, due to a targeted transport policy, which aims to reduce road freight traffic, promote the transfer of goods to railways and relieve the strain on the environment. The Heavy Vehicle Fee has a central role in Swiss transport policy.

- Efficiency gains in road freight transport and logistics: In Switzerland, the transport and logistics sector has evolved its operations to achieve productivity gains. To avoid empty trips, some companies are now cooperating. Some medium-sized companies that had difficulty adapting have disappeared.

This trend has also been noted in Germany and Austria. In Germany, the proportion of empty trips in long-distance commercial freight transport fell by 13% from 2004 to 2005, demonstrating a dramatically more efficient use of truck loading capacities. (BAG 2005a\(^10\)) In Germany, there has been no marked increase in the number of insolvencies in the transport sector (BMVBS, 2006\(^11\)).

- Adjustment of fleet composition: The emissions-dependent charging schemes in Germany and Switzerland have had a clear effect on the composition of the vehicle fleet. In Switzerland, lorry sales increased significantly in 2000. The transport sector was already replacing old vehicles with less polluting ones even before the scheme had been introduced (ARE 2004, BAG 2005b\(^12\)). The emissions differentiation in the German fee rate has led to a preference for new vehicles which meet the EURO V-standard (BAG 2005b). This effect is not evident in Austria, as there the fee does not depend on emission class.\(^13\)

In Switzerland, a move towards smaller vehicles has occurred. In Germany, sales of lorries with a maximum weight of 10 – 12 tonnes increased by almost 20% in 2004 (BAG 2005b).

- Emissions: According to model calculations, by 2007 the Swiss heavy vehicle fee will lead to a decrease of 6 – 8% in CO\(_2\) and NO\(_x\) emissions from vehicles (ARE 2004).

- Traffic diversion: A considerable number of lorries are avoiding payment of fees by using roads which are not subject to tolls. In Austria and Germany, parts of the secondary road network have seen a substantial increase in the number of lorries following introduction of the motorway charging schemes. There is clear evidence that heavy goods traffic is diverting on to other, parallel roads. This is not only the case within the countries concerned; on certain corridors, lorries are also using link roads through neighbouring countries. The most renowned case has been reported from the motorways in the French region of Alsace, which have seen an increase of some 20% in heavy goods traffic. This effect is not visible in Switzerland, where all roads are subject to charges.

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\(^13\) n.b. The Swiss LSV A rate will rise from January 2008, along with a new environmental classification: EURO 0-II/ EURO III/ EURO IV+ to further encourage a cleaner vehicle fleet.
In order to tackle diversion onto parallel roads, Germany has extended ‘LKW-Maut’ charging to three federal highways (‘Bundesstrassen’) as of January 2007. Lorry bans have also been introduced on some other German and Austrian roads.

- User acceptance: 90% of fees on the German network are now calculated and debited electronically due to increasing use of on-board units (compared to 75% in 2005). (BMVBS, 2006 This reduces the operating costs of the scheme and will facilitate any future plans for further fee differentiation. Revenue for the German scheme exceeded €3 billion in 2006 (BMVBS, 2006).

A survey in Austria found that 94% of users of the HGV toll and light vehicle vignette declare themselves either satisfied or very satisfied with the toll collection system (ASFINAG 2005\(^\text{14}\))

- Modal shift: There is no direct evidence that any significant change in the modal split in the countries concerned can be attributed to road charging schemes. However, this must be viewed in context and is still inconclusive. In Switzerland, the maximum weight restrictions for lorries were relaxed at the same time as the LSVA charge was introduced. In Austria, restrictions that were previously in place, namely Eco-points and transit restrictions, were replaced by the Lkw-Maut.

- Consumer prices: Consumer prices have not increased significantly in any of the three countries.

- Competitiveness: The Swiss system has the highest km-charge in Europe and covers all roads in the country. Nevertheless, Switzerland has risen up the global competitiveness rankings to become the most competitive economy in the world in 2006-2007, according to the World Economic Forum.\(^\text{15}\) Whilst the rating is based on a large number of factors, Switzerland is also ranked best in the world in terms of overall infrastructure quality and railway infrastructure development, which contribute to the overall competitiveness rating.


### 3) VEHICLE SCOPE

#### a) Comparison of previous and amended text

<table>
<thead>
<tr>
<th></th>
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<tbody>
<tr>
<td><strong>Article 1</strong></td>
<td><strong>Article 1</strong></td>
</tr>
<tr>
<td>This Directive applies to vehicle taxes, tolls and user charges imposed on vehicles as defined in Article 2.</td>
<td>This Directive applies to vehicle taxes, tolls and user charges imposed on vehicles as defined in Article 2.</td>
</tr>
<tr>
<td><strong>Article 2</strong></td>
<td><strong>Article 2</strong></td>
</tr>
<tr>
<td>(d) &quot;vehicle&quot; means a motor vehicle or articulated vehicle combination intended exclusively for the carriage of goods by road and having a maximum permissible gross laden weight of not less than 12 tonnes;</td>
<td>(d) &quot;vehicle&quot; means a motor vehicle or articulated vehicle combination intended or used exclusively for the carriage by road of goods and having a maximum permissible laden weight of over 3.5 tonnes;</td>
</tr>
<tr>
<td><strong>Article 7</strong></td>
<td></td>
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<tr>
<td>1. Member States may maintain or introduce tolls and/or user charges on the trans-European road network, or on parts of that network, only under the conditions set out in paragraphs 2 to 12. This shall be without prejudice to the right of Member States, in compliance with the Treaty, to apply tolls and/or user charges on roads not included in the trans-European road network, inter alia on parallel roads to which traffic may be diverted from the trans-European road network and/or which are in direct competition with certain parts of that network, or to other types of motor vehicle not covered by the definition of &quot;vehicle&quot; on the trans-European road network, provided that the imposition of tolls on such roads does not discriminate against international traffic and does not result in distortions of competition between operators.</td>
<td></td>
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<tr>
<td><strong>Article 7/2</strong></td>
<td></td>
</tr>
<tr>
<td>(a) A Member State may choose to maintain or introduce tolls and/or user charges applicable only to vehicles having a maximum permissible laden weight of not less than 12 tonnes. Where a Member State chooses to apply tolls and/or user charges to vehicles below this weight limit, the provisions of this Directive shall apply.</td>
<td></td>
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<tr>
<td>(b) Tolls and/or user charges shall be applied to all vehicles [as defined, i.e. over 3.5 tonnes] from 2012.</td>
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<tr>
<td>(c) A Member State may derogate from the requirement set out in sub-paragraph (b) where it considers that the extension of tolling to vehicles of less than 12 tonnes would:</td>
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<tr>
<td>- create significant adverse effects on the free flow of traffic, the environment, noise levels, congestion or health; or</td>
<td></td>
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<td>- involve administrative costs which would be more than 30% of additional revenue generated.</td>
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</table>
b) Explanation and comment

Directive 1999/62 applies to vehicles over 12 tonnes maximum laden weight. The normal practice of traditional motorway tolling operators, as well as the Austrian ‘LKW-Maut’ scheme, has been to consider vehicles under 12 tonnes to be under the subsidiarity of Member States. In contrast, the amended Directive will apply to vehicles over 3.5 tonnes, so that from now on Member States will be free to implement charging schemes for all such vehicles. For example, this possibility has already been used from the outset of the Czech tolling scheme. Alternatively, Member States may also choose to continue existing schemes or introduce new ones for vehicles over 12 tonnes, but only until 2012. After that, all existing and new schemes will have to include vehicles over 3.5 tonnes, unless either of two conditions apply:

1. if the inclusion of vehicles under 12 tonnes has a negative impact on the free flow of traffic, the environment, noise, congestion or health, or
2. if administrative costs amount to over 30 % of the additional revenues.

Ad 1:
Technologies are available to charge all types of vehicles without harming the free flow of goods. Including more vehicles in the charging scheme will moreover certainly have a positive effect on the environment and public health. It therefore seems rather unlikely that the first reason can be justifiably cited as grounds for derogation for new systems.

Ad 2:
From a technical and procedural point of view, it seems very likely that systems can be developed with administrative costs below 30 % of revenues. The amended Directive is not very explicit about the definition of administrative costs, however, leaving room for future debate.

Although the 3.5 tonnes limit will not be mandatory until after 2012, the amended Directive allows these vehicles to be included right from the start. The amended text explicitly states that other vehicles outside the scope of the Directive may also be charged.

With the exception of those Member States with traditional motorway operators and Austria, which already includes vehicles below 12 tonnes, all Member States can benefit from this extension of vehicle scope. The Member States concerned should start preparing for implementation of a tolling system for vehicles over 3.5 tonnes immediately and not wait until it becomes mandatory in 2012.
4) GEOGRAPHIC SCOPE

a) Comparison of previous and amended text

<table>
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<th></th>
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<tbody>
<tr>
<td><strong>Article 2</strong></td>
<td></td>
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<tr>
<td>(a) &quot;motorway&quot; means a road specially designed and built for motor traffic, which does not serve properties bordering on it, and which: (i) is provided, except at special points or temporarily, with separate carriageways for the two directions of traffic, separated from each other either by a dividing strip not intended for traffic or, exceptionally, by other means; (ii) does not cross at grade with any road, railway or tramway track, or footpath; (iii) is specifically designated as a motorway;</td>
<td>(a) &quot;trans-European road network&quot; means the road network defined in Section 2 of Annex I to Decision No 1692/96/EC of the European Parliament and of the Council of 23 July 1996 on Community guidelines for the development of the trans-European transport network as illustrated by maps. The maps refer to the corresponding sections mentioned in the operative part of and/or in Annex II to that Decision;</td>
</tr>
<tr>
<td><strong>Article 7</strong></td>
<td></td>
</tr>
<tr>
<td>1. Member States may maintain or introduce tolls and/or user charges under the conditions set out in paragraphs 2 to 10. 2. (a) Tolls and user charges shall be imposed only on users of motorways or other multi-lane roads with characteristics similar to motorways, or users of bridges, tunnels and mountain passes. However, in a Member State where no general network of motorways or dual carriageways with similar characteristics exists, tolls and user charges may be imposed in that State on users of the highest category of road from the technical point of view. (b) Following consultations with the Commission, and in accordance with the procedure laid down in the Council Decision of 21 March 1962 instituting a procedure for prior examination and consultation in respect of certain laws, regulations and administrative provisions concerning transport proposed in Member States, (i) tolls and user charges may also be imposed on users of other sections of the primary road network, particularly - where there are safety reasons for doing so, - in a Member State where no coherent network of motorways or dual carriageways with similar characteristics exists in the major part of the State, in that part of the country, but only on roads used for international and interregional heavy goods transport, provided that the traffic demand and population density do not economically justify the construction of motorways or of dual carriageway roads with similar characteristics;</td>
<td>1. Member States may maintain or introduce tolls and/or user charges on the trans-European road network, or on parts of that network, only under the conditions set out in paragraphs 2 to 12. This shall be without prejudice to the right of Member States, in compliance with the Treaty, to apply tolls and/or user charges on roads not included in the trans-European road network, inter alia on parallel roads to which traffic may be diverted from the trans-European road network and/or which are in direct competition with certain parts of that network, or to other types of motor vehicle not covered by the definition of &quot;vehicle&quot; on the trans-European road network, provided that the imposition of tolls on such roads does not discriminate against international traffic and does not result in distortions of competition between operators.</td>
</tr>
</tbody>
</table>

b) Explanation and comment

---

Under Directive 1999/62 tolling is allowed solely on motorways, with very few grounds for exemption: for example if no motorway network exists, or for safety reasons.

The geographic scope of the amended Directive is the Trans-European Road network (TEN-T) as defined in the TEN guidelines amended in 2004 (Decision 884/2004/EC). All other roads fall under the subsidiarity principle and Member States may therefore levy charges according to the provisions of the Treaty. This means that the charges on the latter network must not discriminate and that the instrument must be proportionate. This holds equally for roads parallel to the TEN-R network, to which traffic may divert. These parallel roads are specifically cited in the text. Germany has used this possibility to include three parallel highways, on which diversionary traffic had increased, since January 2007. However, this does not mean that subsidiarity applies only to parallel roads.

No deadline has been established for when Member States must go beyond the TEN-R network, this issue being left entirely to Member States’ discretion. Applying tolls on all roads will prevent traffic diverting from motorways onto the secondary network. Along these corridors this will be of benefit to citizens and local economies, as it will reduce the number of vehicles merely traversing the area through towns and villages on local roads. Including all roads in pricing schemes is also fairer to users, as the costs of administration and upkeep of the secondary road network are usually higher than on motorways.

As Directive 1999/62 did not permit tolls to be levied on non-motorways, all Member States can take advantage of this new provision. Switzerland, not an EU Member State, has been successfully operating such a system since 2001.
5) TOLL DIFFERENTIATION

a) Comparison of previous and amended text

<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Article 7</strong></td>
<td><strong>Article 7</strong></td>
</tr>
<tr>
<td>10. Without prejudice to the weighted average tolls referred to in paragraph 9, Member States may vary the rates at which tolls are charged according to:</td>
<td>10 (a) Without prejudice to the weighted average tolls referred to in paragraph 9, <strong>Member States may vary the toll rates for purposes such as combating environmental damage, tackling congestion, minimising infrastructure damage, optimising the use of the infrastructure concerned or promoting road safety</strong>, provided that such variation:</td>
</tr>
<tr>
<td>(a) vehicle emission classes, provided that no toll is more than 50 % above the toll charged for equivalent vehicles meeting the strictest emission standards;</td>
<td>– is proportionate to the objective pursued;</td>
</tr>
<tr>
<td>(b) time of day, provided that no toll is more than 100 % above the toll charged during the cheapest period of the day. Any variation in tolls charged with respect to vehicle emission classes or the time of day shall be proportionate to the objective pursued.</td>
<td>– is transparent and non-discriminatory particularly regarding the nationality of the haulier, the country or place of establishment of the haulier or of registration of the vehicle, and the origin or destination of the transport operation;</td>
</tr>
<tr>
<td>(b) Subject to the conditions of point (a), toll rates may be varied according to:</td>
<td>(b) Subject to the conditions of point (a), toll rates may be varied according to:</td>
</tr>
<tr>
<td>- <strong>EURO emission class</strong> as set out in Annex 0 including the level of PM and NOx, provided that no toll is more than 100 % above the toll charged for equivalent vehicles meeting the strictest emission standards; and/or</td>
<td>- <strong>EURO emission class</strong> as set out in Annex 0 including the level of PM and NOx, provided that no toll is more than 100 % above the toll charged for equivalent vehicles meeting the strictest emission standards; and/or</td>
</tr>
<tr>
<td>- the <strong>time of day, type of day or season</strong>, provided that</td>
<td>- the <strong>time of day, type of day or season</strong>, provided that</td>
</tr>
<tr>
<td>(i) no toll is more than 100% above the toll charged during the cheapest period of the day, type of day or season; or</td>
<td>(i) no toll is more than 100% above the toll charged during the cheapest period of the day, type of day or season; or</td>
</tr>
<tr>
<td>(ii) where the cheapest period is zero-rated, the penalty for the most expensive time of day, type of day or season is no more than 50% of the level of toll that would otherwise be applicable to the vehicle in question.</td>
<td>(ii) where the cheapest period is zero-rated, the penalty for the most expensive time of day, type of day or season is no more than 50% of the level of toll that would otherwise be applicable to the vehicle in question.</td>
</tr>
<tr>
<td>Member States shall be required to vary the rates at which tolls are charged in conformity with the first indent no later than 2010 or in the case of concessions, at the moment of renewal of that concession. A Member State may nevertheless derogate from this requirement if:</td>
<td>Member States shall be required to vary the rates at which tolls are charged in conformity with the first indent no later than 2010 or in the case of concessions, at the moment of renewal of that concession. A Member State may nevertheless derogate from this requirement if:</td>
</tr>
<tr>
<td>- this would seriously undermine the coherence of the tolling systems in its territory;</td>
<td>- this would seriously undermine the coherence of the tolling systems in its territory;</td>
</tr>
<tr>
<td>- for the tolling system concerned, it would not be technically practicable to introduce such differentiation; or</td>
<td>- for the tolling system concerned, it would not be technically practicable to introduce such differentiation; or</td>
</tr>
<tr>
<td>- this would lead to diversion of the most polluting vehicles away from the trans-European road network with consequential impacts on road safety and public health. Such derogations shall be notified to the Commission.</td>
<td>- this would lead to diversion of the most polluting vehicles away from the trans-European road network with consequential impacts on road safety and public health. Such derogations shall be notified to the Commission.</td>
</tr>
</tbody>
</table>

b) Explanation and comment
Although the categories employed for toll differentiation – emission classes and time of use – have not fundamentally changed, the amended Directive provides greater freedom and scope for Member States.

With respect to emissions, tolls could until now only be differentiated according to a broad emission class. In the amended Directive, tolls may be indexed to NOx and PM emissions. This will make it more attractive to retrofit older lorries with particle filters. Despite the low emission class of such vehicles, they could benefit from lower tolls, as their PM emissions are lower. The difference in toll level between the cleanest and the dirtiest vehicles may now be set at 100%, while under Directive 1999/62 this was only 50%.

With regard to time differentiation, tolls may now be varied not only according to the time of day, but also according to the type of day and type of season. These two differentiations, according to emissions and time period, can be cumulative. Whilst the Czech scheme was initially intended to include a daytime and night-time differentiation, this did not materialise in the final version.

The amended Directive requires that tolls be differentiated according to environmental performance by 2010. However, Member States need not wait to take the opportunity to make dirtier vehicles pay more and cleaner vehicles pay less. This will create an incentive for the haulage sector to replace polluting lorries with cleaner ones.

Germany, Switzerland and more recently the Czech Republic operate systems with varying tolls based on emission class. Germany and Switzerland have witnessed adjustments in the fleet composition with a trend towards cleaner vehicles and renewal of the fleet; in contrast, this effect has not been seen in Austria where the system does not differentiate by emissions class.

There is scope for Member States to take the initiative to implement emission-indexed tariffs and thus contribute to phasing out their dirtiest vehicles more rapidly.
a) Comparison of previous and amended text

<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td></td>
<td><strong>Article 7</strong></td>
</tr>
<tr>
<td></td>
<td>11. Without prejudice to Article 9(1), in exceptional cases concerning infrastructure in mountainous regions and after informing the Commission, a mark-up may be added to the tolls of specific road sections:</td>
</tr>
<tr>
<td></td>
<td>(a) which are the subject of acute congestion affecting the free movement of vehicles, or</td>
</tr>
<tr>
<td></td>
<td>(b) the use of which by vehicles is the cause of significant environmental damage,</td>
</tr>
<tr>
<td></td>
<td>on condition that:</td>
</tr>
<tr>
<td></td>
<td>- the revenue generated from the mark-up is invested in priority projects of European interest identified in Annex III to Decision No 884/2004/EC, which contribute directly to the alleviation of the congestion or environmental damage in question and which are located in the same corridor as the road section on which the mark-up is applied;</td>
</tr>
<tr>
<td></td>
<td>- the mark-up, which may be applied to tolls varied in accordance with paragraph 10, does not exceed 15% of the weighted average toll calculated in accordance with paragraph 9 except where the revenue generated is invested in cross-border sections of priority projects of European interest involving infrastructure in mountainous regions, in which case the mark-up may not exceed 25%;</td>
</tr>
<tr>
<td></td>
<td>- the application of the mark-up does not result in unfair treatment of commercial traffic compared to other road users;</td>
</tr>
<tr>
<td></td>
<td>- financial plans for the infrastructure on which the mark-up is applied and a cost/benefit analysis for the new infrastructure project are submitted to the Commission in advance of the mark-up's application;</td>
</tr>
<tr>
<td></td>
<td>- the period for which the mark-up is to apply is defined and limited in advance and is consistent in terms of the expected revenue to be raised with the financial plans and cost/benefit analysis submitted.</td>
</tr>
<tr>
<td></td>
<td>Application of this provision to new cross-border projects shall be subject to the agreement of the Member States concerned.</td>
</tr>
<tr>
<td></td>
<td>When the Commission receives the financial plans from a Member State intending to apply a mark-up, it shall make this information available to the members of the Committee referred to in Article 9c(1). Should the Commission consider that the planned mark-up does not meet the conditions set out in this paragraph, or if it considers that the planned mark-up will have significant adverse effects on the economic development of peripheral regions, it may reject or request modification of the plans for charges submitted by the Member State concerned, in accordance with the procedure referred to in Article 9c(2).</td>
</tr>
</tbody>
</table>

b) Explanation and comment
Mark-ups are a new instrument introduced in the amended Directive, allowing Member States to add 15% or 25% to the average toll on roads in mountainous areas. However, this is only possible in corridors with a TEN priority project, for which the additional revenues must then be used. If the TEN priority project is a cross-border one, the Member States in question can add a 25% mark-up, otherwise only 15%.

Given the various requirements (i.e. mountainous area, TEN priority project in the same corridor), this instrument provides additional opportunities for a few Member States only. The most obvious applications will be for the rail tunnel projects in the Alps (Brenner, Lyon-Turin) and the Pyrenees (central Pyrenean rail crossing). For example, the revised Italian budget law mentions plans to levy 25% higher chargers on cross-border (Alpine)links, but details of any plans have yet to be announced. Mark-ups might also possibly be applied on future projects through mountainous areas in new Member States (Slovakia, Slovenia, Bulgaria, Romania).

The issue of mark-ups in mountainous areas is discussed at greater length in Annex 2.
7) REGULATORY CHARGES

a) Comparison of previous and amended text

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>1. This Directive shall not prevent the application by Member States of:</td>
<td>1. This Directive shall not prevent the non-discriminatory application by Member States of:</td>
</tr>
<tr>
<td>(a) specific taxes or charges:</td>
<td>(a) specific taxes or charges:</td>
</tr>
<tr>
<td>- levied upon registration of the vehicle, or</td>
<td>- levied upon registration of the vehicle, or</td>
</tr>
<tr>
<td>- imposed on vehicles or loads of abnormal weights or dimensions;</td>
<td>- imposed on vehicles or loads of abnormal weights or dimensions;</td>
</tr>
<tr>
<td>(b) parking fees and specific urban traffic charges;</td>
<td>(b) parking fees and specific urban traffic charges.</td>
</tr>
<tr>
<td>(c) regulatory charges specifically designed to combat time and place-related</td>
<td>(b) regulatory charges designed to combat environmental impacts, including poor air quality</td>
</tr>
<tr>
<td>traffic congestion.</td>
<td>on any road notably in urban areas, including trans-European network roads crossing an urban area.</td>
</tr>
</tbody>
</table>

b) Explanation and comment

In contrast to the mark-ups of the previous chapter, regulatory charges provide Member States far greater freedom. Regulatory charges are not part of the amended Directive, but fall under subsidiarity and can thus be freely designed by Member States. Any such regulatory charges must satisfy the provisions of the Treaty, though, i.e. they may not discriminate and they must be proportional. For example, the congestion charging schemes for vehicles in central London and Stockholm fall firmly outside EU jurisdiction.

While Directive 99/62 mentioned regulatory charges solely as a means of combating urban and inter-urban congestion, Directive 2006/38 also provides scope for using them to combat environmental impacts. The amended Directive explicitly mentions urban areas as a possible arena for regulatory charges, these areas being included as an example rather than a restriction. It also makes clear that TEN-roads in urban areas may be included. Again, this formulation does not restrict application to such roads. An explanatory letter from Commissioner Barrot clearly states that regulatory charges can be applied on all roads, including all TEN-roads. This can also be deduced from the introduction to Article 7/11 on mark-ups, which states that mark-ups can be levied independently of regulatory charges. Thus, regulatory charges can also be applied on TEN-roads in mountainous areas.

This provision on regulatory charges provides an additional instrument for all Member States to reduce environmental impacts in areas suffering from particular environmental problems.
8) USE OF REVENUES

a) Comparison of previous and amended text

<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Article 9</td>
<td>Article 9</td>
</tr>
<tr>
<td>2. Neither shall this Directive prevent the Member States from attributing to environmental protection and the balanced development of transport networks a percentage of the amount of the user charge, or of the toll, provided that this amount is calculated in accordance with Article 7(7) and (9).</td>
<td>2. Member States shall determine the use to be made of revenue from charges for the use of road infrastructure. To enable the transport network to be developed as a whole, revenue from charges should be used to benefit the transport sector and optimise the entire transport system.</td>
</tr>
</tbody>
</table>

b) Explanation and comment

The amended Directive makes it clear that Member States are free to determine how revenues are to be used. All it gives on this point is a recommendation that revenues should be used for developing the transport network as a whole. The Directive does not require Member States to earmark revenues, although they are free to do so if they wish.

Directive 1999/62 is not at all explicit on the use of revenues. It only mentions that part of the revenues can be used for environmental protection and balanced development of transport networks. It says nothing about how the bulk of the revenues are to be used. Implicitly, the idea was that the major part would be used for the road construction sector. This is anyway the case if the system covers only operating and construction costs. This is the case for traditional motorway tolling systems.

Member States can grasp the opportunity to put these revenues to best use.
9) ENFORCEMENT

<table>
<thead>
<tr>
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</thead>
<tbody>
<tr>
<td>-</td>
<td><strong>Article 9a</strong></td>
</tr>
<tr>
<td></td>
<td>Member States shall establish <strong>appropriate controls</strong> and determine the <strong>system of penalties</strong> applicable to infringements of the national provisions adopted under this Directive; they shall take all necessary measures to ensure that they are implemented. The penalties established must be effective, proportionate and dissuasive.</td>
</tr>
</tbody>
</table>

**b) Explanation and comment**

The amended Directive asks Member States to implement enforcement systems and define penalties to discourage users from cheating the system. Member States not only have the opportunity but also the responsibility to make sure that charging systems are correctly implemented and to ensure that road users not allowed to avoid payment of fees due.

Implementation of a reliable enforcement and penalty system is a basic precondition of any system and its acceptability and effectiveness. All Member States can take advantage of this provision of the Directive.
Annex 1: Current situation and opportunities in Member States: a comparison

Forerunners (distance-based systems)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Austria</td>
<td>Existing</td>
<td>Toll</td>
<td>&gt;3.5 t (time-based vignette for vehicles &lt;3.5 t)</td>
<td>Motorways &amp; some express roads.</td>
<td>'Sondermaut-strecken' as a similar concept</td>
<td>-</td>
<td>Motorways (Asfinag)</td>
<td>DSRC</td>
<td>[<a href="http://www.asfinag.at">http://www.asfinag.at</a>][1] [<a href="http://www.gomaut.at/go/default.asp">http://www.gomaut.at/go/default.asp</a>][2] [<a href="http://www.asecap.com/english/mem-austria-en.htm">http://www.asecap.com/english/mem-austria-en.htm</a>][3]</td>
</tr>
<tr>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>Discussion on inclusion of parallel roads on hold indefinitely</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No immediate plans</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional opportunities</td>
<td>None</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Emissions class</td>
<td>Brenner (Sondermaut-strecken may already correspond to the maximum)</td>
<td>In urban and mountainous areas</td>
<td>Other transport or non-transport use</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Germany</td>
<td>Existing</td>
<td>Toll</td>
<td>&gt;12 t (parallel highways since January 2007)</td>
<td>Vehicle class (axles), Emissions (Euro class)</td>
<td>-</td>
<td>-</td>
<td>Transport sector (road, rail, inland shipping)</td>
<td>GPS / GSM</td>
<td>[<a href="http://www.bmvbw.de/Verkehr/Strasse-1436/LKW-Maut.htm">http://www.bmvbw.de/Verkehr/Strasse-1436/LKW-Maut.htm</a>][4] [<a href="http://www.toll-collect.de">www.toll-collect.de</a>][5]</td>
</tr>
<tr>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>Inclusion of more parallel roads?</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans beyond inclusion of some parallel roads.</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional opportunities</td>
<td>None</td>
<td>&gt; 3.5 t</td>
<td>All roads</td>
<td>Emissions class</td>
<td>Hardly applicable (possible in lower Inn valley on Brenner link)</td>
<td>In urban (and mountainous area) with congestion or environmental problems</td>
<td>Other transport or non-transport use</td>
<td>-</td>
<td></td>
</tr>
</tbody>
</table>
### Traditional motorway operators (distance/matrix-based systems) (p.1)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources</th>
</tr>
</thead>
<tbody>
<tr>
<td>France</td>
<td>Existing</td>
<td>Toll (conces sion)</td>
<td>All vehicles</td>
<td>Part of the motorway network (approx. 8000 km; no tolls on e.g. urban motorways, some inter-urban motorways)</td>
<td>Vehicle class (axles)</td>
<td>-</td>
<td>-</td>
<td>Motorway operators</td>
<td>DSRC <a href="http://www.autoroutes.fr">http://www.autoroutes.fr</a> <a href="http://www.assecap.com/english/mem-france-en.html">http://www.assecap.com/english/mem-france-en.html</a></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Toll</td>
<td>&gt;12t?</td>
<td>Motorways in Alsace</td>
<td>Vehicle class, possibly emissions class?</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Charging system planned in Alsace due to volume of HGV traffic diverted due to German tolls.</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Toll</td>
<td>&gt;3.5t / all vehicles</td>
<td>All motorways, all roads</td>
<td>Emissions class</td>
<td>Lyon-Turin; Pyrenees</td>
<td>In urban and mountainous areas</td>
<td>Other transport or non-transport use</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>? (possibly additional / new motorways)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>-</td>
<td>All motorways, all roads</td>
<td>Emissions class</td>
<td>Possibly to Bulgarian border</td>
<td>In urban and mountainous areas</td>
<td>Other transport or non-transport use</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>25% higher charges on Alpine links?</td>
<td>-</td>
<td>-</td>
<td>No official plans known</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>-</td>
<td>All motorways, all roads</td>
<td>Emissions class</td>
<td>Brenner link, Fréjus / Mont Blanc</td>
<td>In urban and mountainous areas</td>
<td>Other transport or non-transport use</td>
<td></td>
</tr>
</tbody>
</table>
**Traditional motorway operators (distance/matrix-based systems) (p.2)**

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>? (possibly additional / new motorways)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>All motorways, all roads</td>
<td>Emissions class</td>
<td>Not applicable</td>
<td>In urban areas</td>
<td>Other transport or non-transport use</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Spain</td>
<td>Existing</td>
<td>Toll</td>
<td>All vehicles</td>
<td>Part of motorway network (2800 km)</td>
<td>Vehicle class (axles)</td>
<td>-</td>
<td>-</td>
<td>Motorway operators</td>
<td>DSRC</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>? (possibly additional / new motorways)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>All motorways, all roads</td>
<td>Emissions class</td>
<td>Pyrenean links</td>
<td>In urban and mountainous areas</td>
<td>Other transport or non-transport use</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
### Traditional Eurovignette countries (time-based systems) (p.1)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Belgium</td>
<td>Existing</td>
<td>Eurovignette: user charge</td>
<td>&gt; 12 t</td>
<td>Motorways</td>
<td>EURO 0 – EURO IV+, 3 / 4 axles</td>
<td>-</td>
<td>-</td>
<td>Regions for transport projects</td>
<td>Manual / sticker</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Flat-rate (time-based) all-vehicle vignette</td>
<td>&gt; 3.5 t / All vehicles</td>
<td>Motorways / all roads</td>
<td>Weight / axles</td>
<td>-</td>
<td>-</td>
<td>Under discussion between regions.</td>
<td>Electronic fee collection using number plate recognition.</td>
</tr>
<tr>
<td>Denmark</td>
<td>Existing</td>
<td>User charge</td>
<td>&gt; 12t</td>
<td>Motorways</td>
<td>EURO 0 – EURO IV+, 3 / 4 axles</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Manual / sticker</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>No plans</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Distance-based charges</td>
<td>&gt; 3.5 t / All vehicles</td>
<td>All roads</td>
<td>Not applicable</td>
<td>In urban areas</td>
<td>Other transport or non-transport use</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Luxembourg</td>
<td>Existing</td>
<td>User charge</td>
<td>&gt; 12 t</td>
<td>Motorways</td>
<td>EURO 0 – EURO IV+, 3 / 4 axles</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Manual / sticker</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Distance-based charges</td>
<td>&gt; 3.5 t / All vehicles</td>
<td>All roads</td>
<td>Not applicable</td>
<td>In urban areas</td>
<td>Other transport or non-transport use</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Netherlands</td>
<td>Existing</td>
<td>User charge</td>
<td>&gt; 12 t</td>
<td>Motorways</td>
<td>EURO 0 – EURO IV+, 3 / 4 axles</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Manual / sticker</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Distance-based charges</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Vehicle classes (weight / axles); Emissions / Env. Characteristics, time and route.</td>
<td>-</td>
<td>-</td>
<td>Likely ear-marking for infrastructure</td>
<td>EFC from 2008; GPS likely</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>In urban areas</td>
<td>Other transport or non-transport use</td>
<td>-</td>
</tr>
</tbody>
</table>
### Traditional Eurovignette countries (time-based systems) (p.2)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sweden</td>
<td>Existing</td>
<td>User charge</td>
<td>&gt; 12 t</td>
<td>Motorways</td>
<td>EURO 0 – EURO IV+, 3 / 4 axles</td>
<td>-</td>
<td>(Stockholm congestion charge for all vehicles)</td>
<td>-</td>
<td>Manual / sticker</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Distance-based charges, including different km-prices for different road sections</td>
<td>&gt; 3.5t</td>
<td>All public roads, but possible regional exceptions</td>
<td>EURO class, Environmental characteristics, geographical, time of travel.</td>
<td>-</td>
<td>(Congestion charging in other cities?)</td>
<td>-</td>
<td>GPS likely</td>
</tr>
<tr>
<td>Additional opportunities</td>
<td></td>
<td>&gt; 3.5 / All vehicles</td>
<td>All roads</td>
<td></td>
<td>Not applicable</td>
<td>In urban and environmentally sensitive areas</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
### Late starters (no system yet)

<table>
<thead>
<tr>
<th>Country</th>
<th>Application</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Finland</td>
<td>Existing</td>
<td>None</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Feasibility study but no plans</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>None</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Distance-based charges</td>
<td>&gt; 3.5 t / All vehicles</td>
<td>All Motorways / all roads</td>
<td>Emissions class</td>
<td>Not applicable</td>
<td>Urban areas</td>
<td>Other transport or non-transport use</td>
<td></td>
</tr>
<tr>
<td>Ireland</td>
<td>Existing</td>
<td>None (but 3 tolled links)</td>
<td>(All vehicles)</td>
<td>(3 motorways links)</td>
<td>(Vehicle class)</td>
<td>-</td>
<td>-</td>
<td>PPP</td>
<td><a href="http://tinyurl.com/qq4re">http://tinyurl.com/qq4re</a></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Tolls (PPP for road construction)</td>
<td>All vehicles</td>
<td>New roads/motorways</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>PPP</td>
<td>Provision for public consultation on tolling proposals.</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Toll</td>
<td>&gt; 3.5 t / All vehicles</td>
<td>All Motorways / all roads</td>
<td>Emissions class</td>
<td>Not applicable</td>
<td>Urban areas</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>United Kingdom</td>
<td>Existing</td>
<td>None (but 42 km tolled on M6)</td>
<td>- (All vehicles)</td>
<td>(42 km motorway)</td>
<td>(Vehicle class)</td>
<td>-</td>
<td>(London and Durham congestion charges)</td>
<td>-</td>
<td><a href="http://www.m6toll.co.uk/">http://www.m6toll.co.uk/</a></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Distance-based charges</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Vehicle class</td>
<td>-</td>
<td>(Several cities plan congestion charges)</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>Emissions class</td>
<td>Not applicable</td>
<td>Urban areas</td>
<td>Other transport or non-transport use</td>
<td>-</td>
</tr>
</tbody>
</table>
### New Member States (various situations) (p.1)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bulgaria</td>
<td>Existing</td>
<td>User charges</td>
<td>All vehicles</td>
<td>3 categories: Bus, truck, light vehicle</td>
<td>-</td>
<td>-</td>
<td>Road infrastructure fund</td>
<td>Manual / sticker</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>No known plans</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Toll (distance-based)</td>
<td>All roads</td>
<td>Axles, weight, emissions class</td>
<td>Mountains near Greek border?</td>
<td>In urban and/or polluted areas</td>
<td>Other transport / non-transport uses</td>
<td>EFC</td>
<td></td>
</tr>
<tr>
<td>Cyprus</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Not analysed: no exchange by land transport between Cyprus and rest of EU</td>
</tr>
<tr>
<td></td>
<td>Existing</td>
<td>Toll for HGVs</td>
<td>All vehicles &gt;12t (vignette for &lt;12t)</td>
<td>Motorways and dual carriageways (970km)</td>
<td>Axles and emissions classes</td>
<td>-</td>
<td>Motorways – State infrastructure fund</td>
<td>EFC / DSRC</td>
<td><a href="http://www.premid.cz">www.premid.cz</a></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>Extension to light vehicles</td>
<td>&gt;3.5 t planned from 2008</td>
<td>Inclusion express roads in 2007/8; all 1st, 2nd and some 3rd class roads from 2009.</td>
<td>-</td>
<td>-</td>
<td>Revenues from minor roads to regions, for infrastructure development</td>
<td>GPS/GSM.</td>
<td>Extensions of scheme by vehicle and geographic scope planned for 2008 and 2009</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Tolls</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Limited applicability</td>
<td>In urban and/or polluted areas</td>
<td>Other transport / non-transport uses</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Estonia</td>
<td>Existing</td>
<td>None</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Tolls</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Weight, axels, vehicle type, emissions class</td>
<td>Not applicable</td>
<td>In urban and/or polluted areas</td>
<td>Transport / non-transport uses</td>
<td>-</td>
</tr>
<tr>
<td>Hungary</td>
<td>Existing</td>
<td>User charges</td>
<td>All vehicles</td>
<td>Approx. 70% of Motorway network (670km, steadily in-</td>
<td>Weight</td>
<td>-</td>
<td>Motorways</td>
<td>Manual / sticker</td>
<td><a href="http://www.aka.hu/">http://www.aka.hu/</a></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td><a href="http://www.autopolya.hu/">http://www.autopolya.hu/</a></td>
</tr>
</tbody>
</table>
### New Member States (various situations) (p.2)

<table>
<thead>
<tr>
<th>Country</th>
<th>Basic system</th>
<th>Vehicle scope</th>
<th>Geographic scope</th>
<th>Differentiation</th>
<th>Mark-ups</th>
<th>Regulatory charges</th>
<th>Use of revenues</th>
<th>Technology</th>
<th>Sources + general comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lithuania</td>
<td>Existing</td>
<td>User charge (vignette)</td>
<td>Goods vehicle, buses, agricultural vehicles</td>
<td>Highways and national roads</td>
<td>Weight / length</td>
<td>-</td>
<td>Road construction and maintenance</td>
<td>Card / sticker</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>No plans known</td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Tolls</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Emissions class</td>
<td>Not applicable</td>
<td>In urban areas</td>
<td>Other transport / non-transport uses</td>
<td>EFC</td>
</tr>
<tr>
<td>Malta</td>
<td>Existing</td>
<td>User charge</td>
<td>&gt;3.5 t (+ motorway toll for all motorised vehicles)</td>
<td>Motorways and national roads (60% of motorway sections)</td>
<td>Weight, Axles, Emissions (EURO 0-1 / EURO II+)</td>
<td>-</td>
<td>-</td>
<td>Motorways and national roads</td>
<td>Road user card</td>
</tr>
<tr>
<td></td>
<td>Planned</td>
<td>User charge</td>
<td>-</td>
<td>All national roads (ca.16,000km)</td>
<td>-</td>
<td>-</td>
<td>National road fund</td>
<td>EFC – DSRC?</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Additional opportunities</td>
<td>Tolls</td>
<td>All vehicles</td>
<td>All roads</td>
<td>Emission class: EURO 0 – EURO IV+</td>
<td>Possible applicability, High Tatras.</td>
<td>In urban and/or polluted areas</td>
<td>Other transport / non-transport uses</td>
<td>-</td>
</tr>
<tr>
<td>Country</td>
<td>Existing Charges</td>
<td>Infrastructure Fund</td>
<td>Manual/Sticker</td>
<td></td>
<td></td>
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<td></td>
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<td></td>
</tr>
<tr>
<td>Romania</td>
<td>All users, All roads, except urban</td>
<td>-</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Planned</td>
<td>No known plans</td>
<td>-</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional opportunities</td>
<td>Toll (distance-based)</td>
<td>-</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Slovakia</td>
<td>User charge</td>
<td>Motorways &amp; 1st class roads</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Planned</td>
<td>Tolls</td>
<td>Parallel 1st and 2nd class roads</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional opportunities</td>
<td>-</td>
<td>All roads</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Slovenia</td>
<td>Tolls</td>
<td>Motorways (465 km and expressways)</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Planned</td>
<td>Tolls</td>
<td>All roads?</td>
<td>-</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Additional opportunities</td>
<td>None</td>
<td>All roads</td>
<td>-</td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>

Introduction

In December 2005, the European Parliament agreed on a compromise proposal from the UK Presidency and the Council amending the “Eurovignette Directive” (1999/62) on charging heavy goods vehicles (HGVs). This text was formally adopted by the Council of transport ministers on 27 March 2006. The amended Directive allows for additional charging possibilities. Some of these new charging elements are focused on sensitive mountain areas. One initial objective of the European Commission in amending the Directive was to provide an instrument to replace the “ecopoints” system in Austria\(^\text{17}\) and also be used in other sensitive mountain areas. Because links through mountain areas are topographically limited and therefore heavily used, people, animals, plants and landscapes in these areas suffer disproportionately from freight transport emissions.\(^\text{18}\)

The following chapter analyses the opportunities of the amended Directive for administrators and others in these sensitive mountain areas.

A distance-based fee as the best option

Under its amended Article 7.1, the new Directive allows Member States to maintain or introduce tolls and / or user charges on the trans-European road network. Tolls are to be based on the distance travelled and type of vehicle (Article 2b), while user charges give users the right to use the infrastructure over a certain period of time (Article 2c). This means that Member States will still have the freedom to choose between distance-based tolls and time-based charges. They are even free not to apply any charges or tolls at all.

<table>
<thead>
<tr>
<th>Article 2</th>
</tr>
</thead>
<tbody>
<tr>
<td>(b) &quot;toll&quot; means a specified amount payable for a vehicle travelling a given distance on the infrastructures referred to in Article 7(1); the amount shall be based on the distance travelled and the type of vehicle;</td>
</tr>
<tr>
<td>(c) &quot;user charge&quot; means a specified amount payment of which confers the right for a vehicle to use for a given period the infrastructures referred to in Article 7(1);</td>
</tr>
<tr>
<td>(d) &quot;vehicle&quot; means a motor vehicle or articulated vehicle combination intended or used exclusively for the carriage by road of goods and having a maximum permissible laden weight of over 3.5 tonnes;</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Article 7</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Member States may maintain or introduce tolls and/or user charges on the trans-European road network, or on parts of that network, only under the conditions set out in paragraphs 2 to 12. This shall be without prejudice to the right of Member States, in compliance with the Treaty, to apply tolls and/or user charges on roads not included in the trans-European road network, inter alia on parallel roads to which traffic may be diverted from the trans-European road network and/or which are in direct competition with certain parts of that network, or to other types of motor vehicle not covered by the definition of &quot;vehicle&quot; on the trans-European road network, provided that the imposition of tolls on such roads does not discriminate against international traffic and does not result in distortions of competition between operators.</td>
</tr>
</tbody>
</table>

Of these options, only a distance-based toll, as defined in Article 2b, is both fair to users and at the same time creates incentives to use HGVs more efficiently and thus reduce negative impacts. The amended Directive allows Member States to levy such tolls on the trans-European network and furthermore on all roads and all vehicles, even those outside the Directive’s scope (Article 2d), according to subsidiarity.

\(^{18}\) See T&E publication Delivering the Goods, T&E 2004..
**Article 7**

9. Tolls shall be based on the principle of the recovery of infrastructure costs only. Specifically the weighted average tolls shall be related to the construction costs and the costs of operating, maintaining and developing the infrastructure network concerned. The weighted average tolls may also include a return on capital or profit margin based on market conditions.

**Article 2**

"(aa) "construction costs" means the costs related to construction, including, where appropriate, the financing costs, of:

- new infrastructure or new infrastructure improvements (including significant structural repairs); or
- infrastructure or infrastructure improvements (including significant structural repairs) completed no more than 30 years before ...........* , where tolling arrangements are already in place on ...........* , or completed no more than 30 years before the establishment of any new tolling arrangements introduced after ...........* ; costs regarding infrastructure or infrastructure improvements completed before these time limits may also be considered as construction costs where:
  (i) a Member State has established a tolling system which provides for the recovery of these costs by means of a contract with a tolling system operator, or other legal acts having equivalent effect, which enter into force before ...........* , or
  (ii) a Member State can demonstrate that the case for building the infrastructure in question depended on its having a design lifetime in excess of 30 years.

In any event, the proportion of the construction costs to be taken into account shall not exceed the proportion of the current design lifetime period of infrastructure components still to run on ...........* or on the date when the new tolling arrangements are introduced, where this is a later date. Costs of infrastructure or infrastructure improvements may include any specific expenses on infrastructure designed to reduce nuisance related to noise or to improve road safety and actual payments made by the infrastructure operator corresponding to objective environmental elements such as protection against soil contamination;

(ab) "financing costs" means interest on borrowings and/or return on any equity funding contributed by shareholders;

(ac) "significant structural repairs" means structural repairs excluding those repairs no longer of any current benefit to road users, e.g. where the repair work has been replaced by further road resurfacing or other construction work; "*

In the tolls, Member States can include construction costs and the costs of operating, maintaining and developing the road network (Article 7.9). Construction costs are defined in more detail in Article 2(aa). They can include the costs of new infrastructure, but also those of infrastructure built within the last 30 years and, under certain conditions, even before that period.

The external costs of health and environmental damage, accidents and congestion cannot be included in the tolls.

This kind of distance-based toll on all roads should become the basic road user charging instrument in Europe and not be limited to sensitive mountain areas, as the distance through sensitive mountain areas is usually too short to influence traffic volumes and impacts to any worthwhile extent.

**Differentiation of fee to reduce vehicle air emissions**

The amended Directive allows Member States to vary tolls according to Euro emission classes, PM and NOx levels, and time of day and type of season (Article 7.10). The most polluting vehicles can be charged twice as much as the cleanest vehicle in the same class. Using the infrastructure at peak hours can also cost twice as much as at non-peak hours. This again applies to a given vehicle class. This means that before differentiating according to environmental performance and time of day or season, Member States can vary tolls according to vehicle class, which are defined by the number of axles and maximum laden weight (see Annex IV).
Article 7

10 (a) Without prejudice to the weighted average tolls referred to in paragraph 9, Member States may vary the toll rates for purposes such as combating environmental damage, tackling congestion, minimising infrastructure damage, optimising the use of the infrastructure concerned or promoting road safety, provided that such variation:

- is proportionate to the objective pursued;
- is transparent and non-discriminatory particularly regarding the nationality of the haulier, the country or place of establishment of the haulier or of registration of the vehicle, and the origin or destination of the transport operation;

(b) Subject to the conditions of point (a), toll rates may be varied according to:
- EU emission class as set out in Annex 0 including the level of PM and NOx, provided that no toll is more than 100% above the toll charged for equivalent vehicles meeting the strictest emission standards; and/or
- the time of day, type of day or season, provided that
  (i) no toll is more than 100% above the toll charged during the cheapest period of the day, type of day or season; or
  (ii) where the cheapest period is zero-rated, the penalty for the most expensive time of day, type of day or season is no more than 50% of the level of toll that would otherwise be applicable to the vehicle in question.

Member States shall be required to vary the rates at which tolls are charged in conformity with the first indent no later than 2010 or in the case of concessions, at the moment of renewal of that concession. A Member State may nevertheless derogate from this requirement if:
- this would seriously undermine the coherence of the tolling systems in its territory;
- for the tolling system concerned, it would not be technically practicable to introduce such differentiation;
- this would lead to diversion of the most polluting vehicles away from the trans-European road network with consequential impacts on road safety and public health.
Such derogations shall be notified to the Commission.

Annex IV

The vehicle classes are defined by the table below. Vehicles are classed in subcategories 0, 1, II and III according to the damage they cause to the road surface, in ascending order (Class III is thus the category causing most damage to road infrastructure). The damage increases exponentially with the increase in axle weight. All motor vehicles and vehicle combinations of a maximum permissible laden weight below 7.5 tonnes belong to damage class 0.

Tolls for tunnels and bridges to reflect higher costs of infrastructure in mountainous areas

The amended directive, like Directive 1999/62, does not permit application of user charges and tolls at the same time. However, Article 7.3 does allow Member States with user charges to also apply tolls for use of bridges, tunnels or mountain passes.

Article 7

3. Tolls and user charges may not both be imposed at the same time on any given category of vehicle for the use of a single road section. However, Member States may also impose tolls on networks where user charges are levied for the use of bridges, tunnels and mountain passes.

This provision does not apply to the more relevant case, in mountainous areas, of a Member State applying tolls and not user charges in its territory. The question is still open as to whether it is possible to levy different toll levels on different part of the network according to their different cost levels.

The amended Directive does not foresee the possibility of differentiating according to the type of infrastructure or the area (see above, under differentiation, and Article 7.10). However, Article 7.1 permits application of such charges on parts of the TEN-network only, which is also a form of geographical differentiation.
Article 7a does not provide a final answer to this question, either. The costs taken into account in calculating the toll “must relate to the network … on which the tolls are levied”, which neither permits nor prohibits splitting a national network into different segments and calculating their costs and tolls separately.

Existing systems also do not provide an answer on this point. Traditional tolling systems based on concessions define the toll level according to the costs of the network section in question. Thus, concessionaires in mountainous areas have higher costs than those elsewhere. Consequently, tolls for using the Mont Blanc tunnel are considerably higher than the average toll on other French or Italian motorways.

In 2004, Austria switched from a system of user charges to one of tolls on all motorways. This system is not based on concession contracts. Austria has already been levying tolls for using tunnels and mountain passes for a long time. Following introduction of the ‘LKW-Maut’ scheme in 2004, Austria continues to levy the so-called ‘Sondermauten’ (special tolls) on mountain links. These special tolls have been disputed. The European Commission had started court proceedings, but these were abandoned after the adoption of the amended Directive.

The conclusion to be drawn from these examples and the uncertain legal situation is:

- The levying of different toll levels on different parts of the network is not ruled out, as long as the toll levels can be justified by costs according to Article 7.9.
- It should therefore be possible to levy higher tolls for the use of tunnels, bridges and mountain passes than on the rest of the network.
- This seems more acceptable for concessions than for other cases.
- The system should not be discriminatory and should take the general principles of the European Treaty into due account.

Mark-ups to finance TEN-priority projects through mountainous areas

As a new instrument in sensitive mountain areas, the amended Directive introduces the possibility of levying additional mark-ups, specifying (Article 7.11) a long list of conditions for doing so:

- The road sections must be subject to acute congestion or the vehicles using these road sections must cause significant environmental damage.
- The revenues must be invested in priority projects of the TEN-network as defined in the TEN-guidelines 2004.\(^1\)
- These projects must be in the same corridor as the road on which the mark-up is levied.
- The mark-up may not result in unfair treatment of commercial traffic
- The maximum level for mark-ups is 15% of the average toll in general, or 25% of the average toll in the case of cross-border projects.

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\(^1\) See Decision No 884/2004/EC, Annex 3.
(a) which are the subject of acute congestion affecting the free movement of vehicles, or
(b) the use of which by vehicles is the cause of significant environmental damage, on condition that:
- the revenue generated from the mark-up is invested in priority projects of European interest identified in Annex III to Decision No 884/2004/EC, which contribute directly to the alleviation of the congestion or environmental damage in question and which are located in the same corridor as the road section on which the mark-up is applied;
- the mark-up, which may be applied to tolls varied in accordance with paragraph 10, does not exceed 15% of the weighted average toll calculated in accordance with paragraph 9 except where the revenue generated is invested in cross-border sections of priority projects of European interest involving infrastructure in mountainous regions, in which case the mark-up may not exceed 25%;
- the application of the mark-up does not result in unfair treatment of commercial traffic compared to other road users;
- financial plans for the infrastructure on which the mark-up is applied and a cost/benefit analysis for the new infrastructure project are submitted to the Commission in advance of the mark-up's application;
- the period for which the mark-up is to apply is defined and limited in advance and is consistent in terms of the expected revenue to be raised with the financial plans and cost/benefit analysis submitted.

Application of this provision to new cross-border projects shall be subject to the agreement of the Member States concerned.

When the Commission receives the financial plans from a Member State intending to apply a mark-up, it shall make this information available to the members of the Committee referred to in Article 9c(1). Should the Commission consider that the planned mark-up does not meet the conditions set out in this paragraph, or if it considers that the planned mark-up will have significant adverse effects on the economic development of peripheral regions, it may reject or request modification of the plans for charges submitted by the Member State concerned, in accordance with the procedure referred to in Article 9c(2).

The list of conditions to be fulfilled before mark-ups can be applied is somewhat prohibitive. The most obvious applications are in fact on the Brenner link between Austria and Italy and the Fréjus link between France and Italy. On these two links, there are TEN-priority rail projects planned and also important links for Alpine road freight crossings on the same corridors. In addition, mark-ups could also be applied to collect revenues for the central Pyrenean rail tunnel. However, this link still has quite a low volume of haulage transport, as most of the exchange between the Iberian Peninsula and Europe goes by way of the coastal links to the east and west of the Pyrenees. The Directive does not clearly define the meaning of ‘same corridor’. It is therefore unclear whether mark-ups might also be levied on the coastal links to finance the central rail tunnel. The same question arises on the Alpine corridors. In both cases there are parallel links, e.g. Tauern in Austria and Mont Blanc, Montgenèvre or even the Mediterranean coast link between France and Italy. From the perspective of transport management, it makes sense to allow mark-ups on all parallel links, to avoid traffic diverting to cheaper routes.

**Regulatory charges**

Article 9 of the amended Directive contains a list of taxes or charges that Member States may apply under subsidiarity. With regard to sensitive areas, both urban and mountainous, Article 9.1.a allows the application of regulatory charges to combat traffic congestion or environmental impacts.

**Article 9**

1a. This Directive shall not prevent the non-discriminatory application by Member States of
(a) regulatory charges specifically designed to combat time and place-related traffic congestion;
(b) regulatory charges designed to combat environmental impacts, including poor air quality on any road, notably in urban areas, including trans-European network roads crossing an urban area.

Although the text explicitly mentions urban areas, regulatory charges may also be applied in mountainous areas. Urban areas are mentioned merely as an example that regulatory charges can, in particular, be applied in urban areas because of the considerable congestion and environmental problems there. Indeed, the Commissioner for transport, Jacques Barrot, and the director of land transport at DG TREN have confirmed during negotiations on the amended Directive that the relevant part of this text is ‘on any road’. The same should apply to environmental impacts: the text
mentions only ‘poor air quality’, but regulatory charges could equally well be applied to other environmental impacts, including for example noise.

The amended Directive includes no further concrete elucidation of how regulatory charges might be applied. This is a matter for Member States, which need only adhere to the general rules of the European Treaty (see section below). Whatever the case, application of regulatory charges on major links for European freight traffic through mountainous areas is not likely to remain undisputed and will probably be decided by a court ruling. Nevertheless, both the Treaty and several decisions by the European Court of Justice acknowledge the scope for restricting the free flow of goods under certain conditions, amongst others environmental protection and citizen health.\footnote{ECJ decision of 15 November 2005 on case C-320/03; Treaty of the European Community, Consolidated version, December 2004, especially Art. 30.}

Application of regulatory charges in sensitive mountain areas seems feasible, but needs to be implemented cautiously within the basic rules of the Treaty.

**Differentiation between local and transit traffic**

Sensitive mountainous areas are also often rather remote, with limited economic activity compared to the average of the country concerned. In all such areas tourism is however a key economic factor and delivery of goods to these areas is important, not only for local residents but for also for the tourism sector. Against this background, local transport and import/export transport to and from these areas have a completely different function and significance in comparison with transit traffic crossing these areas without contributing to their economic development.

Differentiation between local and transit traffic is however very limited under the basic principles of the European Union (see also following section). In addition, the amended Directive contains two recitals that also underline the limits of such differentiation. Recital 6 allows for tolling only parts of the network, but in such a way that non-local traffic is not discriminated against. This is clearly directed towards Member States that intend to levy tolls only on links highly frequented by non-domestic users, which is the case on the major links through sensitive mountain areas used by HGVs. Recital 13a focuses on the use of tolling instruments in non-Member States. These countries should not adopt measures that discriminate against transit traffic. These recitals reflect general rules applied by the Treaty, as described below.

<table>
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<th>Recital 6</th>
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<td>(6) For reasons of cost efficiency in the implementation of tolling systems, the entire infrastructure to which a toll relates may not necessarily be subject to access restrictions controlling tolls charged. Member States may choose to implement this Directive through the use of tolls at only a particular point on the infrastructure to which the toll relates. This should not discriminate against non-local traffic.</td>
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<tr>
<th>Recital 13a</th>
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<tr>
<td>(13a) In order to prevent traffic being diverted because of different regimes between EU Member States and third countries, the Commission should try to ensure that, when negotiating international agreements, no measures are taken by third countries e.g. a transit right trading system that might have a discriminatory effect on transit traffic.</td>
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</table>

Due to their different nature, the requirement of non-discrimination is not entirely applicable to local versus non-local traffic and there is therefore some freedom to differentiate tolls accordingly. On its own however, a different nationality with regard to the vehicle or the origin or destination of the cargo does not meet the criteria for being a ‘different’ kind of traffic. Tolls may not be differentiated along national borders without being considered discriminatory.

**General principles to be considered**
The general principles of the European Union are laid down in the Treaty of Nice. One important objective of the European Union is to establish an internal market, thereby permitting the free movement of goods, people, capital and services (Article 14).

Under the heading ‘free movement of goods’, the Treaty explains what Member States may not do in arranging for the free movements of goods; these activities relate mainly to customs or quantitative restrictions on imports and exports. Article 30, however, allows restrictions if they can be justified by public security or the protection of health and human, animal or plant life. This creates scope for introducing restrictions for environmental and health reasons.

Under the heading ‘Common Transport Policy’, discrimination on the grounds of the origin and destination of the goods is not allowed.

**Article 14 (Treaty of Nice, Heading ‘Internal Market’)**

1. The Community shall adopt measures with the aim of progressively establishing the internal market over a period expiring on 31 December 1992, in accordance with the provisions of this Article and of Articles 15, 26, 47(2), 49, 80, 93 and 95 and without prejudice to the other provisions of this Treaty.

2. The internal market shall comprise an area without internal frontiers in which the free movement of goods, persons, services and capital is ensured in accordance with the provisions of this Treaty.

3. The Council, acting by a qualified majority on a proposal from the Commission, shall determine the guidelines and conditions necessary to ensure balanced progress in all the sectors concerned.

**Article 23 (Treaty of Nice, Heading ‘Free movement of goods’)**

1. The Community shall be based upon a customs union which shall cover all trade in goods and which shall involve the prohibition between Member States of customs duties on imports and exports and of all charges having equivalent effect, and the adoption of a common customs tariff in their relations with third countries.

2. The provisions of Article 25 and of Chapter 2 of this Title shall apply to products originating in Member States and to products coming from third countries which are in free circulation in Member States.

**Article 25 (Treaty of Nice, Heading ‘Free movement of goods’)**

Customs duties on imports and exports and charges having equivalent effect shall be prohibited between Member States. This prohibition shall also apply to customs duties of a fiscal nature.

**Article 28 (Treaty of Nice, Heading ‘Free movement of goods’)**

Quantitative restrictions on imports and all measures having equivalent effect shall be prohibited between Member States.

**Article 29 (Treaty of Nice, Heading ‘Free movement of goods’)**

Quantitative restrictions on exports, and all measures having equivalent effect, shall be prohibited between Member States.

**Article 30 (Treaty of Nice, Heading ‘Free movement of goods’)**

The provisions of Articles 28 and 29 shall not preclude prohibitions or restrictions on imports, exports or goods in transit justified on grounds of public morality, public policy or public security; the protection of health and life of humans, animals or plants; the protection of national treasures possessing artistic, historic or archaeological value; or the protection of industrial and commercial property. Such prohibitions or restrictions shall not, however, constitute a means of arbitrary discrimination or a disguised restriction on trade between Member States.

**Article 75 (Treaty of Nice, Heading ‘Common Transport Policy’)**

1. In the case of transport within the Community, discrimination which takes the form of carriers charging different rates and imposing different conditions for the carriage of the same goods over the same transport links on grounds of the country of origin or of destination of the goods in question shall be abolished.

2. Paragraph 1 shall not prevent the Council from adopting other measures pursuant to Article 71(1).

3. The Council shall, acting by a qualified majority on a proposal from the Commission and after consulting the Economic and Social Committee, lay down rules for implementing the provisions of paragraph 1.
Annex 3: Situation and opportunities in Austria

a) Current situation

On 1 January 2004, Austria introduced a distance-related fee for all passenger and freight vehicles over 3.5 tonnes. This fee, known as ‘LKW-Maut’, is levied on motorways and certain express roads. The tariff depends on the number of axles only, with no differentiation according to emission class (see table).

As of 1 July 2007, the average fees increased by 4.2cent/km (from 22.7ct-26.9ct/km) with the approval of the European Commission. Austria expects a further 70% growth in freight transport over the coming years.

<table>
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<tr>
<th>Austrian LKW-Maut fees by vehicle category, from July 2007 (€ per vehicle-km, excl. VAT)</th>
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<tbody>
<tr>
<td>2 axles</td>
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<tr>
<td>Fee</td>
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<td>Factor increase</td>
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The average fee of the Austrian scheme is € 0.269 per vehicle kilometre. The tariff level is designed to cover the infrastructure costs, including the debts of the motorway company ASFINAG associated with earlier construction work. The fee increase as of 2007 is expected to raise a further €115million for ASFINAG for road construction and maintenance. As stated, the fee is differentiated only according to number of axles, with no higher charges for more polluting lorries and thus no incentives to use cleaner vehicles.

The increased fee will affect transit traffic more than domestic vehicles, as they will benefit from a halving of the rate of motor vehicle tax. Transit traffic is estimated to constitute a third of heavy vehicle traffic in Austria.

On some links through the Alps, higher fees must be paid. These so-called ‘Sondermautern’, or ‘exceptional tolls’, are levied on the Brenner, Tauern, Pyhrn, Karawanken and Arlberg links. On the Brenner Pass (A13 motorway), there is a nighttime tariff for vehicles with 4 axles or more, which is double the daytime fee.

Vehicles under 3.5tonnes are subject to a time-related vignette scheme for use of Austrian motorways.

Experience of the Austrian LKW-Maut scheme is fairly positive:

- The LKW-Maut was successfully implemented despite strong opposition at the outset.
- The scheme now has high acceptance among users.\(^{21}\)
- The scheme is based on a well known and simple technology (DSRC, microwave) which makes it reliable (99.9% correct transactions).
- It is also simple and readily understandable for users and causes them only low equipment costs (€5 for a “Go-Box”, free to install in vehicle).
- Revenues in 2005 totalled € 775 million.

On certain links there is diversion of traffic from the tolled motorway to free roads, which has a negative impact on traffic flow as well as affecting local citizens.

Legal framework
In the mid-1990s the Austrian government decided to introduce a time-dependent vignette for cars (called 'Autobahnvignette') and a distance-related fee for heavy vehicles. The parliament approved the requested law in 1996, and replaced it with more detailed legislation in 2002.

Technical system
The Austrian LKW-Maut is based on a DSRC with a simple tag (Go-Box) in the vehicles and gantries on the motorways. All vehicles must be equipped with this on-board unit. It is a so-called open system, in contrast to a closed system whereby the gantries are located at motorway entries and exits.

The operating costs of the system are about 4% of revenues, while enforcement costs total about 12% of revenues.\(^22\)

b) Plans
There are no plans to extend the LKW-Maut scheme to other roads. Nor are there any concrete plans at the moment to introduce differentiation according to emission class before the 2010 deadline stipulated in the Directive. There is some discussion regarding the levying of mark-ups in sensitive alpine areas and channelling these revenues into rail infrastructure, but as yet no concrete details are available.

The Austrian government coalition agreement mentions the concept of an Alpine Crossing Exchange, which would involve trading of a predetermined number of transit crossings on alpine corridors at a price determined by demand. However, the concept has not yet been officially discussed.

c) Opportunities
Although Austria already applies distance-related charges on motorways for vehicles over 3.5 tonnes, the amended Directive provides the following additional opportunities:

- Extension to the entire road network: The new Directive gives Member States the opportunity to implement charging systems on roads other than the TEN-R: on these roads, charges may be levied under the rules of the Treaty rather than under the Directive. There is therefore scope for Austria to extend its charging systems from motorways to the entire road network.
- Differentiation by vehicle emission class or emissions: Although there are a few exceptions, Member States will anyway have to differentiate their charging systems according to emission classes or PM10 or NOx emissions by 2010.
- Regulatory charges: These could be introduced in congested areas or in areas with environmental problems.
- Mark-ups: These are certainly an important option for alpine areas and mountain passes in Austria, notably the Brenner pass (see annex 2).

\(^{22}\) Friedrich Schwarz-Herda, Austrian Federal Ministry for Transport, Innovation and Technology (BMVIT) *Interurban road pricing: The Austrian Experience*, presentation to IMPRINT-NET group, Brussels, 25.04.06.
Annex 4: Situation and opportunities in Germany

a) Current situation

Germany stepped out of the Eurovignette agreement (with Benelux, Sweden and Denmark) at the end of August 2003, on which date the time-dependent vignette was to be replaced by a distance-related fee called ‘LKW-Maut’. Owing to technical problems, the launch of the system was delayed until 1 January 2005.

The main objective of the LKW-Maut is to raise revenues to finance new transport infrastructure. The German government is pursuing an integrated policy to link transport modes and thus intends to spend the revenues on new roads, railways and inland waterways. The aim is to remove bottlenecks or congestion (‘Anti-Stau-Programm’). In October 2003 a public institution for transport infrastructure financing was created. Its main task is re-investment of the revenues from the LKW-Maut in transport projects.

The fee is levied only on vehicles over 12 tonnes for the use of motorways and, since January 2007, three federal highways (‘Bundesstrassen’). The fee level depends on the number of axles and emission class of the vehicle and varies between €0.10 and €0.14. Under the terms of Directive 1999/62, only infrastructure costs were taken into account in calculating the fee. An independent study has calculated the infrastructure costs of motorway use by HGVs to be € 3.4 billion per year, corresponding to an average weighted cost of €0.15 per kilometre.

An increase in the average fee from € 0.124 to €0.135 per kilometre is planned for 1 September 2007. The increase is to compensate the loss of revenues arising from the reduction of the vehicle tax rate for heavy goods vehicles to the EU minimum permitted rate.

<table>
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<tr>
<th>German LKW-Maut fees by vehicle category, planned from Sept 2007 (€ per vehicle-km, excl. VAT)</th>
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<tbody>
<tr>
<td>Up to 3 axles</td>
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<td>--------------------------</td>
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<tr>
<td>Fee - Category A</td>
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<td>Category B</td>
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<td>Category C</td>
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On 24 January 2007 the European Commission approved a German State aid scheme that aims to help transport operators acquire heavy vehicles with better emission performance. The Commission found the aid scheme to be in line with European Community rules on sending for environmental protection within permitted thresholds. The scheme will make €100million available annually for six years. The aid will be in the form of investment grants or interest allowances to transport operators investing in lorries which comply to stricter environmental standards than those in force. The scheme is designed to stimulate acquisition of vehicles of EURO V emissions standards (until October 2008) or better.

Legal framework

The legal framework of the LKW-Maut was laid down in a law adopted by the German parliament in 2002.

On 8 June 2007, the German Parliament set out legislation changing the rates of vehicle tax and the LKW-Maut. Vehicle tax for heavy goods vehicles will fall to the EU minimum level.

Technical system

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The German LKW-Maut is based on GPS/GSM technology. Satellite navigation (GPS) locates the vehicle via an on-board unit, i.e. checks whether it is on a charged motorway or on another road. A cellular network (GSM) communicates the fees to be paid to the central office, which then invoices users. Enforcement is by means of microwave technology (DSRC). The technology was a real innovation and had never previously been used for tolling. This, along with the overly ambitious time schedule, were responsible for the initial delay. In the meantime, though, the system is working well and requires only limited roadside equipment. It is also fairly flexible with regard to extension to other parts of the network. However, the semi-manual pre-booking system for users without an on-board unit (OBU) does not have the same flexibility. In the current motorway tolling system it is already rather impractical, but in an extended system it will not be workable at all.

b) Plans

As outlined above, the average fee will increase to €0.135 per km in September 2007. German hauliers will in part be compensated by reduced vehicle tax and financial incentives for the purchase of vehicles with lower emissions.

The scheme has been extended to three parallel highways where traffic diversion was a problem. There are no plans to fundamentally change the system, although other diversion roads could be included in the future.

Use of OBUs is increasing which is reducing the operating costs of the system; around 90% of users are now equipped with an OBU. Manual points of sale may be scrapped, to leave only OBU and Internet methods of payment.

c) Opportunities

Given the provisions of the amended Directive, further possibilities for current German system include

- extension to encompass the entire network;
- extension to vehicles under 12 tonnes;
- mark-ups could potentially be considered on alpine links,
- regulatory charges in polluted or congested areas.
Annex 5: Situation and opportunities in countries with traditional motorway operators (France, Spain, Greece, Italy, Portugal)

In France, Spain, Greece, Italy and Portugal, parts of the motorway network have been operated by the private sector for several decades. These operators have the right to levy tolls for use of their motorways. Toll levels are generally part of the contract between the national authorities and motorway operators and may thus differ within a given country from motorway to motorway according to the relevant contracts. The toll level covers operator costs, including a surplus as a profit. Although the tolls are distance-based, their level is not usually indicated per kilometre but in the form of a matrix from motorway entry to exit. These schemes cover all types of vehicles, i.e. motorcycles, cars and light and heavy goods vehicles. None of the schemes differentiates tolls according to emission classes or emissions.

FRANCE

a) Current situation

In France, there are currently thirteen tolled motorway operators with a network length varying from 2.5 km to almost 3000 km. These operators are responsible for single bridges, tunnels or an entire motorway network in a particular region. The national umbrella organisation of motorway operators is ASFA (Association des Sociétés Françaises d’Autoroutes et d’ouvrages à péage).

Parts of the motorway network are purely public roads, with no tolls. These motorways are located mainly in agglomerations, e.g. around Paris and in Alsace.

There is no common national toll level, all the motorway operators applying different fees. Frequent users are eligible for considerable discounts.

Additional charges are also levied for some bridges and tunnels, including the Fréjus and Mont Blanc tunnels (to Italy), and the Puymorens and Envalira (Andorra) tunnels in the Pyrenees.

The amended Directive includes a maximum rebate level for frequent users of around 13%. The European Commission warned France in June 2006 that the discounts offered to frequent users of up to 30% were not in line with the Directive as road user charges must be linked to the infrastructure costs.\(^{25}\) Discounts for frequent motorway users may not exceed the administrative cost savings. Such discounts are in practice often discriminatory as foreign hauliers do not usually have negotiating power to negotiate such discounts.

b) Plans

The introduction of road charging in Germany in 2005 has had a serious knock-on effect due to diversion of heavy goods traffic onto the French road network. It is estimated that 2000 extra trucks per day are diverting from German roads into the border region of Alsace in order to avoid the German Lkw-Maut. Several associations have therefore presented a proposal to the regional administration, national Ministries and the European Commission, to introduce road charging in France.

The proposal for road charging in Alsace has been under consideration for some time at national level. It is reported that gantries will be installed on three highways, covering approximately 210km of roads in the region. Vehicles over 12tonnes will be charged between €0.06-0.15 per km, depending of the number of axles. The charge – referred to as a heavy vehicle tax – is expected to reduce

diversionary traffic by 75 per cent. A trial is expected to run from 2009 and 2012.26 Diversion to secondary routes should be avoided by a transit ban on affected roads. There is ongoing discussion of how the revenues should be distributed between the local, regional and national levels.

The French Ministry of Transport is also developing a proposal for a national road charging scheme to be applicable on those motorways which are not already run under concession by private operators. Ministers cite the fight against climate change as the main motivation. Whilst it appears that no change is planned for the concessionary network, a distance-based charge differentiated on the basis of emissions levels could be introduced for other motorways. The charge is known as “la taxe Brun”, named after the MP Yves Bur who proposed the heavy vehicle tax for Alsace in 2005.

Details of any scheme are not yet concrete, although design is likely to follow the German model, and no introduction date has been formally proposed. Implementation of the Eurovignette Directive is also discussed in the context of reducing taxes on vehicles and fuel. Ministers have announced that they will not wait for the results of the trial in Alsace before introducing a nationwide scheme, at the earliest in mid-2009.27

c) Opportunities

For France, the amended Directive offers opportunities to levy tolls or fees on all motorways and on all other roads. Tolls could also be differentiated according to emission class and emissions. In the Alps and Pyrenees, France has the opportunity to levy mark-ups. In urban areas and other areas with environmental problems, regulatory charges could also be levied.

SPAIN

a) Current situation

In Spain, there are currently 30 tolled motorway operators with a network length from 3 km to almost 470 km. ASETA (Asociación de Sociedades Españolas Concesionarias de Autopistas, Túneles Puentes y Vías de Peaje) is the umbrella organisation of these operators.

Only parts of the Spanish motorway network are tolled (about 2800 km). There is no common national toll level.

b) Plans

There are no known plans for future changes to the tolling system for heavy goods vehicles.

c) Opportunities

For Spain, the amended Directive offers opportunities to levy tolls or fees on all motorways and on all other roads. Tolls could also be differentiated according to emission class and emissions. In the Pyrenees, Spain has the opportunity to levy mark-ups. In urban areas and other areas with environmental problems, regulatory charges could also be applied.

The amended Directive includes a maximum rebate level for frequent users of around 13%. The European Commission warned Spain in June 2006 that the discounts offered to frequent users of

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up to 50% were not in line with the Directive as road user charges must be linked to the infrastructure costs.

ITALY

a) Current situation

In Italy, there are currently 24 tolled motorway operators administering a total network length of about 6000 km. Half of this is operated by Autostrade S.p.A. AISCAT (Associazione Italiana Società Concessionarie Autostrade e Tauri) is the umbrella organisation of these motorway operators. Some motorways in Southern Italy are not tolled.

There is no common national toll level. In Italy, frequent users are eligible for a considerable discount on official tolls.

Additional fees are also levied on some cross-border tunnels: Mont Blanc (to France), Fréjus (to France), Grand St-Bernard (to Switzerland) and Munt la Schera (to Switzerland).

b) Plans

The Italian budget law of 2007 includes a requirement to establish new taxation on the national state roads and motorways in line with the Eurovignette Directive, with 25% higher charges for freight transport in cross border areas (i.e. mark-ups in Alpine areas). However, plans have yet to be discussed by the national government.

c) Opportunities

For Italy, the amended Directive offers opportunities to levy tolls or fees on all motorways and on all other roads. Tolls could also be differentiated according to emission class and emissions. In the Alps, Italy has the opportunity to levy mark-ups. In urban areas and other areas with environmental problems, regulatory charges could also be levied.

The amended Directive includes a maximum rebate level for frequent users of around 13%. In certain cases the rebate has been considerably higher.

PORTUGAL

a) Current situation

In Portugal, the tolled motorway network comprises 11 motorways with a total length of about 1000 kilometres. It is operated by BRISA. Fees vary between operators and by front height of vehicle, number of axles and distance covered.

b) Plans

There are no known plans for future changes to the tolling system.

c) Opportunities
For Portugal, the amended Directive offers opportunities to levy tolls or fees on all motorways and on all other roads. Tolls could also be differentiated according to emission class and emissions. In urban areas and in other areas with environmental problems, regulatory charges could also be levied.
Annex 6: Situation and opportunities in countries with traditional user charges (Belgium, Luxembourg, Netherlands, Denmark, Sweden)

Belgium, Denmark, Luxembourg, the Netherlands and Sweden have operated a Eurovignette system since 1 January 1995 (until 31 August 2003 Germany also participated). The vignette fees apply to the motorway network, and certain 'national' roads, for vehicles over 12 tonnes on the basis of EU Directive 1999/62. The fee is time-based and works on a pre-paid basis. The certificates issued are mutually recognised in all five countries. According to this system, the payment of a specified amount gives hauliers the right to use the motorways of the participating Member States for a given period (one day, week, month or year). Each participating country is responsible for all matters relating to payment of the Eurovignette on its own territory.

Differentiation is on the basis of the environmental performance of the vehicle (EURO class) and number of axles and is in the form of a fixed annual fee. The maximum annual charges are currently set at the levels shown in the table.

<table>
<thead>
<tr>
<th>Eurovignette fees by vehicle category, 2007/8 (€ per year)</th>
<th>3 axles</th>
<th>4 or more axles</th>
</tr>
</thead>
<tbody>
<tr>
<td>EURO 0</td>
<td>€ 1,332</td>
<td>€ 2,233</td>
</tr>
<tr>
<td>EURO I</td>
<td>€ 1,158</td>
<td>€ 1,933</td>
</tr>
<tr>
<td>EURO II</td>
<td>€ 1,008</td>
<td>€ 1,681</td>
</tr>
<tr>
<td>EURO III</td>
<td>€ 876</td>
<td>€ 1,461</td>
</tr>
<tr>
<td>EURO IV and less polluting</td>
<td>€ 797</td>
<td>€ 1,329</td>
</tr>
</tbody>
</table>


BELGIUM

a) Current situation

In Belgium, besides the Eurovignette for HGVs there is also a toll for all vehicles using the Liefkenshoek tunnel on the R2 ring road around Antwerp.

b) Plans

In Belgium, road charging systems have been discussed at federal and regional government levels, but plans currently appear to be on hold. In June 2006 the regional governments of Flanders and Wallonia agreed to undertake a study of the possibilities for introducing a vignette for vehicles under 12 tonnes, intended to run alongside the current Eurovignette scheme for HGVs. The nationwide scheme was planned for introduction in January 2008 and involved an electronic vignette, based on number plate recognition technology. As with the Eurovignette, the charge for lighter vehicles would be time-based (annual / monthly, etc.) and apply to foreign and domestic vehicles. The vignette should not entail extra costs for Belgian citizens, and compensation by reduced circulation taxes is under discussion.

The all-user vignette as discussed will be time-based rather than distance-based, so it will create no incentive to reduce journeys within a given time period.

c) Opportunities

The amended Directive offers an opportunity to switch from time-based to distance-based fees for vehicles over 3.5 tonnes, a move that would accurately reflect vehicle road usage and is also per-
ceived as fairer. Conversion to a distance-based system would require new infrastructure and technologies (as would the planned e-vignette scheme for vehicles under 12t). The Directive also introduces the opportunity of including the entire road network in the Eurovignette.

Regulatory charges could be introduced in areas with environmental problems; in the case of Belgium, this could include the main cities.

**NETHERLANDS**

**a) Current situation**

As well as the Eurovignette scheme, the Netherlands also has tolls on certain sections of its infrastructure, including the Westerschelde and Kil tunnels. The tolls for the tunnels are differentiated based on vehicle length and height, but not by emission class.

Under the current Eurovignette scheme, the paper vignette will be replaced by an electronic version in summer 2008. The electronic system will enable the inspecting bodies to verify via Internet whether vehicles have purchased a vignette, rather than the current system of spot-checks.

**b) Plans**

Plans to introduce road charging in the Netherlands have been under discussion since the early 1990s, but the highly politicised nature of the issue has led to many delays. Car passenger charging is the main focus of the current discussion, rather than HGVs, and a compromise has been reached on a road pricing scheme for all vehicles. Guidelines have been agreed for the basis of such a system.

Since the 2007 elections there appears to be greater political will to address congestion problems and plans are developing more quickly. The government coalition agreement of 2007 includes introduction of a distance-based charge ('Kilometerprijs'). The Dutch government established a stakeholder platform on road pricing, including motoring associations, environmental groups, employers and employees' representatives, and regional governments. The platform has advised a two-phase introduction of road pricing, first to address bottlenecks, and a nationwide kilometre charge in a second step.

The proposed kilometre charging system will include all vehicles and the entire road network. The technical details are as yet undecided, but it is expected that a GPS-based system will be most appropriate to the proposed system.

The Transport Ministry will continue to work with interest groups, regional governments and other Ministries to outline policy options, including setting the kilometre price.

Distance-based road charging will partly replace the current purchase tax on vehicles and the annual vehicle tax for private cars, which will be phased out (as yet there have been no concrete decisions on HGVs). The purchase tax for passenger cars is already differentiated according to environmental characteristics, including fuel consumption, and the annual vehicle tax is differentiated by vehicle weight. Road charging will therefore also incorporate differentiation on the basis of environmental characteristics and impacts. Charges will also be differentiated by level of congestion of road and time of driving.

Work on improving the infrastructure at five congestion hotspots should begin from 2007. Charging for these sections will be levied once the work is completed. The national km-charging system is to be phased in by 2010-2012. For the national system, Parliament has demanded that the operational costs must be limited to 5% of revenues. It remains to be seen whether this is an achievable objective; for comparison, estimates of the cost of the Swiss scheme are around 5% of revenues but with a relatively high charge per km (see chapter 2, pg.8). However, the Austrian and German schemes
have considerably higher costs as a proportion of revenues. Revenues in the Netherlands are expected to be earmarked for transport infrastructure.

The kilometre-charge is forecast to reduce emissions (CO₂, PM₁₀, NOx) by approximately 10% and to improve safety by 10%.²⁸

**Legal framework**

Introduction of a km-charging scheme will require amendment of the Accessibility and Mobility Act (Wbm), as well as a draft bill on the km-charge level, due at the end of 2007. According to plans and depending on tests and pilot schemes, a tender for the system will be awarded once the relevant legislation has been passed (2008).

c) Opportunities

In addition to the plans outlined above (km-charging, all vehicles, entire road network, differentiation for environmental characteristics), the amended Directive also permits regulatory charging in polluted urban areas.

**DENMARK**

a) Current situation

Besides the Eurovignette scheme, Denmark also has tolls on several sections of its infrastructure, including the E20 motorway bridges across Storebælt and Øresund. Charges on these sections are based on vehicle height and length. There is no differentiation on the basis of emission class.

b) Plans

There are currently no plans to change the Eurovignette charging scheme in Denmark.

c) Opportunities

A distance-based, rather than time-based vignette, covering the whole road network, would be feasible under the amended Directive. A distance-based system would, however, require installation of new charging technologies (GPS/GSM or DSRC) to monitor vehicles. The Directive also allows fees to be charged on vehicles over 3.5 tonnes. Regulatory charges could be introduced in polluted urban areas.

**SWEDEN**

a) Current situation

In Sweden, Eurovignette fees are levied on lorries over 12 tonnes and on lorries over 7 tonnes with a trailer. There is also a toll for the E20 motorway bridge across Øresund and the Svinesund bridge which connects Sweden and Norway. After a successful trial and referendum in 2006, the city of Stockholm will reintroduce the congestion charge scheme for all motor vehicles in summer 2007.

b) Plans

The Swedish government plans to present a concrete proposal for a distance-based road user charge for heavy goods vehicles to Parliament in 2007 and this should come into force around 2010-2011. The Swedish Institute for Transport and Communication Analysis (SIKA) has been commissioned to analyse the effects of a distance-based charge before further political decisions are taken. In March 2007, SIKA presented a report on how a km-charge will affect Swedish industry and regions. The investigation founds that overall impact on production and employment will be small overall – some industries may lose out, whilst others will profit.²⁹

A national project, called ‘Arena’, is underway which aims to develop a road user charging system for HGVs. The kilometre charge concept is being developed in cooperation with public authorities, road users and industry. The concept is designed to be simple, user-friendly and flexible, and could thus be applied in other countries. The following requirements are outlined: ³⁰

1. The kilometre tax system shall encompass all heavy goods vehicles with a maximum laden weight of 3.5 tonnes or more.
2. The vehicle owner is responsible for kilometre tax payments.
3. The kilometre tax system shall encompass all public roads.
4. The kilometre tax system shall manage to differentiate the tax rate depending on geographical areas. In this case, one road segment is considered as an area.
5. The kilometre tax system shall manage that a geographical area may overlap another. It shall be possible to manage a regional charge/tax in parallel with a kilometre tax.
6. The kilometre tax system shall manage that different vehicles have different tax rates.
7. The kilometre tax system shall manage different tax rates depending on time (time differentation)

The kilometre tax should therefore vary based on vehicle characteristics, driven distance, classification of road segments used and time of day. Some component will be included to allow for differentiation based on environmental characteristics (EURO emission standards). Lower fees for some regions (notably relating to forestry in the Northern Inland region) are under discussion, but the km-charge will apply to both Swedish and foreign HGVs.

A very important part of the discussion in Sweden centres on the possibility of refunding part of the diesel tax, or charging a lower rate to vehicles affected by the km-charge. The EU Institutions are currently discussing the harmonised minimum rate of diesel tax for commercial vehicles. The outcomes of this discussion are likely to affect the uptake and design of charging systems in some Member States.

Electronic fee collection systems using on-board units are under trial. Arena should complete the development of the road user charging concept by 2008.

c) Opportunities

The amended Directive permits inclusion of the entire road network, although variations may be permitted for certain regions, as mentioned above. The change from a time-based vignette to a kilometre charge would require installation of new technologies. Fees can be applied to vehicles over 3.5 tonnes. Regulatory charges can be introduced in areas with environmental problems or congestion, such as urban areas.

²⁹ The report is available in Swedish at: www.sika-institute.se
Annex 7: Situation and opportunities in countries with no charging systems (UK, Ireland, Finland, Estonia, Latvia)

Several countries do not presently have any charging schemes for road infrastructure. These include the UK, Finland, Estonia, and Latvia, the first two of which are currently examining the feasibility of introducing such schemes. Ireland currently has three tolled motorway links but no widespread schemes. The Irish National Roads Authority is however considering construction of new toll roads under public-private partnerships.

FINLAND

a) Current situation

In Finland, there is currently no user charging on any roads or motorways.

b) Plans

There are no concrete plans to introduce road user charging in Finland. However, a preliminary study has been undertaken (finalised March 2006) on road charging for HGVs and private cars. The study is part of the work of a governmental committee on infrastructure financing and was commissioned by the Ministry of Transport and Communications and the Road Administration.

The aim of the study was to describe the international legal framework and various options for applying charges (including network and vehicles to be charged, type of charge, charging technologies and enforcement issues). The report examines systems, studies and experiences in several countries as well as national and international agreements and legislation and general user charging contacts. Furthermore, various options for responding to the changing conditions for transport taxation and charging systems are described from a Finnish point of view (including legal and financial aspects, in particular). The study considered vignettes, urban charges and HGV fees. The issue is very closely linked to the ongoing debate on the need for changes to the country’s tax system. Although possibilities and implementation issues are also discussed, the study makes no specific proposals or recommendations.

The study has sparked discussion of the issue in Finland. Hauliers are in favour of charging the large number of foreign (mainly Russian) HGVs driving through Finland. There is a great deal of interest in the urban charging schemes in place in London and Stockholm. There seems to be greatest interest in kilometre-based charging.

c) Opportunities

Finland could introduce a road charging scheme as outlined by the amended Directive, applying a distance-based fee to all vehicles over 3.5 tonnes on all roads. Differentiation on the basis of emission class could lead to renewal of the fleet with cleaner vehicles. Regulatory charges could be applied in areas with environmental problems. However, political and economic resistance is to be foreseen on the part of particular industries (the timber and paper industries, for example) and remote regions, as is the case in Sweden.

UNITED KINGDOM
a) Current situation

There is no nationwide road charging scheme in the UK. With the exception of a toll-paying section on the M6 and certain infrastructure sections (tunnels, bridges), there are no motorway charges.

The London congestion charge is widely viewed as successful and has been doubled in size in February 2007. The city of Durham also operates a congestion charging scheme. Several other cities including Cambridge, Bristol, Bath, Greater Manchester, Shrewsbury, Tyne and Wear (around Newcastle-upon-Tyne) and the West Midlands (around Birmingham) are among the authorities developing road charging proposals. These cities are receiving financial support from the Transport Innovation Fund destined to fund planning and trials, which will operate until 2015.

b) Plans

There are ongoing discussions of a national distance-based road charging system for all vehicles in the UK. Earlier discussions of a lorry road user charges (LRUC) system have been postponed indefinitely, but would have introduced fees for vehicles over 3.5 tonnes on all roads, with fee differentiation by vehicle class. Cost-coverage was seen as insufficient under plans to only include HGVs on all roads, so plans will probably be extended to include private vehicles, which will take considerably longer to design and implement.

The British government is now investigating the case for nationwide road pricing based on full marginal social cost pricing. This follows the recommendations of the influential Eddington Transport Study for the Treasury\textsuperscript{31} and of a road pricing feasibility study carried out by the Department for Transport (DfT).\textsuperscript{32} The primary aim of a British charging system would be to combat congestion. The DfT study projected that a national road pricing scheme would reduce overall congestion by 48%, and urban congestion by 52% by 2015. The study also demonstrates that road charging would halve the additional kilometres of interurban roads needing to be built (including lane widening) between 2015 and 2025.

Planners are working towards a provisional implementation date of 2015. Any proposed scheme will be distance-based and intended to minimise the environmental and climate impact of the transport system as well as reduce congestion. Congestion charges and motorway tolls are amongst the schemes likely to be considered. There are on-going discussions about interoperability and technical compatibility of local congestion charges and a nationwide scheme.

c) Opportunities

The amended directive gives Member States the right, based on subsidiarity, to levy regulatory charges for congestion and environmental purposes. The implementation of such systems could be extended to other roads in polluted or congested areas of the UK.

The intention of road tolling in the UK is firstly to reduce congestion, and secondly to reduce environmental impacts. To this end, fees should be differentiated by emission class and environmental characteristics to encourage cleaner vehicles.

\textsuperscript{31} Sir Rod Eddington: \textit{The Eddington Transport Study}, December 2006: \url{http://www.hm-treasury.gov.uk/media/39A/41/eddington_execsum11206.pdf}

\textsuperscript{32} DfT, 2006, ‘Transport Demand to 2025 and the Economic Case for Road Pricing and Investment’, \url{http://www.dft.gov.uk/about/strategy/eddingtonstudy/researchannexes/}
Annex 8: Situation and opportunities in new Member States with fragmented systems

Among the new Member States, several already apply some kind of user charging on their (growing) motorway networks. The Czech Republic introduced electronic road charging on motorways and dual carriageways in January 2007. Slovenia has a long-established system of charges for motorway use. Bulgaria and Romania operate time-based vignette systems for the use of all interurban roads. In Hungary, Lithuania and Slovakia vignette stickers are compulsory on certain motorway sections, while in Poland a toll is charged on a few sections.

Several of these countries plan to change or extend their road charging systems in the near future. In many of the New Member States transport data availability needs to be addressed, particularly regarding relevant data for infrastructure cost calculations and on the impacts of transport (congestion, accidents, environmental damage).

The New Member States in many cases face particular challenges in terms of transport policy. Many of them have extensive, well-used railways and public transport networks, which are facing financial difficulties after years of under-investment. There is a particularly strong share of freight and passenger transport by rail, but this is generally declining. In many instances, new investment is needed to avoid further line closures, improve service quality and maintain market share. This situation must be taken into account when designing road charging systems and particularly when deciding on revenue use.

BULGARIA

a) Current situation

On 1 April 2004 Bulgaria introduced a vignette system for collecting charges for the use of Bulgarian road infrastructure by all vehicles. The prices of vignettes for Bulgarian-registered vehicles are significantly lower than those for foreign-registered vehicles at present, but will be gradually aligned.

A vignette is required for use of all Bulgarian roads, except urban streets and city ring-roads. As of 2007, weekly, monthly and annual vignettes are sold for buses (category K1), trucks (K2) and vehicles under 3.5t (K3).

b.) Plans

There are no known plans to change the road charging system in Bulgaria.

c.) Opportunities

The Bulgarian system could be extended to include urban roads and ring-roads, which could also simplify collection of a distance-based toll (as in Switzerland). Tolls should be differentiated based on vehicle emissions class from 2010 at the latest.

Revenues can be used to optimize the transport system as a whole, which is an important opportunity in New Member States with high rates of public transport use but financial shortages in the rail and public transport sectors. The revenues may also be used for non-transport purposes, such as environmental remediation schemes.

Regulatory charges could be levied in congested or polluted areas. Bulgaria may also have an opportunity to raise mark-ups (for EU priority projects 7 and 22) on roads crossing the mountainous area in the south of the country towards the border with Greece.
CZECH REPUBLIC

a) Current situation

As of 1 January 2007, a km-charge is collected electronically for vehicles over 12 tonnes using Czech motorways and dual carriageways. Lorries now have to be equipped with a ‘Premid’ on-board unit (or a ‘Premid plus’ unit for vehicles with metallised windscreens). The units are compulsory and available for a deposit of CZK 1550. The system uses microwave technology between the on-board units and toll gantries. The charge is differentiated by the number of axles and EURO emissions classes.

The toll applies to about 970 km motorways and dual carriageways (including new sections), used mainly for international freight transport. This is forecast to affect 60,000 to 65,000 domestic and 30,000 to 35,000 foreign vehicles over 12 t. This reflects the growing role of the Czech Republic as a transit country for HGVs: according to Ministry of Transport figures, 20-30% of vehicles over 12 t merely transit through the country.

The main goal of introducing the heavy vehicle fee is to acquire funds to speed up completion of the motorway network, rather than reduce freight traffic. Slowing or halting the growth of such traffic is seen only as a secondary goal.

Source: [http://www.premid.cz](http://www.premid.cz)
n.b. 1CZK = €0.035 as of 10 June 2007.

The average toll rate for 40 t vehicles is CZK 4.05/km (€0.14) for motorways and highways. The ratio between the two emissions classes is on average 1:1.3.

The electronic toll system has replaced the time-based user charge (vignette) for heavy vehicles. The vignette system, in place since 1995 for all motorways and expressways, however still applies to vehicles under 12 t with four or more wheels.

<table>
<thead>
<tr>
<th>Kilometre charge for</th>
<th>Czech road charges, 2007</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2 axles</td>
</tr>
<tr>
<td>KM charge for <strong>motorways and dual carriageways</strong> (CZK)</td>
<td></td>
</tr>
<tr>
<td>EURO 0-II</td>
<td>2.30</td>
</tr>
<tr>
<td>EURO III-IV</td>
<td>1.70</td>
</tr>
</tbody>
</table>

**Legal framework**

A law on electronic fee collection (Government decree N° 481, 19/05/2004) was adopted and is supported by follow-up regulations. Toll rates per km are stipulated by Czech Government Regulation No. 484/2006 Coll. The Road Infrastructure act was amended to allow the implementation of EFC for vehicles over 12 t from January 2007.


**Use of revenues**
The expected revenue from the fee in 2007 is CZK 5 billion (€ 175 million). For comparison, coupon revenue was CZK 2.2bn in 2005. All revenues from highway and motorway tolls are received by the State Infrastructure Fund, which also collects revenue from the vignette for lighter vehicles (2007 projection of total heavy vehicle toll revenue: CZK 5bn, of which CZK 2bn for the operators and the remainder to the infrastructure fund). The government coalition agreement of 2006 mentions road user charges in the context of reducing the cost of rail transport, although the link is not made explicitly.

b) Plans

The fee for vehicles over 12 t is intended as a first step. The intention is to include vehicles over 3.5 t from January 2008. The current vignette system will remain in place for vehicles under 3.5 t, and during the interim period also for vehicles under 12 t. Levying the tolls on lorries over 3.5t is predicted to affect 105,000 - 115,000 domestic and 35,000 - 45,000 foreign vehicles. In the Czech Republic 10% of traffic over 3.5 t is thought to be transit traffic.

The toll system using DSRC technology will be extended to more express roads during 2007. The average fee for first class roads will be CZK 1.90/km (€0.07).


There are plans to levy the toll on first, second and third class roads, also differentiated by emissions class and numbers of axles. A new public tender for a toll system using GPS technology to cover the entire road network will be launched in mid-2007. The winner should be announced at the end of 2007 and the system should be operational by 2009-2010 for lorries over 3.5 tonnes.

Revenues from toll collection on minor roads is planned for use by the regions to improve the quality of the road network. The regions are keen to include minor roads in the scheme to put an end to toll avoidance by heavy traffic diverting from motorways.

The coalition agreement outlines the intention to differentiate the rate based on the emission parameters to the maximum possible extent under EU legislation. Vehicles of EURO0-II emissions classes currently pay on average 30% more than the cleaner EUROIII-IV vehicles on motorways and dual carriageways. The amended Directive gives additional scope to vary the toll by 100% between the highest and lowest emissions classes.

In a second phase of charging, the operating system will change, possibly to a hybrid microwave and satellite-based system. Feasibility studies are underway, and a tender will be launched afterwards. A supplier for the satellite system should be selected by the end of 2007.

c) Opportunities

The plans outlined above would make use of many of the possibilities of the amended Directive. Full fee differentiation by emission class is especially important in countries like the Czech Republic with a high proportion of older vehicles in the fleet. An increased differentiation on the basis of environmental characteristics could be used to stimulate fleet renewal and promote cleaner vehicles.
Regulatory fees could be levied in areas currently suffering environmental damage, which could include urban areas, areas affected by industrial pollution and environmentally sensitive areas such as national parks or forests.

Under the subsidiarity principle, national governments can decide how to use revenues from the fee. The Directive recommends that revenues be used to optimise the transport system. They need not be earmarked for road construction, however, but could also be used for other investments, for example in alternative transport modes, public transport projects or remediation of pollution, or even for non-transport purposes.

**HUNGARY**

**a) Current situation**

In Hungary, motorway vignettes were introduced in January 2000 and today the country has a flat-rate, time-based vignette system on all its motorways (M0, M1, M15, M3, M30, M5, M7, M70). Several motorway sections are free of charge, however, because of concern about social impacts and political considerations. This applies mainly to conurbations, such as the M0 circular motorway around Budapest, and sections leading to national border crossings. The ( windsreen sticker) vignette applies to a total of 677 km of the network. The current flat-fee system does not take into account the distance travelled. Of the entire road network operated by the motorway companies in Hungary (including clearways, highways, junction points, rest areas and rest area roads), there are fees on 70% of the network, with 30% free of charge.

The State Motorway Management Company (Állami Autópálya Kezelő Zrt) is responsible for the operation, maintenance and administration of about 520 km of motorways (plus 127 km of expressways and main roads); while the Alföld Concession Motorway Company is responsible for the operation and maintenance of the M5 motorway (157 km).

The Hungarian vignette system currently recognises four vehicle categories, based on maximum permitted vehicle weight. Vignette price calculations are not based on the damage caused or costs engendered by motorway traffic. Prices vary depending on the time of year. The vignette prices for 2006 are shown in the following table.

<table>
<thead>
<tr>
<th>Hungarian motorway vignette prices, 2006 (incl. 15% VAT)³³</th>
<th>D1: &lt; 3.5 tonnes</th>
<th>D2: 3.5 – 7.5 tonnes</th>
<th>D3: 7.5 – 12 tonnes</th>
<th>D4 &gt; 12 tonnes</th>
</tr>
</thead>
<tbody>
<tr>
<td>1-day</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2,000 (€ 7.70)</td>
</tr>
</tbody>
</table>
| 4-day                                                    | 01.05 – 30.09: 1,520 (€ 5.85)  
otherwise: 1,170 (€ 4.50) | -               | -                   | -                 | -             |
| Weekly                                                   | 2,500 (€ 9.60)  
1,520 (€ 5.85)  
otherwise: 1,170 (€ 4.50) | 6,500 (€ 25.00) | 10,000 (€ 38.50) | 13,000 (€ 50) |
| Monthly                                                  | 4,200 (€ 16.20)  
1,520 (€ 5.85)  
otherwise: 1,170 (€ 4.50) | 12,500 (€ 48.00) | 18,000 (€ 70) | 22,500 (€ 86.50) |
| Annual                                                   | 37,000 (€ 142)  
1,520 (€ 5.85)  
otherwise: 1,170 (€ 4.50) | 106,000 (€ 408) | 158,000 (€ 608) | 190,000 (€ 730) |

Source: Adapted from [http://www.aka.hu/angol/html/2_Prices/prices.htm](http://www.aka.hu/angol/html/2_Prices/prices.htm)

Note: The 1-day vignette in category D4 was introduced on January 1st 2005, following a warning from the EU Commission, requesting compliance with the Eurovignette Directive (1999/62).

³³ Based on the average exchange rate in May 2006: € 1 = 260 HUF, with Euro figures rounded.
Revenues from the vignette are used for maintenance and construction of the motorway network. However, totalling some 22,000 million HUF (€85 million) in 2005, these revenues are not enough to cover the operational, maintenance and management costs of the motorway network managed by the State Motorway Management Company. The operating costs of the vignette system itself remain relatively low, though: about 5-7% of total gross revenue generated.

b) Plans

Initially, interest for a distance-based road charge in Hungary arose from the financial shortfalls of the current vignette system, where operational and maintenance costs exceed revenues. Electronic fee collection has been investigated for the national expressway network.

An advisory committee composed of experts from interested ministries, universities and the KTI research institute was set up in 2003 to define a long-term motorway toll strategy in compliance with EU Directives, as well as to support the activities of State Motorway Management Company. The committee worked on this issue until 2005. SMMC initiated and funded R&D activities to design a future strategy, following the recommendations of the committee.

The evaluation committee on fee collection decided that the basis for the new scheme should be distance-related tolls, a free-flow charging system interoperable with other EU countries, and that revenue should be earmarked for motorways. The revenues should be higher than under the vignette system and will cover maintenance and operation. The “user pays” principle underpins the system, which is also hoped will render alternative and environmentally-friendly modes of transport more competitive. The scheme was the subject of a Green Paper in 2005.

The charges will apply to vehicles over 3.5 t, including trucks and buses and will be levied on motorways, highways and main roads of the ‘E-network’. Light vehicles including passenger cars are to be included in a later phase.

Feasibility studies were undertaken in 2005-6. An international public procurement procedure for the planning, building, financing and operation is to be carried out in 2007, with a view to system installation in 2008.

Proposed toll rates were defined by calculations based on the experience already gained in Switzerland, Austria and Germany. The proposed toll levels as well as the comparative figures are summarised below (see table).

| Hungarian motorway tolls by vehicle category, proposed, with comparisons |
|---|---|---|---|---|
| | $D_1$: < 3.5 t | $D_2$: 3.5 – 7.5 t | $D_3$: 7.5 – 12 t | $D_4$: > 12 t |
| Cost based | 1.8 | 2.3 (1.0) | 3.5 (1.5) | 9.4 (4.1) |
| Capital included | 2.8 | 4.0 (1.0) | 6.2 (1.55) | 15.6 (3.9) |
| Socially acceptable | 4.5 | 9.0 (1.0) | 13.6 (1.5) | 19.0 (2.1) |
| European average | 6.4 | 12.8 (1.0) | 19.2 (1.5) | 26.9 (2.1) |
| Optimal | 8.3 | 11.6 (1.0) | 16.6 (1.43) | 20.1 (1.73) |
| Maximal | 11.3 | 15.8 (1.0) | 22.6 (1.43) | 35.1 (2.22) |
| Austria (2005) | -- | 13.0 (1.0) | 18.2 (1.4) | 27.3 (2.1) |
| Germany (2005) | -- | -- | -- | 12.4 |
| Switzerland (2005) | | | | 31.0 |

Source: BauConsult-Trafficon Report, December 2005

34 Based on the average exchange rate in May 2006: €1 = 260 HUF.
The Directorate for Road Co-ordination and Management is responsible for toll policy and preparations for implementing electronic toll collection.

c) Opportunities

There is as yet little concrete information on the system to be established in Hungary. However, it appears that a distance-based scheme will include vehicles over 3.5 t from the outset. Fee differentiation would appear to be on the basis of vehicle weight. In countries with an older vehicle fleet, like Hungary, it is especially important to differentiate on the basis of emission class, to encourage purchase of cleaner vehicles.

The possibility of introducing regulatory charges in areas with environmental problems or congestion could be important for certain Hungarian cities or regions.

LITHUANIA

a.) Current situation

Lithuania has road charging for vehicles on the main highways and national roads. The charge can be paid on a daily, weekly, monthly or annual basis and applies to buses, coaches and agricultural vehicles as well as HGVs. Charges for HGVs are differentiated by weight (up to 3.5t / 3.5t-12t / 12t-40t / 40foot containers up to 44t). Revenues are used for road maintenance and development.

b.) Plans

There are no known plans to change the road charging system in Lithuania.

c.) Opportunities

In Lithuania, the present vignette system could be replaced with a distance-based fee. The system could also be extended to light vehicles under 3.5 t under subsidiarity rules. A pay-as-you-drive system could be introduced on all roads to avoid traffic diversion.

At present, the system does not distinguish between emissions classes, which must be included by 2010.

Lithuania may also introduce regulatory charges for areas which are polluted or congested. Revenues may be used in any way the government deems fit, whether for optimisation of the transport system, support for public transport or another policy area.

POLAND

a) Current situation

National road transport fees

In Poland, a vignette system is in place for commercial use of vehicles since 2002. Operators of vehicles over 3.5 tonnes must purchase charge cards. The fees for use of national roads by a motorised vehicle are borne by operators (national and foreign). This applies to goods vehicles with a

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35 Utgazdálkodási és Koordinációs Igazgatóság – ÚKIG, see: http://ukig.kozut.hu/
total weight of over 3.5 t, and passenger vehicles over 3.5 t designed for carrying more than nine persons. (Vehicles with a charge card are then exempt from the motorway tolls.)

A new regulation from the Ministry of Transport came into force on 21 October 2006, which resulted in the reduction of types of ‘road cards’ (vignettes) being reduced from 52 to 24, as half-year cards and differentiation by number of axles were scrapped. The toll has been administratively determined at €8 per day for vehicles over 12 t, in proportion to the annual toll.

The cards are time-based and are available with daily, weekly, monthly and annual validity. The fee level varies according to vehicle type, duration of passage on national roads, total permissible weight (3.5–12 t / >12 t) and emissions class (EURO 0-I / EURO II and better). For a vehicle over 12 t, for example, an annual card costs 2100 PLN (€ 546)\(^{37}\) with a EURO II+ engine or 2500 PLN (€ 650) with EURO 0-I.\(^{38}\) The fee level is set administratively and not based on infrastructure cost calculations.

The legal basis is the Road Transport Act of 6 September 2001 (Dz.U. No 125, item 1371) and regulation of the Minister of Infrastructure of 14 December 2001 on the fees charged to transport operators using national roads (Dz.U. No 150, item 1684). Road tolls are collected by the concessionaires, who transfer them into the national road fund.

**Motorway tolls**

As of July 2006, there are 665 km of motorway sections in Poland, of which over 60% are subject to tolls. All motor vehicles are obliged to pay, although since 2005 vehicles over 3.5 t are exempted if they have paid the national road transport fees. The motorway toll scheme was introduced in April 2000. Different operators employ different systems and charge different fees on each motorway. However, there are usually five vehicle categories, differentiated by number of axles and vehicle weight. There are bulk discounts for frequent users.

For example, on the A2 motorway (from Western Poland to the centre), a truck with 3 or more axles pays approximately €0.08 per km. On the A4 motorway from Cracow to Katowice the toll is approximately €0.04 per km. Both of these motorways are operated by private concessionaires. Toll collection is via manual (semi-open) systems.

**b) Plans**

There are no concrete plans regarding the implementation of electronic toll collection. However, in 2004 the General Directorate of National Roads and Motorways launched a feasibility study of EFC with consultants. Studies have investigated both DSRC and GPS technologies based on the Austrian and German experiences. Two alternative scenarios are being examined: introduction of EFC in 2009 for heavy goods vehicles; or introduction in 2015 after completion of the Polish highway network (including A1, A2, A4 and A18 motorways and some “e-roads”).

According to current legislation (Toll Motorway Act 27/10/1994, Act concerning preparation and realization of national road investments 10/04/2003, and amendments 14/11/2003 and 02/07/2004), all motorways in Poland are to be toll motorways. Tolls will thus be introduced on all motorways as they are completed.

Tolls are to eventually be extended to all national roads, including all motorways, expressways and standard two-lane roads, and would cover around 16,000 km in all. The proposal still outlines time-based fees (weekly, monthly, annual and daily fees), with fee differentiation based on vehicle type, weight (> 3.5 t, >12 t), and emission class (EURO 0 / EURO I / EURO II and above). The proposed system should bring in up to 50% more revenue for the national road fund.

\(^{37}\) Exchange rate as of 12/06/07 : €1 = 3.84PLN

\(^{38}\) Source: Polish Ministry of Transport Regulation of 08/08/2006.
No information is currently available on the proposed fee level.

c) Opportunities

In many respects the proposed system, depending on its eventual format after parliamentary debate, appears close to the scope allowed by the amended Directive. However, the proposal still outlines a time-based fee, whereas distance-based fees should rather be favoured.

The emissions classes EURO III, IV and V should be included in the differentiation of fees in due course, in order to provide some incentive for use of cleaner vehicles.

Possibilities to levy regulatory charges in polluted or congested areas could be applicable in Poland. Mark-ups may be applicable in sensitive mountain areas with trans-European network projects.

ROMANIA

a) Current situation

The primary road network in Romania is operated by the National Company of Motorways and National Roads, which levies tariffs on all foreign and Romanian motor vehicles on all national roads, except those in urban areas. Tariffs have been applied for vehicles over 12 t since July 2002 and gradually extended to include: vehicles over 7 t since January 2003; vehicles over 3.5 t since January 2004; all other vehicles under 3.5 t since January 2005.

Differentiation is on the basis of authorised maximum total weight and emissions class (EURO 0/ I /II). For trucks over 12 t, there is further differentiation based on the number of axles.

Romanian road users are charged on an annual basis. Foreign users can purchase daily, weekly, monthly, half-yearly or annual permits.

<table>
<thead>
<tr>
<th>Annual goods vehicle tariffs, Romania 2007 (€, no VAT)</th>
<th>EURO 0</th>
<th>EURO I</th>
<th>EURO II</th>
</tr>
</thead>
<tbody>
<tr>
<td>Under 3.5 t</td>
<td>€90</td>
<td>€78</td>
<td>€60</td>
</tr>
<tr>
<td>3.5 – 7 t</td>
<td>€240</td>
<td>€228</td>
<td>€210</td>
</tr>
<tr>
<td>7 – 12 t</td>
<td>€540</td>
<td>€480</td>
<td>€420</td>
</tr>
<tr>
<td>&gt; 12 t (max. 3 axles)</td>
<td>€576</td>
<td>€510</td>
<td>€450</td>
</tr>
<tr>
<td>&gt; 12 t (min. 4 axles)</td>
<td>€930</td>
<td>€840</td>
<td>€750</td>
</tr>
</tbody>
</table>


On average, for vehicles over 12 t, the tariff is 25% higher for the non-EURO class vehicles than for the cleanest category included (EUROII).

There are additional tariff for the use of some Danube bridges.

The legal basis is Government Ordnance no. 15/2002 concerning the introduction of tariffs for use of the Romanian national road network, and its modification in Ordinance no. 51/2004.

b.) Plans

There are no known plans to change the road charging system in Romania.

c.) Opportunities
All vehicles are included in the scheme and in terms of geographic scope it could only be extended
in order to include urban roads. However, the system of time-based permits could be changed to a km-
charge system in order to be more effective in line with the ‘user pays’ principle.

The tariff variation between the minimum and maximum emissions classes could be increased to
100% to improve the incentive for acquisition of cleaner vehicles. It should be extended to EURO
III, IV and V in due course.

Regulatory charges may be levied on top of the standard road charges in environmentally sensitive
or congested areas. Mark ups could potentially be applied in the mountainous areas, for example in
the region of the planned corridors of priority projects 7 and 22 around Sibiu.

**SLOVAKIA**

**a) Current situation**

In Slovakia, a vignette system is in place on approximately 750 km of highways, speedways and
first class roads. It applies to all vehicle categories. Vignettes are time-based (annual, monthly, 8-
day for all vehicles, plus daily vignettes for vehicles over 3.5 t). Prices vary by vehicle weight. Vi-
gnette prices are administratively determined and thus are not set to reflect the costs of mainte-
nance, road building or damage.

<table>
<thead>
<tr>
<th>Annual vignette fees in Slovakia by vehicle category, 2007</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>&lt; 3.5 tonnes</td>
<td>€32</td>
</tr>
<tr>
<td>&lt; 12 tonnes</td>
<td>€386</td>
</tr>
<tr>
<td>&gt; 12 tonnes</td>
<td>€800</td>
</tr>
</tbody>
</table>


Between 2000 and 2005, sales revenues from motorway vignette stickers approximately tripled,
owing to a marked rise in traffic and increasing vignette prices. In 2004, Slovakia’s motorway ad-
ministration saw its year-on-year income rise by 75% to SKK 1120 million (€ 30.2 million) and in
2005 by a further 46% to SKK1600 million. In 2006 the National Motorway Company expects
somewhat slower revenue growth, to an estimated SKK 1700 million.

**b) Plans**

In January 2007, following a feasibility study, the Slovak Parliament approved an act pertaining to
electronic fee collection. EFC will cover highways, expressways and parallel (first and second
class) road sections on to which traffic may divert from the trans-European road network. The tech-
nology will be based on either satellite positioning, microwave technology or mobile communication
(GSM) or a combination, the on-board unit must be interoperable with other European systems.

By 2009, the charged road network will cover 2400km of highways, speedways and first class
roads. The distance-based fees (per km) will apply to all vehicles over 3.5 t. There will be different
fee categories for vehicles between 3.5-12 t, over 12t and for vehicles for carriage of 9 or more
passengers. The charge will also be differentiated by number of axles and EURO emissions class.
There is a proposal to differentiate into three emissions categories: EUROIII or less / EUROIV /

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39 Based on an exchange rate, as of 15/05/06, of € 1 = SKK 37.750, with Euro figures rounded.
ISIS S.A.: Extension of the estimates of traffic and toll evneues to smaller goods vehicles, Groupe EGIS, France, 2005;
Slovakian Transport Research Institute: CONNECT – Study on economic, technical and legislative background for im-
plementation of EFC, Research Institute for Transport, Zilina, Slovakia, 2005-2006. Slovakian Transport Research Insti-
tute
EUROV or more. There may also be a proposal to differentiate between daytime and nighttime driving.

The fee will be calculated based on infrastructure costs (investment, maintenance and operation) and external costs (emissions and congestion). The result will be the weighted average toll for highways, speedways and first class roads which will be paid to the National Highways Company.

Approximate calculations have led to the following estimated km-charges: (nb. Not official)

<table>
<thead>
<tr>
<th>Road category</th>
<th>Estimated toll rates per km in Slovakia, from 2009 (Euro, no VAT)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Highways &amp; speedways</td>
<td>€0.14</td>
</tr>
<tr>
<td>First class roads</td>
<td>€0.08</td>
</tr>
<tr>
<td>Second class roads</td>
<td>€0.02</td>
</tr>
</tbody>
</table>

Source: Adapted from presentation by Ministry of Transport, Post and Communications: *Road charging in the Slovak Republic – Legislation and research results*, at EFC meeting, Ljubjana, 20 Feb 2007: [www.ertico.com](http://www.ertico.com)

The time schedule for EFC introduction has once again been pushed back. Initially, the scheme was due to be operational in mid-2006, then was rescheduled to late 2007 and is now set for 2009:
- Mid-2007: Tender for EFC to be published
- End 2007: Agreement with successful tender applicant
- Jan-Sept 2008: Construction of EFC system
- Oct-Dec 2008: System test phase
- January 2009: EFC system fully operational

The time-based vignette system will remain in place for all vehicles under 3.5 t and will be extended to 340 km of highways and 80 km of expressways. Vehicles under 3.5 t, including private cars, are planned to be charged under this distance-based system from 2011 onwards.\(^{41}\)

There are currently no plans for mark-ups or regulatory charges in specific areas.

The initial cost of introducing the system was set at 15% of the revenues collected, but this figure had been underestimated and will now be over 20%. A revision of road tax in Slovakia is foreseen for the near future. It is estimated that the new road charging system will provide double the income as compared with the current vignette system, which the government intends to use to help finance the extension of the highway network. The fees will be used for paying future debt on loans from the EIB, other banks and private investors in the highway PPP systems.

The legal basis for the Slovakian scheme is the Electronic Charging Act passed by parliament. The supervisory authorities are the Ministry of Transportation, Posts and Telecommunications and the National Highway Company. The main criterion for selection of system and provider will be financial return on investment, as well as interoperability with other European systems.

c) Opportunities

An important possibility for Slovakia may be the mark-ups for sensitive mountain areas, especially for a new section of motorway under construction in the High Tatras mountains, where shadow tolls will be used initially.

Regulatory charges may also be viable in urban areas and other areas affected by pollution and/or congestion.

Revenues appear to be currently earmarked for further highway construction, but may, under the amended Directive, also be used for other purposes, which could include public transport schemes, alternative modes of transport, or any other purpose determined by the national government.

\(^{41}\) Source: [http://www.ibttia.org/files/PDFs/Kirchmayer_Povel.pdf](http://www.ibttia.org/files/PDFs/Kirchmayer_Povel.pdf)
SLOVENIA

a) Current situation

Tolls have been collected on Slovenian motorways since 1973. All Slovenian motorways and most expressways currently charge all vehicles for use, as does the Karavanken tunnel. Most motorway sections have a distance-based fee, although some have a flat-rate toll.\(^{42}\)

The legal basis of the Slovenian tolls is the 1994 Directive of the National Assembly’s infrastructure and environment committee. The Decree on the toll on the use of certain roads has brought the Slovenian system of paying tolls into line with the European Union's Directives.

Toll stations are situated on regional borders and therefore mainly apply to long-distance transit traffic. The open system makes it possible to use a motorway within a given region without paying a toll.

An electronic toll collection system for cars, known as the ABC system, has been used in Slovenia since 1995, which has engendered substantial improvements in traffic flow and cut emissions by avoiding stop-starts at toll stations. The number of ABC users is rising: in January 2004, 170,000 electronic cards were in circulation and by January 2005 that number had increased to about 200,000.\(^{43}\) Electronic fee collection is not currently used for HGVs.

As of August 2006, the Slovenian Motorway Company (DARS d.d.) manages and maintains 465 km of motorways and expressways and over 130 km of their access roads. About 84% of all roads are toll roads, totalling some 380 km. Tolls are collected at 26 toll stations with a total of 178 toll lanes (including the toll station on Karavanken tunnel). The Road Directorate manages a further 6000km for high-speed roads, main roads and regional roads.

The revenues collected are used to finance motorway management and maintenance, construction of new motorways and repayment of loans. However, road pricing in Slovenia is increasingly recognised as a traffic policy instrument to reduce congestion, shift passengers and freight on to rail and public transport, and to reduce environmental impact.

The tolls are distance-based for specific motorway sections. Monthly tickets can be bought for a predetermined distance, with the price being calculated as 40 times the toll for a specified section (pass toll station twice per day x 20 working days). Drivers can also pay for single trips, or use an ABC electronic card that charges per km driven. ABC cards are transferable between vehicles.

Fees are differentiated for four vehicle classes, which are based on weight, number of axles and vehicle height:

<table>
<thead>
<tr>
<th>Vehicle category</th>
<th>Description</th>
<th>Fee</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Two axles, vehicle height above front axle up to 1.3 m</td>
<td>SIT 11,2083 (€0.05)</td>
</tr>
<tr>
<td>2</td>
<td>Two or more axles, vehicle height above front axle 1.3 m or more, max.</td>
<td>1.5 x Cat. 1 fee</td>
</tr>
<tr>
<td></td>
<td>permissible weight &lt; 3.5 t</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>Two or more axles, vehicle height above front axle 1.3 m or more, max.</td>
<td>2.75 x Cat. 1 fee</td>
</tr>
<tr>
<td></td>
<td>permissible weight &gt; 3.5 t</td>
<td></td>
</tr>
</tbody>
</table>

\(^{42}\) List of toll roads in Slovenia can be found at: [http://www.cestnina.si/?id=111](http://www.cestnina.si/?id=111)


\(^{44}\) Exchange rate as of 15/05/06: € 1 = SIT 239.62
b) Plans

The rapid increase in traffic in Slovenia of around 7% per is outstripping forecasts. Increasing transit traffic, which currently stands at 10-12% of all traffic, is of particular concern.

Plans to change the road charging system are under discussion in Slovenia. The intention is to follow the amended Eurovignette Directive closely, but no plans have yet been finalised. The use of EFC should be extended to HGVs as soon as possible, but no decision has yet been made on which technology to use in the short-term. The aim however is to introduce GPS technology by 2008-2012. The current microwave technology used for the ABC cards for private cars would need to be upgraded in any case.

In accordance with the amended Directive, the new system will almost certainly include differentiation of fees from the outset to reflect the environmental characteristics of vehicles.

Distance-based tolls could be applied to all vehicles on all roads as early as 2011, although no plans have yet been officially announced.

c) Opportunities

An important possibility for Slovenia could be the mark-ups for mountainous areas in the Alpine regions of the country. Regulatory charges may also be viable in urban areas and areas affected by pollution.

Revenues could be employed for non-road or non-transport purposes, which could include public transport schemes, alternative modes of transport or any other purpose determined by the national government.