HOUSE BILL 1510

B5, R2

By: **Montgomery County Delegation** Introduced and read first time: March 4, 2013 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

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Montgomery County – Transportation – Block Grant

3 FOR the purpose of requiring the State to provide, subject to certain conditions, a certain block grant from the General Fund of the State each fiscal year for 4 $\mathbf{5}$ transportation projects and transportation-related capital improvements in 6 Montgomery County; specifying how the block grant money may be used; 7 providing that the block grant is in addition to certain other money that is 8 distributed to Montgomery County for certain transportation purposes; defining 9 a term; and generally relating to a block grant from the General Fund of the transportation projects and transportation-related 10 State for capital improvements in Montgomery County. 11

- 12 BY adding to
- 13 Article Transportation
- 14 Section 3–218
- 15 Annotated Code of Maryland
- 16 (2008 Replacement Volume and 2012 Supplement)
- 17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 18 MARYLAND, That the Laws of Maryland read as follows:
- Article Transportation
 3-218.
 (A) THIS SECTION APPLIES ONLY TO MONTGOMERY COUNTY.
 (B) IN THIS SECTION, "BLOCK GRANT" MEANS A LUMP SUM PAYMENT OF FUNDS.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 (C) (1) SUBJECT TO SUBSECTIONS (D) AND (E) OF THIS SECTION, 2 BEGINNING IN FISCAL YEAR 2015, THE STATE SHALL PROVIDE A BLOCK GRANT 3 OF \$32,000,000 FROM THE GENERAL FUND OF THE STATE TO MONTGOMERY 4 COUNTY EACH FISCAL YEAR TO PAY THE COST OF TRANSPORTATION 5 CONSTRUCTION PROJECTS AND OTHER TRANSPORTATION-RELATED CAPITAL 6 IMPROVEMENTS IN MONTGOMERY COUNTY.

7 (2) THE \$32,000,000 BLOCK GRANT SHALL BE ADJUSTED 8 ANNUALLY BY THE GREATER OF:

9 (I) THE CONSUMER PRICE INDEX FOR ALL URBAN 10 CONSUMERS FOR THE WASHINGTON-BALTIMORE METROPOLITAN AREA AS 11 PUBLISHED BY THE U.S. DEPARTMENT OF LABOR, BUREAU OF LABOR 12 STATISTICS;

13(II) THE CONSTRUCTION COST INDEX OF THE14ENGINEERING NEWS RECORD FOR BALTIMORE, MARYLAND; OR

15 (III) 5%.

16 (D) THE BLOCK GRANT:

17 (1) SHALL BE PROVIDED FOR EACH YEAR IN WHICH BONDS 18 ISSUED BY MONTGOMERY COUNTY OR ANY OTHER ISSUER OF REVENUE BONDS 19 FOR THE PURPOSE OF FINANCING TRANSPORTATION CONSTRUCTION PROJECTS 20 AND TRANSPORTATION-RELATED CAPITAL IMPROVEMENTS IN MONTGOMERY 21 COUNTY ARE OUTSTANDING;

22 (2) MAY BE PLEDGED TO THE PAYMENT OF DEBT SERVICE ON 23 THE BONDS DESCRIBED IN PARAGRAPH (1) OF THIS SUBSECTION; AND

24(3) MAY BE USED TO MAKE PAYMENTS UNDER LEASES, 25**INSTALLMENT PURCHASE AGREEMENTS, OR ANY OTHER SIMILAR AGREEMENTS** 26FOR THE FINANCING OF TRANSPORTATION **PROJECTS** OR 27TRANSPORTATION-RELATED CAPITAL IMPROVEMENTS IN MONTGOMERY 28COUNTY.

(E) THE BLOCK GRANT PROVIDED UNDER THIS SECTION IS
 SUPPLEMENTAL TO AND IS NOT INTENDED TO TAKE THE PLACE OF FUNDING
 THAT OTHERWISE WOULD BE APPROPRIATED FOR TRANSPORTATION PURPOSES
 IN MONTGOMERY COUNTY FROM ANY OTHER SOURCE.

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1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 July 1, 2013.