R2

By: Delegate Bromwell

Introduced and read first time: February 12, 2014 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

Maryland Transportation Authority – Toll Increases – Legislative Approval Required

- 4 FOR the purpose of prohibiting the Maryland Transportation Authority from $\mathbf{5}$ increasing a toll, a fee, a mileage rate range, a pricing period, a toll zone, or any 6 other charge on any part of any transportation facilities project unless the 7 General Assembly approves the increase through legislation enacted into law or 8 the Authority makes a certain determination; requiring the Authority to provide 9 a certain opportunity for public review and comment before the Authority submits to the General Assembly a certain request for legislation; requiring the 10 Authority to apply certain required procedures before voting on a certain 11 12proposal to request a certain increase in tolls, fees, mileage rate ranges, pricing 13 periods, toll zones, or other charges; requiring the Authority to provide certain information to certain committees of the General Assembly before submitting a 14certain request for legislation; making conforming changes; and generally 1516 relating to the Maryland Transportation Authority and increases to tolls, fees, 17and other charges.
- 18 BY repealing and reenacting, with amendments,
- 19 Article Transportation
- 20 Section 4–312
- 21 Annotated Code of Maryland
- 22 (2008 Replacement Volume and 2013 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 24 MARYLAND, That the Laws of Maryland read as follows:
- 25 Article Transportation
- 26 4–312.

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



1 Notwithstanding the provisions of § 20 of Section 3 and § 16 of (a) (1) $\mathbf{2}$ Section 4 of Chapter 608 of the Acts of the General Assembly of 1976, tolls may 3 continue to be charged on the John F. Kennedy Memorial Highway and any project 4 constructed under the provisions of § 3 (bridge, tunnel, and motorway revenue bonds) of Chapter 608 of the Acts of the General Assembly of 1976. $\mathbf{5}$ 6 [As] EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS (2)7SUBSECTION, AS to all or any part of any transportation facilities project, the 8 Authority may: 9 Fix, revise, charge, and collect rentals, rates, fees, tolls, and (i) other charges and revenues for its use or for its services; and 10 11 (ii) Contract with any person who desires its use for any 12purpose and fix the terms, conditions, rentals, rates, fees, tolls, or other charges or revenues for this use. 1314(3) THE AUTHORITY MAY NOT INCREASE A TOLL, A FEE, A 15MILEAGE RATE RANGE, A PRICING PERIOD, A TOLL ZONE, OR ANY OTHER 16CHARGE ON ANY PART OF ANY TRANSPORTATION FACILITIES PROJECT UNLESS: 17THE GENERAL ASSEMBLY APPROVES THE INCREASE **(I)** 18 THROUGH LEGISLATION ENACTED INTO LAW; OR 19 **(II)** THE AUTHORITY DETERMINES THAT AN EMERGENCY 20STATUS EXISTS UNDER PARAGRAPH (7) OF THIS SUBSECTION. 21**[**(3)**] (4)** Before the Authority [adopts] SUBMITS TO THE (i) 22**GENERAL ASSEMBLY A REQUEST FOR LEGISLATION FOR** an increase in tolls, fees, 23or other charges on any part of a fixed toll transportation facilities project or [adopts] 24SUBMITS TO THE GENERAL ASSEMBLY A REQUEST FOR LEGISLATION FOR an 25increase in mileage rate ranges, pricing periods, toll zones, fees, or other charges on a 26variably priced toll transportation facilities project, the Authority shall provide an 27opportunity for public review and comment on the proposed increase at one or more 28meetings held at a time and place of convenience to the public in each county in which 29the increase is proposed to be implemented. 30 (ii) At least 10 working days before the start of the first meeting 31under subparagraph (i) of this paragraph, the Authority shall provide to the public on 32the Authority's official Web site the proposed increase in tolls, fees, mileage rate 33 ranges, pricing periods, toll zones, or other charges and information and studies used 34in its analysis to justify the proposed increase.

For a period of at least 10 working days after the last

scheduled meeting for public review and comment under subparagraph (i) of this

 $\mathbf{2}$

35

36

(iii)

paragraph, the Authority shall provide the public with an opportunity to submitadditional written comments on the proposal.

3 (iv) Within 10 days after the close of the written comment period 4 under subparagraph (iii) of this paragraph, the Authority shall provide to the public 5 on its official Web site and to the members of the Authority a summary and analysis of 6 the comments received from the public on the proposal.

7 [(4)] (5) Before the Authority votes on any proposal to **REQUEST AN** 8 increase IN tolls, fees, or other charges on any part of a fixed toll transportation 9 facilities project or votes on **ANY PROPOSAL TO REQUEST** an increase in mileage rate 10 ranges, pricing periods, toll zones, fees, or other charges on any part of a variably 11 priced toll transportation facilities project, the Authority shall:

12 (i) Provide in writing to all of the members of the Authority 13 and, on request, to the public any recommendation of the Authority regarding the 14 proposal;

(ii) For a period of at least 10 working days after making any
recommendation on the proposal, provide an opportunity for public review and written
comment on the recommendation;

18

- (iii) Provide to the public on its official Web site:
- 191.Any recommendation of the Authority regarding the20proposal; and
- 212. The time, place, and date of the meeting at which the22 Authority will vote on the proposal; and

(iv) Provide to each member of the Authority and provide to the
public on its official Web site a summary and analysis of any public comments received
under item (ii) of this paragraph by the Authority regarding the Authority's
recommendation.

27**[**(5)**] (6)** At any meeting in which a recommendation to (i) 28**REQUEST** AN increase IN tolls, fees, or other charges on a fixed toll transportation 29facilities project or a recommendation to **REQUEST AN** increase IN mileage rate 30 ranges, pricing periods, toll zones, fees, or other charges on a variably priced 31transportation facilities project is scheduled for consideration, the Authority shall 32provide the public a reasonable amount of time to comment on the recommendation 33 before the Authority votes on the recommendation.

(ii) If the Authority amends its recommendation after receiving
 public comment at the meeting under subparagraph (i) of this paragraph and then
 votes on the amended recommendation at that meeting, the Authority is not required

1 to provide an additional opportunity for public comment under paragraph [(4)](5) of 2 this subsection.

3 **[**(6)**] (7)** (i) If the Authority determines that it must increase 4 tolls, fees, mileage rate ranges, pricing periods, toll zones, or other charges within a time period or in a manner that will not permit compliance with paragraphs [(3) and] $\mathbf{5}$ 6 (3)(I), (4), AND (5) of this subsection to remain in compliance with the provisions of 7 any trust agreement, escrow deposit agreement, or resolution that provides for the 8 payment of bonds issued by the Authority, or to ensure that unforeseen circumstances 9 do not adversely affect the continuity of operations at one or more transportation facilities projects, the Authority shall determine that an emergency status exists. 10

(ii) If the Authority determines that an emergency status exists under subparagraph (i) of this paragraph, the Authority shall adopt temporary adjustments to tolls, fees, mileage rate ranges, pricing periods, toll zones, or other charges that shall take effect immediately on adoption by the Authority or on the effective date established by the Authority.

(iii) If the Authority adopts any temporary adjustments to tolls,
fees, mileage rate ranges, pricing periods, toll zones, or other charges under
subparagraph (ii) of this paragraph, the Authority shall:

Provide notice to the public on the Authority's official
 Web site of any temporary adjustment adopted under subparagraph (ii) of this
 paragraph; and

22 2. Commence the public notice and comment procedures
23 under paragraphs [(3) and] (4) AND (5) of this subsection immediately.

(iv) An emergency status determination may not exceed 180
days and may be subject to one or more additional conditions imposed by the
Authority.

(v) When the emergency status expires, the temporaryadjustments adopted under subparagraph (ii) of this paragraph shall end.

29(b)The rentals, rates, fees, tolls, and other charges and revenues designated 30 as security for any bonds issued under this subtitle shall be fixed and adjusted from 31 time to time, either with respect to a particular transportation facilities project or in 32respect of the aggregate of the charges and revenues from other transportation 33 facilities projects under the control of the Authority, as may be specified by law or in 34any applicable resolution or trust agreement, so as to provide funds that, together with any other available revenues, are sufficient as long as the bonds are outstanding 35 36 and unpaid to:

37 (1) Pay the costs of maintaining, repairing, and operating the 38 transportation facilities project or projects financed in whole or in part by one or more

4

$\frac{1}{2}$	series of outstanding and unpaid bonds, to the extent that payment is not otherwise provided;
$\frac{3}{4}$	(2) Pay the principal of and the interest on these bonds as they become due and payable;
$5 \\ 6$	(3) Create reasonable reserves that are anticipated will be needed for these purposes; and
$7 \\ 8$	(4) Provide funds for paying the cost of replacements, renewals, and improvements.
9 10 11 12	(c) (1) Except as otherwise provided in this [subsection] SECTION, the rentals, rates, fees, tolls, and other charges and revenues are not subject to supervision or regulation by any instrumentality, agency, or unit of this State or any of its political subdivisions.
$13 \\ 14 \\ 15$	(2) This subtitle does not permit the exercise of any power or the undertaking of any activity that would conflict with the provisions and limitations of the federal Urban Mass Transportation Act of 1964.
16 17 18	(3) Tolls for the use of the bridge carrying the John F. Kennedy Memorial Highway over the Susquehanna River may not be less than the comparable tolls charged for the use of the Susquehanna River Bridge.
$ 19 \\ 20 \\ 21 \\ 22 \\ 23 \\ 24 \\ 25 \\ 26 $	(4) Prior to fixing or revising tolls OR SUBMITTING TO THE GENERAL ASSEMBLY A REQUEST FOR LEGISLATION TO INCREASE A TOLL, A FEE, A MILEAGE RATE RANGE, A PRICING PERIOD, A TOLL ZONE, OR ANY OTHER CHARGE on any part of any transportation facilities project, the Authority shall provide, in accordance with § 2–1246 of the State Government Article, to the Senate Budget and Taxation Committee, Senate Finance Committee, House Appropriations Committee, and House Ways and Means Committee information on the proposed [toll] charges, including:
27	(i) The annual revenues generated by the [toll] charges;
28	(ii) The proposed use of the revenues; and
29	(iii) The proposed commuter discount rates.
$\begin{array}{c} 30\\ 31 \end{array}$	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2014.