BY: Delegate Parrott

AMENDMENTS TO HOUSE BILL 1059

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after "Government" insert "Allocation and"; in line 3, after "of" insert "allocating certain motor fuel tax revenue to a certain account that is shared with local governments; increasing the portion of highway user revenue that is distributed to local governments; altering the allocation of the local share of highway user revenue among Baltimore City, counties, and municipalities;"; in line 8, after "to" insert "increasing the portion of the motor fuel tax and highway user revenue that is distributed to local governments and"; after line 10, insert:

"BY repealing and reenacting, with amendments,

<u>Article - Tax - Gene</u>ral

Section 2-1103

Annotated Code of Maryland

(2010 Replacement Volume and 2013 Supplement)";

in line 18, strike "8-408" and substitute "8-402, 8-403, 8-408,"; and after line 22, insert:

"Article - Tax - General

2-1103.

After making the distributions required under §§ 2–1101 and 2–1102 of this subtitle, the Comptroller shall distribute:

(1) the remaining motor fuel tax revenue from aviation fuel to the Transportation Trust Fund; AND

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- (2) all remaining motor fuel tax revenue, equal to the average percentage by which the motor fuel tax rate exceeds 18.5 cents per gallon, [not] including revenue attributable to an increase in the motor fuel tax rates under § 9–305(b) of this article [or] AND revenue attributable to the sales and use tax equivalent rate imposed under § 9–306 of this article, to the Gasoline and Motor Vehicle Revenue Account in the Transportation Trust Fund[;
- (3) revenue attributable to an increase in the motor fuel tax rates imposed under § 9–305(b) of this article to the Transportation Trust Fund; and
- (4) revenue attributable to the sales and use tax equivalent rate imposed under § 9–306 of this article to the Transportation Trust Fund].".

AMENDMENT NO. 2

On page 2, after line 10, insert:

"8–402.

- (a) There is a Gasoline and Motor Vehicle Revenue Account in the Transportation Trust Fund.
- (b) All revenues collected from the following, after deductions provided by law, shall be credited to the Gasoline and Motor Vehicle Revenue Account:
 - (1) All of the motor vehicle fuel tax;
- (2) Except as otherwise provided by law, two-thirds of the vehicle titling tax;
- (3) Except for revenues collected under Parts III and IV of Title 13, Subtitle 9 of this article, vehicle registration fees;

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- (4) The revenue disbursed to this Account under § 2–614 of the Tax General Article; and
- (5) 80 percent of the funds distributed on short–term vehicle rentals under § 2–1302.1 of the Tax General Article to the Transportation Trust Fund from the sales and use tax.
- (c) [(1) Except as provided in paragraph (2) of this subsection, for] FOR each fiscal year:
- [(i)] (1) [90.4%] 70% of the revenue credited to the Account may be used as provided in § 3–216 of this article; and
- I(ii) (2) The balance of the Account shall be used to pay the allocations of highway user revenues provided by this subtitle to the counties, municipalities, and Baltimore City.
- [(2) For fiscal years 2010 through 2013, the Account shall be distributed as follows:
- (i) A portion to the General Fund of the State for fiscal years 2010 through 2012 as follows:
 - 1. 19.5% for fiscal year 2010;
 - 2. 23% for fiscal year 2011; and
 - 3. 11.3% for fiscal year 2012;
- (ii) A portion to be used as provided in § 3–216 of this article, as follows:

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- 1. 70% for fiscal year 2010;
- 2. 68.5% for fiscal year 2011;
- 3. Subject to paragraph (3) of this subsection, 79.8% for

fiscal year 2012; and

- 4. 90% for fiscal year 2013; and
- (iii) The balance to be used to pay the allocations of highway user revenues provided under this subtitle to the counties, municipalities, and Baltimore City.
- (3) For fiscal year 2012, from the amount allocated to the Transportation Trust Fund under paragraph (2)(ii)3 of this subsection, \$40,000,000 shall be transferred from the Transportation Trust Fund to the Revenue Stabilization Account established under § 7–311 of the State Finance and Procurement Article.]

<u>8–403.</u>

- [(a)] Subject to §§ 3–307 and 3–308 of this article, [and except as provided in subsection (b) of this section,] for each fiscal year, from the total highway user revenues:
- (1) An amount equal to [7.7%] 12.1% of total highway user revenues shall be distributed to Baltimore City in monthly installments;
- (2) An amount shall be distributed to the counties at the times specified in § 8–407 of this subtitle, to be allocated as provided in § 8–404 of this subtitle, equal to [1.5%] 15.3% of total highway user revenues; and

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(3) An amount shall be distributed to the municipalities at the times specified in § 8–407 of this subtitle, to be allocated as provided in § 8–405 of this subtitle, equal to [0.4%] 2.6% of total highway user revenues.

[(b) (1) For fiscal year 2010:

- (i) The amount distributed to Baltimore City under this subtitle shall equal 8.6% of total highway user revenues;
- (ii) The amount distributed to the counties under this subtitle shall equal 1.5% of total highway user revenues; and
- (iii) The amount distributed to the municipalities under this subtitle shall equal 0.4% of total highway user revenues.

(2) For fiscal year 2011:

- (i) The amount distributed to Baltimore City under this subtitle shall equal 7.9% of total highway user revenues;
- (ii) The amount distributed to the counties under this subtitle shall equal 0.5% of total highway user revenues; and
- (iii) The amount distributed to the municipalities under this subtitle shall equal 0.1% of total highway user revenues.

(3) For fiscal year 2012:

(i) The amount distributed to Baltimore City under this subtitle shall equal 7.5% of total highway user revenues;

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- (ii) The amount distributed to the counties under this subtitle shall equal 0.8% of total highway user revenues; and
- (iii) The amount distributed to the municipalities under this subtitle shall equal 0.6% of total highway user revenues.

(4) For fiscal year 2013:

- (i) The amount distributed to Baltimore City under this subtitle shall equal 8.1% of total highway user revenues;
- (ii) The amount distributed to the counties under this subtitle shall equal 1.5% of total highway user revenues; and
- (iii) The amount distributed to the municipalities under this subtitle shall equal 0.4% of total highway user revenues.]".