6lr2705

### By: Delegates Lafferty, Anderson, Impallaria, Jameson, Pendergrass, S. Robinson, Sophocleus, and Walker Introduced and read first time: February 12, 2016

Assigned to: Environment and Transportation

## A BILL ENTITLED

1 AN ACT concerning

## Transportation – Highway User Revenue – Restoration

FOR the purpose of increasing the portion of highway user revenue that is distributed to
local governments for certain fiscal years; altering the allocation of highway user
revenues to Baltimore City and the counties and municipalities for certain fiscal
years; stating the intent of the General Assembly that certain projects remain
funded; repealing obsolete language; and generally relating to the distribution of
highway user revenues.

- 9 BY repealing and reenacting, with amendments,
- 10 Article Transportation
- 11 Section 8–402 and 8–403
- 12 Annotated Code of Maryland
- 13 (2015 Replacement Volume and 2015 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
   That the Laws of Maryland read as follows:
- 16

 $\mathbf{2}$ 

## Article – Transportation

17 8–402.

18 (a) There is a Gasoline and Motor Vehicle Revenue Account in the Transportation19 Trust Fund.

20 (b) All revenues collected from the following, after deductions provided by law, 21 shall be credited to the Gasoline and Motor Vehicle Revenue Account:

- 22
- (1) All of the motor vehicle fuel tax;

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



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2		HOUSE BILL 1455		
$rac{1}{2}$	tax;	(2) Exce	pt as o	therwise provided by law, two-thirds of the vehicle titling
$\frac{3}{4}$	<ul><li>(3) Except for revenues collected under Parts III and IV of Title 13, Subtitle</li><li>9 of this article, vehicle registration fees;</li></ul>			
$5 \\ 6$	(4) The revenue disbursed to this Account under § 2–614 of the Tax – General Article; and			
7 8 9	(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.			
10 11	(c) (1) Except as provided in paragraph (2) of this subsection, for each fiscal year:			
$\begin{array}{c} 12 \\ 13 \end{array}$	(i) 90.4% of the revenue credited to the Account may be used as provided in § 3–216 of this article; and			
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	(ii) 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.			
17 18	(2) For fiscal years [2010] <b>2017</b> through [2013] <b>2020</b> , the Account shall be distributed as follows:			
$\begin{array}{c} 19\\ 20 \end{array}$	[(i) A portion to the General Fund of the State for fiscal years 201 through 2012 as follows:			
21			1.	19.5% for fiscal year 2010;
22			2.	23% for fiscal year 2011; and
23			3.	11.3% for fiscal year 2012;
$\begin{array}{c} 24 \\ 25 \end{array}$	follows:	(ii)	А ров	rtion to be used as provided in § 3–216 of this article, as
26			1.	70% for fiscal year 2010;
27			2.	68.5% for fiscal year 2011;
$\begin{array}{c} 28 \\ 29 \end{array}$	year 2012; ar	nd	3.	Subject to paragraph (3) of this subsection, 79.8% for fiscal
30			4.	90% for fiscal year 2013; and

1 (iiii) The balance to be used to pay the allocations of highway user  $\mathbf{2}$ revenues provided under this subtitle to the counties, municipalities, and Baltimore City. 3 For fiscal year 2012, from the amount allocated to the Transportation (3)4 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  $\mathbf{5}$ 6 under § 7–311 of the State Finance and Procurement Article.] 7 70% OF THE REVENUE CREDITED TO THE ACCOUNT MAY BE **(I)** 8 USED AS PROVIDED IN § 3-216 OF THIS ARTICLE; AND 9 **(II)** THE BALANCE OF THE ACCOUNT SHALL BE USED TO PAY THE ALLOCATIONS OF HIGHWAY USER REVENUES PROVIDED BY THIS SUBTITLE TO 10 THE COUNTIES, MUNICIPALITIES, AND BALTIMORE CITY. 11 128-403. 13Subject to §§ 3-307 and 3-308 of this article, and except as provided in (a) 14 subsection (b) of this section, for each fiscal year, from the total highway user revenues: 15An amount equal to 7.7% of total highway user revenues shall be (1)distributed to Baltimore City in monthly installments; 1617An amount shall be distributed to the counties at the times specified in (2)18 8–407 of this subtitle, to be allocated as provided in 8–404 of this subtitle, equal to 1.5% 19 of total highway user revenues; and 20An amount shall be distributed to the municipalities at the times (3)specified in § 8–407 of this subtitle, to be allocated as provided in § 8–405 of this subtitle, 21equal to 0.4% of total highway user revenues. 2223(b) (1)For fiscal year 2010: 24The amount distributed to Baltimore City under this subtitle (i) 25shall equal 8.6% of total highway user revenues; 26The amount distributed to the counties under this subtitle shall (ii) equal 1.5% of total highway user revenues; and 2728The amount distributed to the municipalities under this subtitle (iii) 29shall equal 0.4% of total highway user revenues. 30 (2)For fiscal year 2011: 31 The amount distributed to Baltimore City under this subtitle (i) shall equal 7.9% of total highway user revenues; 32

The amount distributed to the counties under this subtitle shall 1 (ii)  $\mathbf{2}$ equal 0.5% of total highway user revenues; and 3 The amount distributed to the municipalities under this subtitle (iiii) shall equal 0.1% of total highway user revenues. 4 For fiscal year 2012:  $\mathbf{5}$ (3)6 The amount distributed to Baltimore City under this subtitle (i) 7 shall equal 7.5% of total highway user revenues; 8 The amount distributed to the counties under this subtitle shall (ii) equal 0.8% of total highway user revenues; and 9 The amount distributed to the municipalities under this subtitle 10 (iii) 11 shall equal 0.6% of total highway user revenues. 12(4)For fiscal year 2013: The amount distributed to Baltimore City under this subtitle 13(i) shall equal 8.1% of total highway user revenues; 1415(ii) The amount distributed to the counties under this subtitle shall 16equal 1.5% of total highway user revenues; and 17The amount distributed to the municipalities under this subtitle (iii) 18 shall equal 0.4% of total highway user revenues.] 19 **(B)** SUBJECT TO §§ 3-307 AND 3-308 OF THIS ARTICLE, FOR FISCAL YEARS 202017 THROUGH 2020, FROM THE TOTAL HIGHWAY USER REVENUES: 21AN AMOUNT EQUAL TO 12.1% OF TOTAL HIGHWAY USER (1) 22**REVENUES SHALL** BE DISTRIBUTED TO BALTIMORE CITY IN MONTHLY 23**INSTALLMENTS;** 24AN AMOUNT SHALL BE DISTRIBUTED TO THE COUNTIES AT THE (2) TIMES SPECIFIED IN § 8-407 OF THIS SUBTITLE, TO BE ALLOCATED AS PROVIDED IN 25§ 8–404 OF THIS SUBTITLE, EQUAL TO 15.3% OF TOTAL HIGHWAY USER REVENUES; 2627AND 28(3) AN AMOUNT SHALL BE DISTRIBUTED TO THE MUNICIPALITIES AT 29THE TIMES SPECIFIED IN § 8-407 OF THIS SUBTITLE, TO BE ALLOCATED AS PROVIDED IN § 8–405 OF THIS SUBTITLE, EQUAL TO 2.6% OF TOTAL HIGHWAY USER 30

31 **REVENUES.** 

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1 SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General 2 Assembly that the reduction of revenue under Section 1 of this Act that is credited to the 3 Transportation Trust Fund may not reduce for fiscal year 2017 the funding that is currently 4 planned for any mass transit project or system preservation project that is crucial to the 5 health and safety of the citizens of Maryland.

6 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 7 1, 2016.