SENATE BILL 585

R1 6lr2026 CF HB 723

By: Senators King, Peters, Astle, Benson, Cassilly, Currie, Eckardt, Edwards, Feldman, Hershey, Hough, Kagan, Madaleno, Manno, Mathias, Raskin, Ready, Rosapepe, Serafini, and Young

Introduced and read first time: February 4, 2016

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 17, 2016

CHAPTER	

1 AN ACT concerning

2 Transportation – Highway User Revenues – Distribution to Municipalities

- 3 FOR the purpose of altering the authorized uses of highway user revenues; repealing 4 certain obsolete distributions and transfers of highway user revenues for certain 5 fiscal years; repealing certain obsolete distributions of highway user revenues to 6 Baltimore City, counties, and municipalities for certain fiscal years; requiring that 7 certain additional distributions of highway user revenues be made under certain 8 circumstances to municipalities in a certain fiscal years year for certain purposes; 9 requiring that certain additional distributions of highway user revenues be allocated 10 among municipalities in a certain manner; and generally relating to the distribution 11 of highway user revenues.
- 12 BY repealing and reenacting, with amendments,
- 13 Article Transportation
- 14 Section 8–402 and 8–403
- 15 Annotated Code of Maryland
- 16 (2015 Replacement Volume and 2015 Supplement)
- 17 BY repealing and reenacting, without amendments,
- 18 Article Transportation
- 19 Section 8–405
- 20 Annotated Code of Maryland
- 21 (2015 Replacement Volume and 2015 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

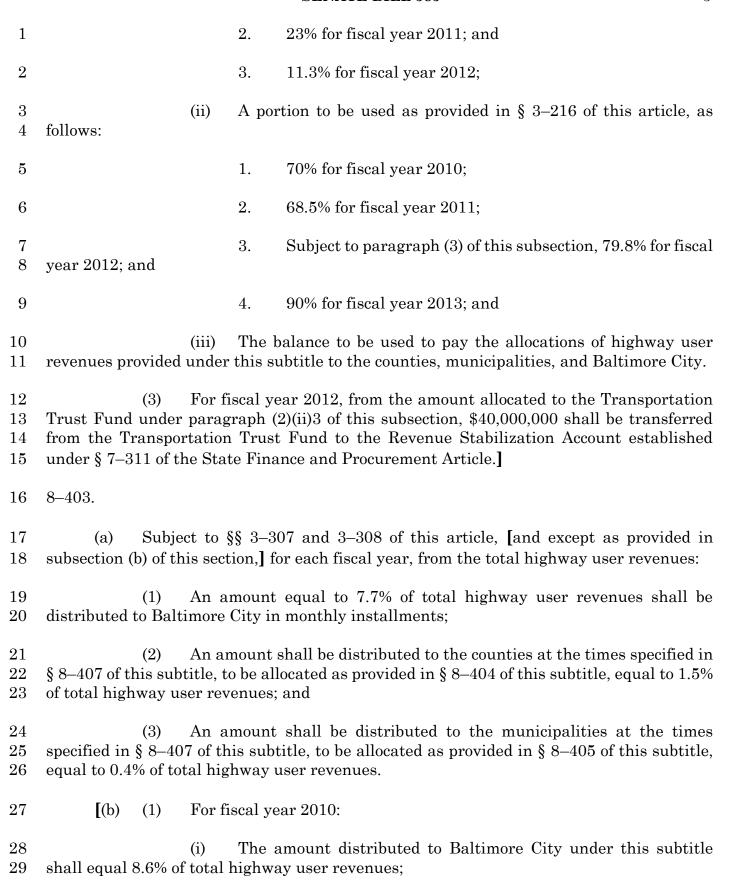
Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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$\frac{1}{2}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND. That the Laws of Maryland read as follows:
3	Article - Transportation
4	8–402.
5 6	(a) There is a Gasoline and Motor Vehicle Revenue Account in the Transportation Trust Fund.
7 8	(b) All revenues collected from the following, after deductions provided by law shall be credited to the Gasoline and Motor Vehicle Revenue Account:
9	(1) All of the motor vehicle fuel tax;
10 11	(2) Except as otherwise provided by law, two-thirds of the vehicle titling tax;
12 13	(3) Except for revenues collected under Parts III and IV of Title 13, Subtitle 9 of this article, vehicle registration fees;
14 15	(4) The revenue disbursed to this Account under $\S 2-614$ of the Tax – General Article; and
16 17 18	(5) 80 percent of the funds distributed on short–term vehicle rentals under $\S 2-1302.1$ of the Tax – General Article to the Transportation Trust Fund from the sales and use tax.
19 20	(c) [(1) Except as provided in paragraph (2) of this subsection, for] FOR each fiscal year:
21 22	[(i)] (1) 90.4% of the revenue credited to the Account may be used as provided in [§ 3–216] § 3–216 of this article AND § 8–403(B) OF THIS SUBTITLE; and
23 24 25	[(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.
26 27	[(2) For fiscal years 2010 through 2013, the Account shall be distributed as follows:
28 29	(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;



The amount distributed to the counties under this subtitle shall

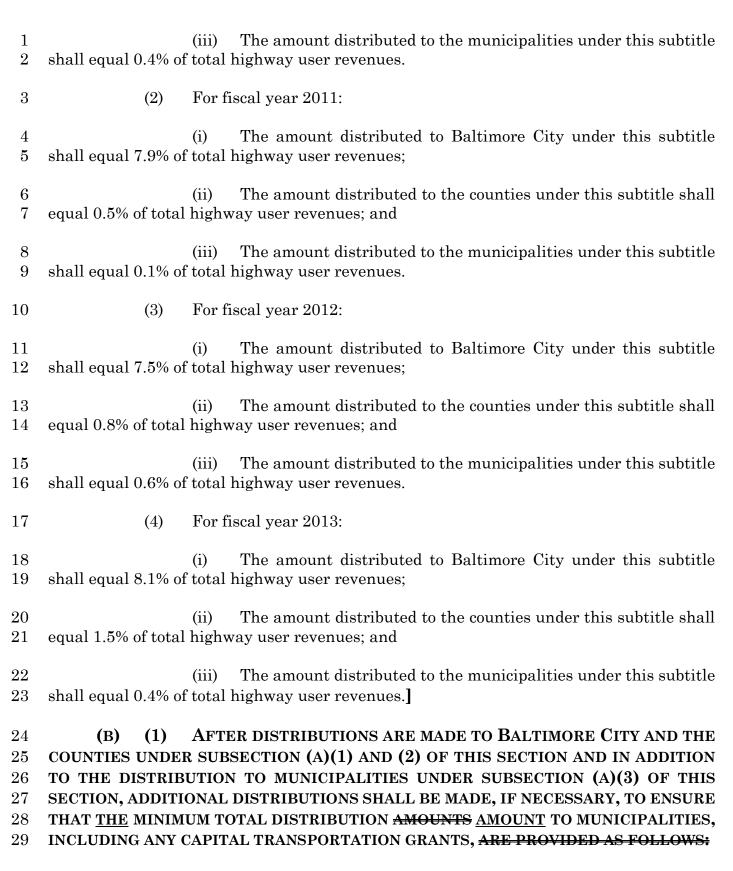
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(ii)

equal 1.5% of total highway user revenues; and

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1	(H) FOR FISCAL YEAR 2018, AT LEAST \$35,000,000;
2	(HI) FOR FISCAL YEAR 2019, AT LEAST \$40,000,000;
3	(IV) FOR FISCAL YEAR 2020, AT LEAST \$45,000,000; AND
4 5	(V) FOR FISCAL YEAR 2021 AND EACH FISCAL YEAR THEREAFTER, AT LEAST \$50,000,000 IS \$25,000,000 FOR FISCAL YEAR 2018.
6 7	(2) Any additional distributions made under this subsection shall be allocated as provided in § $8-405$ of this subtitle.
8	8–405.
9 10 11	(a) An eligible municipality may request its share of the highway user revenues provided under this subtitle from the Administration. The request shall be made in writing at least 6 months before the start of the fiscal year in which the funds are desired.
12	(b) Highway user revenues shall be allocated to the eligible municipalities:
13 14	(1) One half on a municipal road mileage basis, as provided in subsection (c)(1) of this section; and
15 16	(2) One half on a motor vehicle registration basis, as provided in subsection (c)(2) of this section.
17 18 19	(c) The Administration shall allocate for the account of each eligible municipality, out of the highway user revenues to be distributed to the municipalities under § 8–403 of this subtitle the eligible municipality's share, to be determined by adding:
20 21 22 23	(1) The amount that results from applying to one half of the available revenues the ratio that, as of December 1 of the preceding calendar year, the total mileage of county roads in the eligible municipality bears to the total mileage of county roads located in eligible municipalities in the State; and
24 25 26 27 28	(2) The amount that results from applying to one half of the available revenues the ratio that, as of December 1 of the preceding calendar year, the total number of motor vehicles registered to owners having addresses in the eligible municipality bears to the total number of motor vehicles registered to owners having addresses in eligible municipalities in the State.
29 30	(d) For purposes of the mileage formula distributions under this section, each special improvement district in Prince George's County in existence in January, 1953, shall

(1) Paid to the county and retained by it as credits to the district; and

be treated as a municipality, but the amounts distributed shall be:

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(2) Applied to the cost of maintaining the streets and roads in the district so long as the district has any indebtedness.
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2016.
Approved:
Governor.
President of the Senate.
Speaker of the House of Delegates.