Department of Legislative Services

Maryland General Assembly 2019 Session

FISCAL AND POLICY NOTE First Reader

House Bill 776 (Delegates Wivell and Hill)

Environment and Transportation

Vehicle Laws - Speed Monitoring Systems - Operation in School Zones

This bill requires a local jurisdiction to ensure that a speed monitoring system device that is activated, placed, repaired, or altered on or after the bill's effective date display a real-time posting of the speed of a vehicle in each direction of a roadway and in close proximity to the boundary of the school zone. The bill also limits, for any contract executed or renewed on or after the bill's effective date, a speed monitoring system contractor's fees to 30% or less of the gross revenue generated by the system. **The bill takes effect June 1, 2019.**

Fiscal Summary

State Effect: General fund revenues may decrease negligibly in FY 2019 due to fewer contested cases in District Court. In future years, revenues likely decrease minimally. Expenditures are likely not materially affected.

Local Effect: Local revenues decrease negligibly in FY 2019 due to the issuance of fewer citations under the bill. In subsequent years, local revenues decrease more significantly. Expenditures also increase beginning in FY 2019 for jurisdictions that do not already have the required equipment for displaying real-time vehicle speeds, as discussed below. **This bill may impose a mandate on a unit of local government.**

Small Business Effect: Potential minimal.

Analysis

Current Law: Speed monitoring systems must be authorized in a local jurisdiction by the governing body of the jurisdiction but only after reasonable notice and a public hearing.

Before activating a speed monitoring system, a local jurisdiction must publish notice of the location of the speed monitoring system on its website and in a newspaper of general circulation in the jurisdiction. In addition, the jurisdiction must also ensure that each sign that designates a school zone is proximate to a sign that (1) indicates that speed monitoring systems are in use in the school zone and (2) conforms with specified traffic control device standards adopted by the State Highway Administration.

A speed monitoring system in a school zone may operate only Monday through Friday between 6:00 a.m. and 8:00 p.m.

An agency (or an agent or contractor designated by the agency) must administer and process civil citations in coordination with the District Court. If a contractor operates a speed monitoring system or administers or processes citations generated by a speed monitoring system on behalf of a local jurisdiction, the contractor's fee may not be contingent on a per ticket basis on the number of citations issued or paid.

A complete discussion of speed monitoring systems in the State can be found in the **Appendix – Automated Enforcement.**

State Fiscal Effect: Under the bill, the number of citations issued in local jurisdictions is expected to decrease negligibly in fiscal 2019 (reflecting the bill's June 1, 2019 effective date) but perhaps more significantly in subsequent fiscal years as the number of speed monitoring system devices in compliance with the bill's requirements increase. As a result, the number of individuals opting for a trial in District Court is likely to decline over the implementation period. Although the potential decrease in cases cannot be reliably estimated, general fund revenues may decrease minimally beginning in fiscal 2020, as fine revenues paid by individuals convicted in District Court are paid into the general fund.

Although District Court caseloads are also likely to decrease over time, expenditures are not anticipated to be materially affected. Any decrease in caseloads may have a positive impact on District Court operations, however.

Local Fiscal Effect: Local revenues decrease under the bill to the extent that drivers in school zones with speed monitoring systems reduce their speed (and receive fewer citations) once the real-time speed display devices are activated. Beginning in fiscal 2019, local revenues decrease, likely negligibly, to the extent that any jurisdictions activate, place, repair, or alter a speed monitoring system in June 2019 (the final month of fiscal 2019). As additional real-time speed display devices are activated in order to comply with the bill, local revenues likely decrease more significantly.

The number of speed cameras placed near schools (as compared to non-school zone speed cameras) is not known, so it is not possible to precisely estimate how the bill affects local

revenues. Nevertheless, given that the authorization for school zone speed cameras has been in effect since 2006 in some locations, this analysis assumes that the number of cameras in school zones represents a significant portion of the total number of speed cameras in the State.

The effect on local expenditures to comply with the bill is less clear. Depending on the number of speed cameras near school zones in local jurisdictions, costs to obtain the new speed display devices could be significant. Several jurisdictions provided information on the cost to install the real-time speed display devices in the first full year of implementation (fiscal 2020), even though the bill allows the devices to be added over time.

- Baltimore County advises it expects costs totaling about \$240,000 to install the real-time speed display devices, with about \$24,000 in maintenance costs annually once all devices are operational.
- Charles County anticipates spending about \$533,200 in total to install the real-time speed display devices, with additional annual replacement and maintenance costs totaling about \$87,200.
- Montgomery County advises it anticipates expending about \$1.0 million in order to bring all school zone speed cameras into compliance with the bill; the county also anticipates additional personnel and contractual costs totaling about \$509,000 once the new equipment is operational.
- Anne Arundel County, Frederick County, and the City of College Park do not anticipate significant costs as a result of the bill.

Finally, the bill's requirement related to speed camera contractor fees may affect any jurisdictions that are currently allowing contractors to receive more than 30% of gross revenues. None of the jurisdictions contacted by the Department of Legislative Services highlighted a concern with this provision, however.

Additional Comments: The bill establishes requirements related to real-time speed display devices under § 21-809(b)(1)(viii) of the Transportation Article, which specifies various requirements related to speed monitoring systems that must be met *before* the activation of a speed monitoring system may occur. However, the bill applies to speed monitoring systems that are repaired or altered (in addition to activated or placed) on or after June 1, 2019. Presumably, any existing speed cameras that are repaired or altered on or after the bill's effective date are subject to the bill's requirements. However, those devices would not have been activated *before* meeting the bill's requirements. Even so, this analysis assumes that the bill applies to all speed cameras in school zones activated, placed, repaired, or altered beginning June 1, 2019, and that any existing speed cameras would not need to be deactivated and subsequently reactivated pursuant to the current activation process in order to comply with the bill.

Additional Information

Prior Introductions: HB 1365 of 2018, which included similar provisions, received an unfavorable report from the House Environment and Transportation Committee.

Cross File: None.

Information Source(s): Anne Arundel; Baltimore; Charles; Frederick, and Montgomery counties; Maryland Association of Counties; City of College Park; Comptroller's Office; Maryland Department of Transportation; Department of Legislative Services

Fiscal Note History: First Reader - February 27, 2019

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Appendix – Automated Enforcement

Speed Monitoring Systems

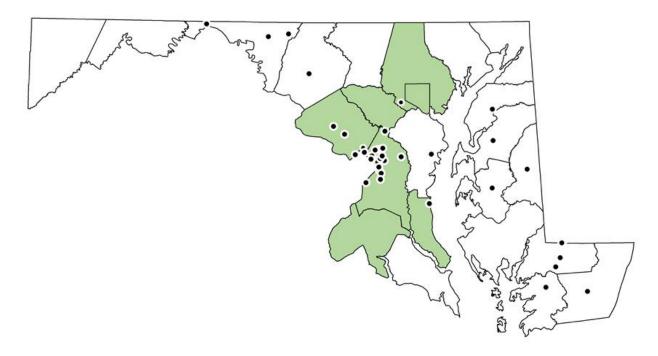
Chapter 15 of 2006 authorized the first use of speed monitoring systems in the State, but it only applied to highways in school zones and residential districts in Montgomery County. Chapter 500 of 2009 expanded statewide the authorization for the use of speed monitoring systems in school zones and also authorized the use of work zone speed control systems. Chapter 474 of 2010 authorized the use of speed monitoring systems in Prince George's County on a highway located within the grounds of an institution of higher education or on nearby highways under certain circumstances. Chapter 806 of 2018 authorized Prince George's County to place one speed camera at the intersection of Old Fort Road and Maryland Route 210 (Indian Head Highway), subject to specified requirements.

Unless the driver of a motor vehicle received a citation from a police officer at the time of the violation, the owner or driver of the vehicle is subject to a civil penalty if the vehicle is recorded speeding at least 12 miles per hour above the posted speed limit by a speed monitoring system in violation of specified speed restrictions in the Maryland Vehicle Law. The maximum fine for a citation issued by a speed monitoring system operator is \$40. However, a local law enforcement or other designated agency operating the speed monitoring system may mail a warning notice instead of a citation.

A speed monitoring system may be placed in a school zone for operation between 6:00 a.m. and 8:00 p.m., Monday through Friday. Before a speed monitoring system may be used in a local jurisdiction, its use must be authorized by the governing body by ordinance or resolution adopted after reasonable notice and a public hearing, and its location must be published on the jurisdiction's website and in a newspaper of general circulation in the jurisdiction.

According to the Insurance Institute for Highway Safety (IIHS), 137 jurisdictions across the nation use speed cameras. In addition, Illinois, Maryland, and Oregon use speed cameras statewide in work zones. In Maryland, speed cameras are used in six counties and Baltimore City, 38 other jurisdictions, and by the State Highway Administration (SHA) on a statewide basis for work zones. **Exhibit 1** shows local speed camera usage across the State as of January 2019.

Exhibit 1 Local Speed Monitoring System Enforcement in Maryland January 2019



Note: ● represents municipal corporations that operate speed monitoring systems; ☐ represents counties that operate speed monitoring systems. Speed cameras are also operated in highway work zones statewide.

Source: Insurance Institute for Highway Safety; Comptroller's Office; Department of Legislative Services

From the fines generated by a speed monitoring system, the relevant jurisdiction may recover the costs of implementing the system and may spend any remaining balance solely for public safety purposes, including for pedestrian safety programs. However, if the balance of revenues after cost recovery for any fiscal year is greater than 10% of the jurisdiction's total revenues, the excess must be remitted to the Comptroller. As shown in **Exhibit 2**, according to data from the Comptroller, as of January 2019, approximately \$226,800 was remitted in fiscal 2018, while no money was remitted in fiscal 2017 (with data pending for fiscal 2018 from Prince George's County only).

Exhibit 2 Local Speed Monitoring Systems Data (Aggregated) Fiscal 2014-2018

Fiscal Year	Fine Revenues	System Costs	Net Revenues	Due to State
2018*	\$56,855,016	\$27,262,388	\$29,615,707	\$226,822
2017	54,802,197	30,145,731	24,757,588	-
2016	57,198,345	31,637,019	25,208,963	-
2015	56,966,652	28,794,043	28,175,109	456,006
2014	53,842,875	32,978,310	20,864,564	-

^{*} As of January 2019; data pending for Prince George's County.

Source: Comptroller's Office; Department of Legislative Services

Also, in fiscal 2018, the Comptroller reports that 46 (excluding Prince George's County) local jurisdictions generated speed monitoring system fine revenues of about \$56.9 million, of which about \$30.0 million (52.7%) was retained by local jurisdictions for public safety programs after recovery of the costs of implementing the systems. Between fiscal 2017 and 2018, total fine revenues increased by approximately \$2.1 million while implementation expenditures decreased by \$2.9 million. Net revenues retained by local jurisdictions for public safety increased by approximately \$4.6 million between fiscal 2017 and 2018.

Speed Monitoring System Reform – Chapter 491 of 2014

The General Assembly passed House Bill 929 of 2014 (enacted as Chapter 491) in response to significant concerns from the public and media scrutiny of speed cameras in Baltimore City and several other jurisdictions. These concerns centered around two common criticisms of speed cameras: (1) that technical issues and insufficient review of recorded images resulted in erroneously generated citations; and (2) that the contracts with vendors were structured in such a manner as to establish an incentive to generate more citations and revenues, thereby casting doubt on the integrity or purpose of speed monitoring programs. Thus, Chapter 491 required jurisdictions to impose new restrictions and requirements on their contracts with speed monitoring vendors and established numerous additional requirements and restrictions pertaining to the issuance of citations, the calibration and self-testing of systems, the review of erroneous citations, and the use and placement of systems in school zones.

Automated Speed Enforcement Efficacy

National and international studies of automated speed enforcement, as well as local program evaluations, provide some insight into the level of effectiveness of such enforcement mechanisms. According to IIHS, several studies have documented reductions in crashes in the vicinities of speed cameras, including crashes that result in an injury or fatality.

A 2015 study by IIHS of speed camera usage in Montgomery County, Maryland, showed long-term changes in driver behavior as well as reductions in injuries and deaths. Montgomery County introduced speed cameras in 2007, and an initial review of the program by IIHS six months into the program found that the percentage of vehicles going more than 10 miles per hour over the speed limit (which, at that time, was the enforcement threshold) declined by 70% on roads with speed cameras. The 2015 study showed a 59% reduction in the likelihood of a driver exceeding the speed limit by more than 10 miles per hour, compared with similar roads in Virginia without speed cameras. The same comparison showed a 19% reduction in the likelihood that a crash would involve a fatality or an incapacitating injury.

Data from the National Highway Traffic Safety Administration shows that there were 799 fatalities in highway work zones nationwide in 2017, including 14 in Maryland. The number of work zone fatalities in Maryland in 2017 was the highest number of fatalities since 2005. (Nationally, the number of work zone fatalities was the highest number since 2007). Nevertheless, on average, the number of work zone fatalities has declined significantly since the program's commencement. Between 2010 and 2017, work zone fatalities averaged 7.5 per year in Maryland, a reduction of about 39% from the eight-year average of 12.4 fatalities per year from 2002 through 2009.

Nationally, there was also a similar, but less significant, drop in work zone fatalities, with an approximately 30% reduction in the eight-year average between 2010 and 2017, as compared with the period from 2002 through 2009. Federal data also shows that work zone fatalities, as a percentage of total traffic fatalities, have dropped in Maryland, comparing averages from 2002 through 2009 to those from 2010 through 2017. Again, the reduction in Maryland is greater than the similar, but less significant, reduction nationally in terms of the percentage of traffic fatalities occurring in work zones.

Traffic Control Signal Monitoring Systems (Red Light Cameras)

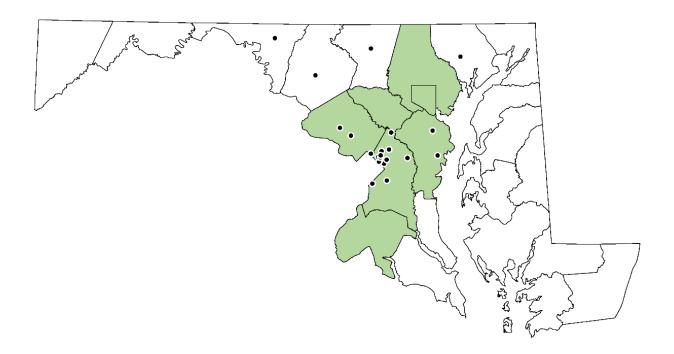
Unless the driver of a motor vehicle receives a citation from a police officer at the time of the violation, the owner or driver of a vehicle recorded by a red light monitoring system entering an intersection against a red signal in violation of the Maryland Vehicle Law is subject to a civil penalty of up to \$100. Red light camera enforcement applies to a violation

of specified Maryland Vehicle Law requirements applicable to a vehicle approaching a steady circular red signal or arrow, including (1) stopping at a clearly marked stop line, or crosswalk if there is no stop line, or intersection if there is no crosswalk and (2) remaining stopped until a signal allows the vehicle to proceed.

A driver is specifically authorized under the Maryland Vehicle Law to cautiously enter an intersection to make a right turn (or left turn from a one-way street to another one-way street) after stopping at a steady red light, unless a sign otherwise prohibits the turn.

According to IIHS, 390 jurisdictions across the nation have red light camera programs as of January 2019. In Maryland, six counties, Baltimore City, and 22 other jurisdictions use red light cameras. **Exhibit 3** shows red light camera usage across the State as of January 2019.

Exhibit 3 Local Red Light Camera Enforcement in Maryland January 2019



Note: ● represents municipal corporations that operate red light camera systems; □ represents counties that operate red light camera systems.

Source: Insurance Institute for Highway Safety; Department of Legislative Services