SENATE BILL 362

R11lr1865 **CF HB 649** By: Senator McCray Introduced and read first time: January 15, 2021 Assigned to: Budget and Taxation Committee Report: Favorable with amendments Senate action: Adopted Read second time: February 26, 2021 CHAPTER AN ACT concerning Transportation – Highway User Revenues – Revenue and Distribution FOR the purpose of altering, beginning in a certain fiscal year, the amounts of certain capital grants calculated based on highway user revenues that are required to be appropriated to Baltimore City, counties, and municipalities in certain fiscal years; making a stylistic change; repealing certain obsolete provisions of law; making certain conforming changes; and generally relating to revenue for and distributions of highway user revenues. BY repealing and reenacting, with amendments, Article – Transportation Section 8-402 and 8-403 Annotated Code of Maryland (2020 Replacement Volume) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: **Article – Transportation** 8-402.There is a Gasoline and Motor Vehicle Revenue Account in the Transportation (a) Trust Fund.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

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



- 1 (b) All revenues collected from the following, after deductions provided by law, shall be credited to the Gasoline and Motor Vehicle Revenue Account:
- 3 (1) All of the motor vehicle fuel tax;
- 4 (2) Except as otherwise provided by law, two-thirds of the vehicle titling 5 tax;
- 6 (3) Except for revenues collected under Title 13, Subtitle 9, Parts III and 7 IV of this article, vehicle registration fees;
- 8 (4) The revenue disbursed to this Account under $\S 2-614$ of the 9 Tax General Article; and
- 10 (5) [80 percent] **80**% of the funds distributed on short–term vehicle rentals 11 under § 2–1302.1 of the Tax – General Article to the Transportation Trust Fund from the 12 sales and use tax.
- 13 (c) **[**(1) For fiscal year 2019:
- 14 (i) 90.4% of the revenue credited to the Account may be used as provided in § 3–216 of this article; and
- 16 (ii) The balance of the Account shall be used to pay the allocations of 17 highway user revenues provided by this subtitle to the counties, municipalities, and 18 Baltimore City.
- 19 (2)] For fiscal year 2020 and each fiscal year thereafter, revenue credited to 20 the Account shall be used as provided in § 3–216 of this article.
- 21 8–403.
- 22 (a) [Subject to §§ 3–307 and 3–308 of this article, for fiscal year 2019, from the 23 total highway user revenues:
- 24 (1) An amount equal to 7.7% of total highway user revenues shall be 25 distributed to Baltimore City in monthly installments;
- 26 (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% of total highway user revenues; and
- 29 (3) An amount shall be distributed to the municipalities at the times 30 specified in § 8–407 of this subtitle, to be allocated as provided in § 8–405 of this subtitle, 31 equal to 0.4% of total highway user revenues.

1	(b) (1)] Subject to [paragraph (3) of this subsection] SUBSECTION (C) (B) OF
2	THIS SECTION, for fiscal years YEAR 2020 through 2024 AND EACH FISCAL YEAR
3	THEREAFTER, capital grants shall be appropriated from the Transportation Trust Fund
4	as provided in § 3–216 of this article based on the following calculations:
5	[(i)] (1) An amount equal to 8.3% of funds credited to the Gasoline
6	and Motor Vehicle Revenue Account shall be appropriated to Baltimore City;
Ü	and Motor venicle nevertae recount shan se appropriated to Bartimore City,
7	[(ii)] (2) An amount equal to 3.2% of funds credited to the Gasoline
8	and Motor Vehicle Revenue Account shall be appropriated to the counties to be distributed
9	as provided in § 8–404 of this subtitle; and
0	[(iii)] (3) An amount equal to 2.0% of funds credited to the Gasoline
1	and Motor Vehicle Revenue Account shall be appropriated to the municipalities to be
2	distributed as provided in § 8–405 of this subtitle.
13	(2) (B) Subject to [paragraph (3) of this subsection] SUBSECTION (C)
4	OF THIS SECTION, for fiscal year 2025 and each fiscal year thereafter, capital grants shall
5	be appropriated from the Transportation Trust Fund as provided in § 3-216 of this article
6	based on the following calculations:
7	(i) (1) An amount equal to [7.7%] 8.8% of funds credited to the
8	Gasoline and Motor Vehicle Revenue Account shall be appropriated to Baltimore City;
9	(ii) (2) An amount equal to (1.5%) 3.2% of funds credited to the
20	Gasoline and Motor Vehicle Revenue Account shall be appropriated to the counties to be
21	distributed as provided in § 8–404 of this subtitle; and
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22	(iii) (3) An amount equal to (0.4%) 2.6% of funds credited to the

22 An amount equal to [0.4%] 2.6% of funds credited to the 23 Gasoline and Motor Vehicle Revenue Account shall be appropriated to the municipalities 24 to be distributed as provided in § 8–405 of this subtitle.

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[(3)] (E) (B) The capital grants made under this subtitle shall be appropriated only if all debt service requirements and departmental operating expenses have been funded and sufficient funds are available to fund the capital program.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2021.