R1	2lr2183
HB 649/21 – ENT	CF SB 726

By: Delegates Anderton, Adams, Arentz, Boteler, Buckel, Cox, Crosby, Feldmark, Fennell, Gilchrist, Griffith, Hartman, Holmes, Hornberger, Howard, Jacobs, Jalisi, Kipke, Krebs, Lierman, Lisanti, Mangione, McComas, McKay, Morgan, Novotny, Otto, Patterson, Reilly, Rose, Saab, Sample-Hughes, Shoemaker, Thiam, and Wivell Wivell, Barve, Beitzel, Boyce, Foley, Fraser-Hidalgo, Healey, R. Jones, Lehman, Love, Parrott, Prettyman, Proctor, Ruth, Stein, Stewart, Terrasa, and Wells

Introduced and read first time: February 11, 2022 Assigned to: Environment and Transportation

Committee Report: Favorable with amendments House action: Adopted Read second time: March 7, 2022

CHAPTER _____

1 AN ACT concerning

2 Transportation – Highway User Revenues – Revenue and Distribution

- FOR the purpose of altering 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; and generally relating to revenue
 for and distributions of highway user revenues.
- 7 BY repealing and reenacting, with amendments,
- 8 Article Transportation
- 9 Section 8–402 and 8–403
- 10 Annotated Code of Maryland
- 11 (2020 Replacement Volume and 2021 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 14

Article – Transportation

15 8-402.

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.



1 (a) There is a Gasoline and Motor Vehicle Revenue Account in the Transportation 2 Trust Fund.

3 (b) All revenues collected from the following, after deductions provided by law, 4 shall be credited to the Gasoline and Motor Vehicle Revenue Account:

 $\mathbf{5}$

(1) All of the motor vehicle fuel tax;

6 (2) Except as otherwise provided by law, two-thirds of the vehicle titling 7 tax;

8 (3) Except for revenues collected under Title 13, Subtitle 9, Parts III and 9 IV of this article, vehicle registration fees;

10 (4) The revenue disbursed to this Account under § 2–614 of the 11 Tax – General Article; and

12 (5) [80 percent] **80%** of the funds distributed on short-term vehicle rentals 13 under § 2–1302.1 of the Tax – General Article to the Transportation Trust Fund from the 14 sales and use tax.

15 (c) **[**(1) For fiscal year 2019:

(i) 90.4% of the revenue credited to the Account may be used as
provided in § 3–216 of this article; and

(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.

21 (2)] For fiscal year 2020 and each fiscal year thereafter, revenue credited to 22 the Account shall be used as provided in § 3–216 of this article.

23 8-403.

24 (a) [Subject to §§ 3–307 and 3–308 of this article, for fiscal year 2019, from the 25 total highway user revenues:

26 (1) An amount equal to 7.7% of total highway user revenues shall be 27 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%
of total highway user revenues; and

1 An amount shall be distributed to the municipalities at the times (3) $\mathbf{2}$ specified in § 8–407 of this subtitle, to be allocated as provided in § 8–405 of this subtitle, 3 equal to 0.4% of total highway user revenues. 4 Subject to [paragraph (3) of this subsection] SUBSECTION (C) OF THIS (b) (1)SECTION, for fiscal years 2020 through 2024 2023, capital grants shall be appropriated $\mathbf{5}$ 6 from the Transportation Trust Fund as provided in § 3-216 of this article based on the 7 following calculations: 8 [(i)] (1) An amount equal to 8.3% of funds credited to the Gasoline 9 and Motor Vehicle Revenue Account shall be appropriated to Baltimore City; 10 (ii)] (2) An amount equal to 3.2% of funds credited to the Gasoline 11 and Motor Vehicle Revenue Account shall be appropriated to the counties to be distributed as provided in § 8–404 of this subtitle; and 1213An amount equal to 2.0% of funds credited to the Gasoline (iii)] (3) and Motor Vehicle Revenue Account shall be appropriated to the municipalities to be 14distributed as provided in § 8-405 of this subtitle. 1516[(2)] **(B)** Subject to [paragraph (3) of this subsection] SUBSECTION (C) 17OF THIS SECTION, for fiscal year 2025 and each fiscal year thereafter, capital grants shall 18 be appropriated from the Transportation Trust Fund as provided in § 3–216 of this article 19 based on the following calculations: 20(1) FOR FISCAL YEAR 2024: 21**(I)** AN AMOUNT EQUAL TO 8.5% OF FUNDS CREDITED TO THE 22GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO **BALTIMORE CITY;** 2324**(II)** AN AMOUNT EQUAL TO 3.3% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 2526THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND 27(III) AN AMOUNT EQUAL TO 2.1% OF FUNDS CREDITED TO THE 28GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 29THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8–405 OF THIS 30 SUBTITLE; (2) 31FOR FISCAL YEAR 2025: AN AMOUNT EQUAL TO 8.8% OF FUNDS CREDITED TO THE 32 **(I)** GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 33 **BALTIMORE CITY:** 34

1 (II) AN AMOUNT EQUAL TO 3.4% OF FUNDS CREDITED TO THE $\mathbf{2}$ GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 3 THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND 4 (III) AN AMOUNT EQUAL TO 2.2% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO $\mathbf{5}$ THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS 6 $\overline{7}$ SUBTITLE; 8 (3) FOR FISCAL YEAR 2026: AN AMOUNT EQUAL TO 9.1% OF FUNDS CREDITED TO THE 9 **(I)** GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 10 11 **BALTIMORE CITY;** 12AN AMOUNT EQUAL TO 3.5% OF FUNDS CREDITED TO THE **(II)** GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 13 14 THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND (III) AN AMOUNT EQUAL TO 2.3% OF FUNDS CREDITED TO THE 15GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 16 17THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS 18 SUBTITLE: 19 (4) FOR FISCAL YEAR 2027: 20**(I)** AN AMOUNT EQUAL TO 9.4% OF FUNDS CREDITED TO THE 21GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 22**BALTIMORE CITY;** 23**(II)** AN AMOUNT EQUAL TO 3.6% OF FUNDS CREDITED TO THE 24GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 25THE COUNTIES TO BE DISTRIBUTED AS PROVIDED IN § 8-404 OF THIS SUBTITLE; AND 26(III) AN AMOUNT EQUAL TO 2.4% OF FUNDS CREDITED TO THE GASOLINE AND MOTOR VEHICLE REVENUE ACCOUNT SHALL BE APPROPRIATED TO 27THE MUNICIPALITIES TO BE DISTRIBUTED AS PROVIDED IN § 8-405 OF THIS 2829SUBTITLE: AND 30 (5) FOR FISCAL YEAR 2028 AND EACH FISCAL YEAR THEREAFTER: 31**f**(i)**f**(1) An amount equal to $\{7.7\%\}$ **12.1%** of funds credited to the Gasoline and Motor Vehicle Revenue Account shall be appropriated to Baltimore City; 32

1 **f**(ii)**f**(2) An amount equal to **f**1.5%**f 15.3%** of funds credited to the 2 Gasoline and Motor Vehicle Revenue Account shall be appropriated to the counties to be 3 distributed as provided in § 8–404 of this subtitle; and

4 **f**(iii)**f**(**3**) An amount equal to **f**0.4%**f 2.6%** of funds credited to the 5 Gasoline and Motor Vehicle Revenue Account shall be appropriated to the municipalities 6 to be distributed as provided in § 8–405 of this subtitle.

7 [(3)] (C) The capital grants made under this subtitle shall be appropriated 8 only if all debt service requirements and departmental operating expenses have been 9 funded and sufficient funds are available to fund the capital program.

10 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 11 1, 2022.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.